

KEY INFORMATION DOCUMENT

PURPOSE

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

PRODUCT

Name of product: Utmost Deferred Distribution

ISIN: GB0002292141

Product manufacturer: Utmost International Isle of Man Limited (also referred to in this document as 'we', 'us' or 'our').

Contact details: www.utmostinternational.com, email customersupport@utmostwealth.com, or call +44 (0) 1624 643 345.

Competent authority: Utmost International Isle of Man Limited is authorised by the Isle of Man Financial Services Authority.

Production date: 01/11/2024

WHAT IS THIS PRODUCT?

The product through which you are investing is a single premium investment bond. Further information regarding the risks and features of the bond can be found in the product guide. With regard to the fund you have chosen to invest in, the Utmost Fund invests in the AXA Lifetime Distribution Fund, which is the underlying fund, managed by AXA Investment Managers UK Limited. The aim of the Fund is to provide income with some prospect for long-term capital growth, however this is not guaranteed. The Fund invests in a mix of shares in UK listed companies and UK Government bonds (the majority of which are linked to the rate of inflation). The Fund's typical asset mix would range between 50-60% investment in shares and 40-50% in UK Government bonds. The fund manager selects shares in companies based upon their prospects for future growth in dividend payments following an in depth analysis of their financial status, quality of business model and corporate governance arrangements. Investments in UK Government bonds are diversified across a range of maturities (i.e., the length of time for full repayment of the bond by the Government), with a bias towards bonds with longer maturities. The Utmost Fund is called 'Deferred' because any interest and dividends are reinvested. The Utmost Fund may hold an amount of cash for certain periods of time, which may reduce the potential for growth against the underlying fund.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

Risk indicator



The risk indicator assumes you keep the product for 5 years. The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 4, which is a medium risk class. This rates the potential losses from future performance at a medium level, and poor market conditions could impact the amount you could get back. This product does not include any protection from future market performance. You could lose some or all of your investment.

Investment Performance Information

Investment in any fund carries with it a degree of risk. The risks described below are the main risks that potential investors should consider before investing in the Fund. Potential investors should be aware that holding an investment in a fund also involves exposure to risks of an exceptional nature from time to time, which are not set out here. Potential investors should consider all risks before investing in the Fund. The capital of the Fund is not guaranteed. The Fund is invested in financial markets and uses techniques and instruments that are subject to some levels of variation. This may result in gains or losses and you may get back less than invested. The amount you get back will depend on how the market performs and how long you keep the investment. This Fund may not be suitable for investors who plan to withdraw their contribution within five years.

The main factors likely to affect future returns for investors are as follows.

› Inflation Linked Bond Risk

Unlike other bonds, an inflation-protected security (such as index linked gilts) reduces the negative effect of inflation on its real value. The market value of such securities will be affected both by the market's perception of future movements in interest rates and by the future rate of inflation. Therefore, the market value of such securities (and the value of the Fund) may not move in line with inflation rates in the short to medium term.

› Interest Rate Risk

Fluctuations in interest rates will change the value of bonds, impacting the value of the Fund. Generally, when interest rates rise, the value of the bonds fall and vice versa. The valuation of bonds will also change according to market perceptions of future movements in interest rates

Other risk factors under normal market conditions are:

- › Equity risk – equity markets can be volatile in certain conditions. This can give the potential for greater returns but also greater losses.
- › Risks linked to investment in sovereign debt
- › Stock lending risk

Other risks that could have an impact in extreme market conditions include:

- › Liquidity risk
- › Counterparty risk

Further explanation of the risks associated with an investment in this Fund can be found in the prospectus of the AXA Lifetime Distribution Fund. The comparator benchmark for the Fund is a composite benchmark made up of indices tracking the value of UK companies and UK Government index linked stocks. This benchmark best represents the types of bonds and companies in which the Fund predominantly invests. Further details can be found in the prospectus of the AXA Lifetime Distribution Fund.

What could affect my return positively?

The kinds of conditions that may help the Fund generate higher returns are:

- › Lower yields, resulting in higher bond prices;
- › Tighter spreads, resulting in lower trading costs;
- › Stable markets and investor confidence, resulting in higher equity value.

What could affect my return negatively?

The kinds of conditions whereby the Fund is likely to generate lower returns or that may lead to investment loss are:

- › High inflation, eroding the real value of the investment if the inflation rate is higher than the investment returns;
- › High interest rates and higher yields, resulting in lower bond prices;
- › Wider spreads, resulting in increased trading costs;
- › Uncertain and volatile markets, resulting in lower equity value.

WHAT HAPPENS IF UTMOST INTERNATIONAL ISLE OF MAN LIMITED IS UNABLE TO PAY OUT?

Utmost International Isle of Man Limited is covered by the Isle of Man Life Assurance (Compensation of Policyholders) Regulations 1991. If we cannot meet our obligations the policyholders will be entitled to claim up to 90% of our liabilities to them as compensation. The assets to which the value of the bond is linked are held in our name. This means that you do not have any automatic rights to compensation should the underlying fund manager or deposit taker fail. In these circumstances our liability to you will be limited to such amounts, if any, that we can recover from any third party.

WHAT ARE THE COSTS?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs. The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future. The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Costs over time

INVESTMENT OF £10,000	IF YOU CASH IN AFTER 1 YEAR	IF YOU CASH IN AFTER 5 YEARS	IF YOU CASH IN AFTER 10 YEARS
Total costs	£51	£151	£250
Impact on return (RIY) per year	0.51%	0.51%	0.51%

Composition of costs

The table below shows the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period and the meaning of the different cost categories.

This table shows the impact on return per year

ONE-OFF COSTS	Entry costs	0.00%	The impact of the costs you pay when entering your investment.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
ONGOING COSTS	Portfolio transaction costs	0.00%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	0.51%	The impact of the costs that we take each year for managing your investments.
INCIDENTAL COSTS	Performance fees	0.00%	The impact of the performance fee. We take these from your investment if the product outperforms its benchmark.
	Carried interests	0.00%	The impact of carried interests.

HOW LONG SHOULD I HOLD IT AND CAN I TAKE MY MONEY OUT EARLY?

The bond, through which you are investing, should be viewed as a medium to long term investment, with the recommended holding period being at least 5 years. However, there is no minimum or maximum holding period for this fund.

HOW CAN I COMPLAIN?

If you are dissatisfied with our service, you can complain to our Customer Experience Manager by Post: King Edward Bay House, King Edward Road, Onchan, Isle of Man, IM99 1NU, British Isles.
Email: customersupport@utmostwealth.com
or call our Customer Support team on +44 (0) 1624 643 345.

If your complaint is about the advice you received when the product was sold to you, please contact your financial adviser. Complaints we cannot resolve can be referred to The Financial Services Ombudsman Scheme for the Isle of Man. The Scheme is specifically aimed at individuals. Further details can be found at www.gov.im/ombudsman. You are not eligible to make a complaint against us to the UK Financial Ombudsman Service.

OTHER RELEVANT INFORMATION

In addition to reading the fund information guides for each fund you are considering investing in, you should ensure you have also received and read the Key Information Document for your chosen product. Utmost International Isle of Man Limited has also provided a personal illustration which may assist you and a Key Features Document is also available on our website, www.utmostinternational.com.