

# Fund Factsheet

## Index Linked (Pension)

As at 30 June 2010

### Fund performance

#### Discrete performance

%	30 Jun 05	30 Jun 06	29 Jun 07	30 Jun 08	30 Jun 09
	30 Jun 06	29 Jun 07	30 Jun 08	30 Jun 09	30 Jun 10
Pension	2.73	2.14	16.16	0.87	8.37

Basis: % growth, bid to bid in sterling. Returns are shown net of annual management charges only, with gross income reinvested. Returns are calculated using the single priced pension fund.

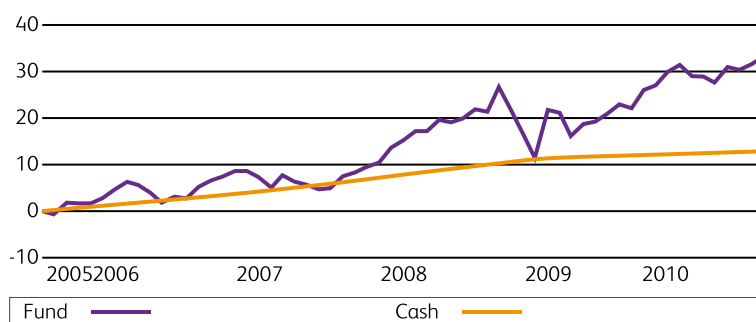
Source all returns: Lipper, a REUTERS company

#### Cumulative performance

%	1 Mth	3 Mths	YTD	1 Yr	3 Yrs	5Yrs
Pension	1.27	1.73	3.29	8.37	26.98	33.23
Benchmark	1.15	1.74	3.99	8.99	27.15	34.31

Source all returns: Lipper, a REUTERS company

#### Cumulative investment performance – over 5 years



Basis: % growth, total return (net), bid to bid sterling. Returns are shown net of annual management charges. This figure does not reflect initial charges. Cash is represented by the Moneyfacts Average 90 day 10K Index. Source all returns: Lipper, a REUTERS company

**Important notes:** Past performance is not a guide to future performance. The investment's value and the income from it will fall as well as rise and may be affected by market and currency movements. You may get back less than originally invested. Cash on deposit is more secure, generally more accessible and provides greater certainty of growth.

### Fund managers commentary

UK bonds continued to benefit from a flight to quality, as investors sold government bonds from peripheral eurozone markets in favour of core markets. Interest rates were once more held at 0.5%.

The manager maintained the Fund's outright short duration position in June. The portfolio was overweight in 2013 inflation-linked bonds.

**Contact details:** For further information please contact Adviser Services on 0870 607 6771 or visit [www.bankofscotland.co.uk/privateclients](http://www.bankofscotland.co.uk/privateclients)

### Fund objective

The fund aims to produce a high level of income with the possibility of capital growth if, for example, interest rates fall, by active investment in gilt-edged and other fixed interest investments, including money on deposit.

### Investment approach

The return is derived mainly from an actively managed portfolio of gilts and other fixed interest investments, including money on deposit.

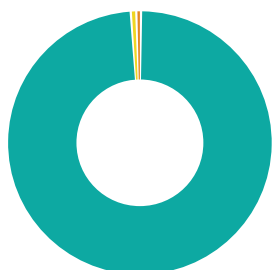
### Fund facts

Fund management house	Scottish Widows Investment Partnership Ltd
Fund manager	Graeme Caughey
Pension fund size (£m)	39.18
Number of holdings	16
Launch date	06/03/2000
Annual management charge (dependent upon product)	1.45%
ABI Sector	UK Index Linked Bonds
IMA Sector	-
Benchmark	FTSE A (Index Linked) British Govt All Stocks TR
Price / Bid (£)	1.76
Distribution	-
Availability	Pension

# Index Linked (Pension)

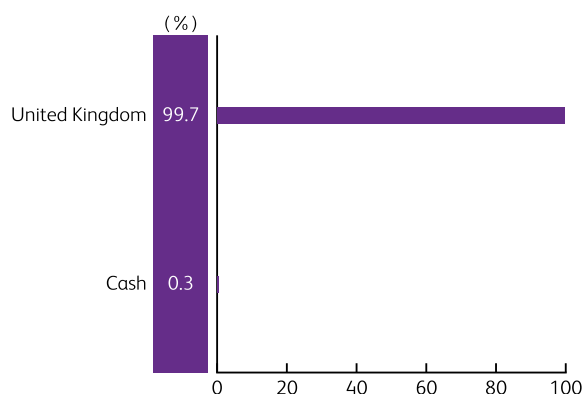
As at 30 June 2010

## Fund sector breakdown



Fixed Interest	99.3%
Collective Investment	0.4%
Cash	0.3%

## Geographic distribution



## Top holdings

	%
UNITED KINGDOM (GO 2.5% IND-LNK 16/08/13 GBP)	22.5
UK(GOVT OF) 1.875% IDX/LKD 22/11/22 GBP	14.0
UK GILT INFLATION 22MAR50 FIXED 0.5	11.8
UNITED KINGDOM (GO 2.5% IND-LNK 23/08/11 GBP)	9.9
UNITED KINGDOM (GO 2.5% IND-LNK 17/07/24 GBP)	7.4
UNITED KINGDOM (GO 2.5% IND-LNK 26/07/16 GBP)	6.5
UNITED KINGDOM (GO 1.125% IND-LKD 22/11/37 GB)	6.2
UNITED KINGDOM (GO 2.5% IND-LNK 16/04/20 GBP)	5.6
UNITED KINGDOM (GO 1.25% IND-LNK 2055 GBP)	4.2
UK GILT INFLTN NOV42 FIXED 0.625PCT	3.1
	91.2

## Glossary

**ABI Sector** – The Association of British Insurers classification scheme for life and pension funds that share similar characteristics, e.g. Balanced Managed

**Annual management charge** – A charge taken from the fund sometimes referred to as yearly management charge. The charge is expressed as a percentage per annum but is normally taken daily from the fund

**Asset allocation** – The process of dividing investments among different kinds of asset classes such as stocks, bonds, property and cash

**Benchmark** – A measure against which the performance of a fund is compared. The benchmark could be an index for example the FTSE 100, or a sector average

**Bid price** – The price at which you can sell units of a fund

**Bonds (Fixed Interest Securities)** – A bond can be issued by either a company (corporate bond) or a government (gilt) and is a way of raising capital. Most bonds promise to pay a fixed rate of interest for a given period of time, at the end of which the holders are repaid the capital sum

**Cumulative Performance** – Represents total return over a given period

**Discrete Performance** – Represents individual yearly performance

**Dividends** – A portion of a company's profit paid to the shareholders

**Equities** – Commonly used term for shares in a company

**IMA Sector** – The Investment Management Association classification scheme for OEIC/ISA funds that share similar characteristics, e.g. Cautious Managed

**Net Asset Value (NAV)** – The value of an entity's assets less the value of its liabilities

**OEIC (Open Ended Investment Company)** – An OEIC is a pooled investment fund of variable size set up as a company. It owns investment assets, for example stocks and shares, gilts, bonds and other financial instruments. The size of an OEIC varies reflecting the market value of its

underlying investments

**Offer Price** – The price at which you can buy units of a fund

**Sector Average** – The average performance of all the funds within a particular sector, for example the IMA Balanced Managed sector

**Underweight/Overweight** – Funds have a target allocation to a particular sector or asset type, for example a managed fund may have a target allocation to equities of 50%. If the fund holds 52% in equities it is said to be overweight equities. Similarly if the fund holds 48% in equities it is said to be underweight equities

**Yield (Historical)** – reflects distribution declared over the past twelve months as a percentage of the mid market unit price, as at the date shown.

**Yield (Distribution)** – reflects the amount that may be expected to be distributed over the next twelve months as a percentage of the mid-market price of the fund as at the date shown. It is based on the snapshot of the portfolio on that day.

E1887 (Compliance no. 16649)