

Stewardship Code
Updated 01/03/2020

"Under Rule 2.2.3R of the FCA's Conduct of Business Sourcebook, American Century Investment Management (UK) Limited (the "Firm") is required to make a public disclosure in relation to its commitment to the UK Financial Reporting Council's Stewardship Code (the "Code"). The Code is a voluntary code and sets out a number of principles relating to engagement by investors with UK equity issuers. Investors that commit to the Code can either comply with it in full or choose not to comply with aspects of the Code, in which case they are required to explain their noncompliance.

The Firm's investment activities are currently limited to investments in high-quality global debt securities issued by corporations and governments such as notes, bonds, commercial paper, debentures and mortgage- and asset-backed securities, and investments in derivative instruments, including currency exchange contracts, used to shift its investment exposure from one currency into another for hedging purposes or to enhance returns.

In making its investment decisions, the Firm's portfolio managers use a combination of fundamental research and bond and currency valuation models, and evaluate each country's economic climate and political discipline for controlling deficits and inflation. By contrasting expected risks and returns for investments in each country, the portfolio managers select those countries expected to produce the best return at reasonable risk. The fund sells holdings for a variety of reasons, such as to adjust its average maturity or credit quality, to shift assets into and out of higher-yielding securities, or to alter geographic or currency exposure.

Although the Firm supports the objectives set out within the Code, the provisions are not deemed to be relevant to the type of investment strategy and trading currently undertaken by the Firm. Should any material changes occur to the strategy which would make the Code relevant, the Firm will amend this disclosure."