

WITH-PROFITS INVESTOR INFORMATION

This document provides you with investor information to help you understand the nature and the risks of investing in this with-profits fund. You are advised to read it so you can make an informed decision about whether to invest.

Definitions for some of the terms used in this document can be found in the glossary of our Terms and Conditions available at www.nfumutual.co.uk/financial-planning/my-investments/myi-important-documents/

NFU MUTUAL WITH-PROFITS (RISK LEVEL 3) PN SERIES D1

This fund is only available to investors in the My Investments Select Pension Plan. This fund will invest up to 65% in equities.

OBJECTIVES AND INVESTMENT POLICY

Objective:

To achieve capital growth over the longer term (5 years+). As one of NFU Mutual's "Smoothed" With-Profits funds, it aims to limit the risk of losses by keeping back some of the growth from good years to boost returns in poor years.

Investment Policy:

- The fund is provided through the With-Profits Trustee Investment Plan and is managed in accordance with the Principles and Practices of Financial Management (PPFM) available on our website, nfumutual.co.uk.
- The fund invests directly into a wide spread of UK and International equities and fixed interest stock (including gilts, index linked, overseas, and corporate bonds); or gains exposure indirectly by investing through third party providers with compatible objectives.
- The fund may also hold cash deposits and invests directly into property.

Specific With-Profits Features:

- Each investment in the fund buys a separate tranche of with-profits units.
- The value of the with-profits units grows through the addition of daily bonuses, and reduces through the deduction of fund charges. The latest annual bonus rates are available to view on our website, nfumutual.co.uk.
- When units are cashed in, the with-profits unit value of each tranche is assessed against the performance of the underlying assets to see if it can be boosted by a one off Terminal Bonus payment (TB), or if it should be reduced by a Market Value Reduction (MVR).
- An MVR is most likely to occur following a fall in the value of the investments held within the funds.



- Different TBs and MVRs will be calculated to reflect the smoothed investment returns for each of your tranches of with-profits units.
- Up-to-date values of any with-profits investments you currently hold can be seen through visiting nfumutual.co.uk/financialplanning/myinvestments or calling us on 0800 622323.
- As a mutual organisation, with no shareholders, NFU Mutual's financial services business losses (or profits) may ultimately be borne by (or credited to) the with-profits policyholders.
- There is a guarantee that no MVR will be applied to units used for the payment of My Investments charges, advice charges, or death benefits. No charge is currently made for this guarantee.
- At retirement, any units transferred to drawdown will retain their original entry dates for determining TBs and MVRs.
- Withdrawals from the fund will be on a First In First Out basis.
- Due to the cost of the no MVR guarantee on death, new investments into the fund are restricted to members who are less than 75 years old. Existing investments in the fund can be held by members of all ages.
- More information is contained in the PPFM, and with-profits pages, available to view on our website, nfumutual.co.uk.

RISK AND REWARD

Risk Rating

This fund is NFU Mutual risk level 3.

To find out more about our risk levels and common investment terms, please refer to our 'A guide to investing with NFU Mutual' brochure available to view on our website at nfumutual.co.uk.

The value of investments in this fund can fall and you may get back less than invested.

The fund may not be appropriate for investors who plan to withdraw their money within 5 years.

What are the risks associated with this fund?

The performance of the underlying portfolio of assets may be boosted or reduced to reflect the long-term profitability of NFU Mutual's financial services business. In addition, the following risks relate to specific elements of the portfolio of assets that the With-Profits fund invests in. The diversified nature of the fund helps us to manage these risks.

- The prices of equities (shares) have moved up and down frequently and significantly in the past.
- When interest rates rise, the value of fixed interest rate securities can be expected to fall.
- Certain assets such as property may be difficult to sell.
- Fluctuations in currency values may alter the value of the fund's international investments.
- The issuers of debt securities may default on capital or income payments.
- The fund's investment returns may not keep pace with inflation.
- Investment in third party providers' funds means additional charges will be incurred.

CHARGES FOR THIS FUND

The charges below are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

Charges taken from the fund over a year	
Ongoing fund charge	0.78%
Ongoing guarantee charge	Nil

There are currently no ongoing guarantee charges for this fund.

The ongoing charges may vary, but there are no other charges, such as on entry to or exit from the fund.

The ongoing fund charge excludes portfolio transaction costs, but includes NFU Mutual's own charge of 0.70% p.a., and any third-party provider charges.

For more information about charges, please see the PPFM available to view on our website, [nfumutual.co.uk](https://www.nfumutual.co.uk).

PAST PERFORMANCE

The performance of the fund from which bonuses are paid is shown below. These are gross returns (before deductions such as tax and product charges). The returns paid to customers are smoothed out over time, with some of the growth from good years retained with the aim of boosting returns in poor years. Therefore, the investment return individual investors have received on their own investments will be different due to, for example, the amount invested, bonuses, smoothing, guarantees and charges.

Year	Investment Return
2021	12.9%
2022	-4.9%
2023	9.2%

The fund was launched in 2020, with the first full year performance figure reported in 2021. Past performance is not a reliable indicator of future investment returns.

ASSET ALLOCATION

The asset mix at 31st December 2023 was:

UK Equity	23.5
International Equity	31%
Property	14.5%
Bonds & Cash	31%

ADDITIONAL INFORMATION

For further information about the fund, please refer to the PPFM available to view on our website, nfumutual.co.uk

Or

Call us on **0800 622323**.

Our telephone lines are open on weekdays from 9.00am to 5.00pm.
We may record telephone calls for training, monitoring or security purposes.

Or

Write to us at: NFU Mutual – Customer Services (Financial Services),
Avon House, Ryon Hill Park, Warwick Road, Stratford-upon-Avon,
Warwickshire CV37 0UY.

If you are an existing investor in this Fund, you can find out its current value on the My Investments platform at myinvestments.nfumutual.co.uk.

The fund grows free of capital gains tax and pays no UK tax on income received.

Any benefits payable under the Terms and Conditions of the Select Pension Plan which result from the proceeds of this fund, may be taxable depending on the member's personal circumstances, the amount of the benefits and the form in which they are taken.

The tax treatment depends on individual circumstances and may change in the future.

NFU Mutual is The National Farmers Union Mutual Insurance Society Limited which is a mutual company that's limited by guarantee, this means it has no shareholders.

In the unlikely event of de-mutualisation, any windfall payment arising from the policy would be paid to The NFU Mutual Charitable Trust.

NFU Mutual's main business is providing financial services and general insurance.

Its Head Office is in the United Kingdom of Great Britain and Northern Ireland, situated at: Tiddington Road, Stratford-upon-Avon, Warwickshire CV37 7BJ.

It is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. It is entered on their register under number 117664. You can contact the Financial Conduct Authority through their consumer helpline on: 0800 111 6768, online at www.fca.org.uk, or via email: consumer.queries@fca.org.uk

This document is accurate as at 1st January 2024.



NFU Mutual

The National Farmers Union Mutual Insurance Society Limited (No. 111982). Registered in England. Registered Office: Tiddington Road, Stratford-upon-Avon, Warwickshire CV37 7BJ. Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

To find out more about how we use your personal information and your rights, please go to the Privacy Policy on our website.

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