

Equities

Global equity markets rose in April, up 3.7% (in € terms).

Markets continued to move ahead after a very strong Q1, with better-than-expected economic data released during April for the Eurozone, U.S, U.K. and especially China reassuring investors. Q1 GDP growth for China was 6.4%, ahead of expectations, as the stimulus measures introduced last year appear to be working. This should be good news for European exporters.

Corporate earnings were strong, although expectations had been lowered somewhat. Large market names like JP Morgan, Microsoft, Amazon, Facebook and Walt Disney all performed strongly. The U.S./China trade talks continued in both Washington and Beijing with a potential end in sight, although there still remains thorny issues like intellectual property and data transfer to be resolved.

Bonds

Longer-dated eurozone bond prices fell 1.4% in April, with the yield on the AAA Eurozone 15+ Year Index rising to 0.53% by month-end. The Euro Broad Sovereign 10+ Year Index fell by 0.2% with its yield rising to 1.40%.

Eurozone AAA bond yields rose mid-month following the higher-than-expected Chinese GDP data which should be a positive for the Eurozone economy, and then again at month-end following the release of stronger growth and inflation data in the Eurozone.

Sample DB Scheme

The funding level of our sample DB scheme rose to 99.0%, as its assets rose and its liabilities (calculated using a MFS proxy) fell over the month.

Sample DC Schemes

Two of our sample DC Strategies rose in April as most asset classes were higher over the month, but the Pension Purchase Strategy fell due to its large holding of longer-dated AAA eurozone government bonds.

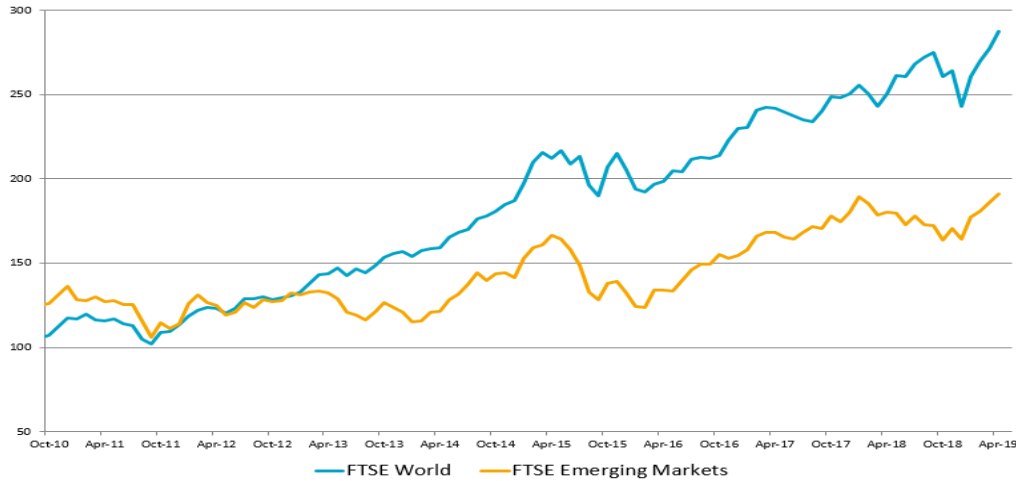
| All returns are in € terms | Apr '19 | 3 Months | Year to Date | 1 Year | 3 Years | 5 Years | 10 Years |
|---------------------------------|---------|----------|--------------|--------|---------|---------|----------|
| | % | % | % | % | % pa | % pa | % pa |
| Equities | | | | | | | |
| FTSE World | 3.7 | 10.2 | 18.4 | 14.0 | 12.7 | 12.2 | 13.7 |
| FTSE World (€ Hedged) | 3.7 | 8.6 | 16.4 | 7.7 | 12.8 | 9.5 | 12.2 |
| FTSE Eurozone | 5.2 | 10.7 | 17.7 | 1.2 | 9.4 | 6.7 | 9.4 |
| FTSE World ex Eurozone | 3.6 | 10.1 | 18.4 | 15.6 | 13.1 | 12.9 | 14.3 |
| FTSE North America | 4.2 | 12.0 | 20.8 | 21.8 | 15.4 | 15.8 | 16.7 |
| FTSE Emerging Markets | 2.5 | 6.9 | 15.3 | 5.3 | 12.2 | 9.4 | 9.8 |
| Bonds | | | | | | | |
| Euro Sovereign AAA (15+ yr) | -1.4 | 1.9 | 4.2 | 11.2 | 3.5 | 7.6 | 7.7 |
| Euro Broad Sovereign (10+ yr) | -0.2 | 2.8 | 5.0 | 4.7 | 2.8 | 6.5 | 7.0 |
| Euro Sovereign Inflation Linked | 0.1 | 1.9 | 3.0 | -2.2 | 0.2 | 1.8 | 2.3 |
| Euro Corporate (5+ yr) | 1.0 | 4.3 | 6.2 | 4.8 | 3.3 | 4.0 | 7.2 |
| Other | | | | | | | |
| Commodities | 2.8 | 8.5 | 18.2 | -5.1 | 3.8 | -12.3 | -3.0 |
| Fund of Hedge Funds | 0.0 | 2.2 | 4.0 | 0.2 | 3.6 | 2.3 | 5.2 |
| €/\$ | 0.0 | -2.0 | -2.2 | -7.1 | -0.7 | -4.2 | -1.6 |
| €/£ | 0.0 | -1.5 | -4.3 | -2.0 | 3.2 | 0.9 | -0.4 |

| Bond Index Yields | 31 Mar '19 | 30 Apr '19 | Change (b.p.) |
|-------------------------------------|------------|------------|---------------|
| iBoxx Euro Sovereign AAA (15+ yr) | 0.45 | 0.53 | 0.08 |
| iBoxx Euro Broad Sovereign (10+ yr) | 1.37 | 1.40 | 0.03 |
| iBoxx Euro Corporates (5+ yr) | 1.32 | 1.21 | -0.11 |

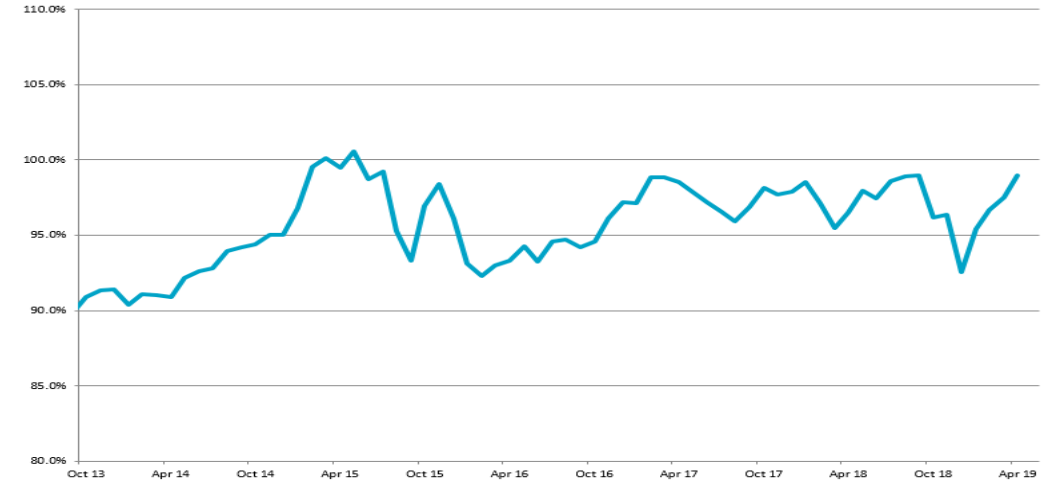
| Sample Pension Schemes | Apr '19 | 3 Months | Year to Date | 1 Year | 3 Years | 5 Years |
|---------------------------|---------|----------|--------------|--------|---------|---------|
| | % | % | % | % | % pa | % pa |
| DB Schemes | | | | | | |
| Assets | 1.2 | 5.6 | 10.3 | 11.5 | 7.6 | 9.1 |
| Liabilities | -0.3 | 1.8 | 3.1 | 8.8 | 5.5 | 7.2 |
| Change in Funding Level | 1.5 | 3.7 | 7.0 | 2.5 | 2.0 | 1.7 |
| DC Schemes | | | | | | |
| High Risk Strategy | 2.2 | 6.4 | 11.4 | 8.2 | 7.1 | 7.3 |
| Medium Risk Strategy | 1.2 | 5.3 | 9.6 | 9.8 | 6.7 | 7.9 |
| Pension Purchase Strategy | -1.1 | 1.4 | 3.2 | 8.3 | 2.7 | 5.7 |

Sources: LCP, Bloomberg, Reuters, MarketWatch, Markit and iBoxx

Equity Market Performance

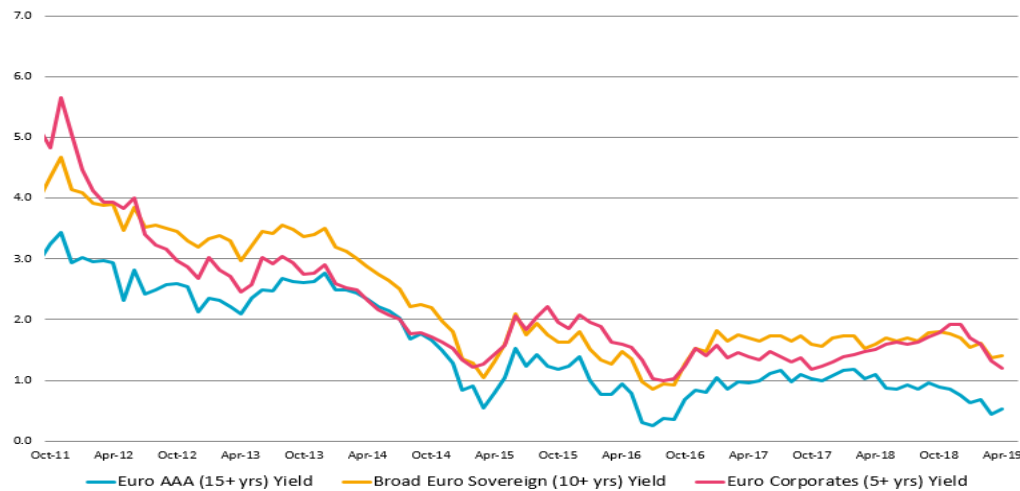


Sample DB Funding Level Progression

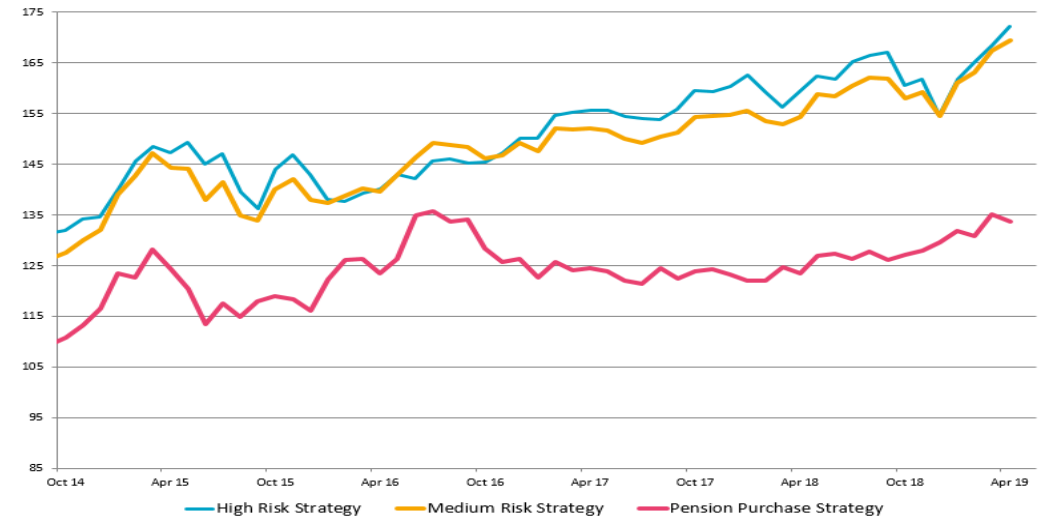


Historical Bond Yields

Eurozone Bond Yields



Sample DC Scheme Performance



This generic note should not be relied upon for detailed advice or taken as an authoritative statement of the law. If you would like any assistance or further information on the contents of this generic note, please contact the partner who normally advises you.

All rights to this document are reserved to Lane Clark & Peacock Ireland Limited ("LCP"). This document may be reproduced in whole or in part, provided prominent acknowledgement of the source is given.

We accept no liability to anyone to whom this document has been provided (with or without our consent). Lane Clark & Peacock Ireland Limited is registered in Ireland with registered number 337796 at Office 2, Grand Canal Wharf, South Dock Road, Dublin 4.