

fund news

fund launches

| | Life | Pension | Skandia Investment Solutions |
|-------------------------------------|--------|---------|------------------------------|
| Aviva UK Absolute Return* | 15 Mar | 15 Mar | 15 Mar |
| Aviva Global Convertibles (Hedged)* | – | – | 15 Mar |
| Aviva Absolute TAA* | – | – | 15 Mar |
| Schroder US Mid Cap | 22 Mar | 22 Mar | – |
| Skandia European Best Ideas | 21 Apr | 21 Apr | 12 Apr |
| Baring China Growth | – | – | 20 Apr |
| Baring Emerging Markets | – | – | 20 Apr |
| Baring Multi Asset | – | – | 20 Apr |
| Baring Global Agriculture | – | – | 20 Apr |
| Allianz RCM US Equity | 20 Apr | 20 Apr | – |
| Margetts Select Strategy* | – | – | 21 Apr |
| Margetts Venture Strategy* | – | – | 21 Apr |
| Margetts International Strategy* | – | – | 21 Apr |
| Margetts Providence Strategy* | – | – | 21 Apr |

* Fund currently unavailable through Offshore Collective Investment Bond.

fund closures

| | Life | Pension | Skandia Investment Solutions |
|----------------------|--------|---------|------------------------------|
| Skandia Aggressive** | 26 Mar | 26 Mar | – |

** Please note that this Fund is already closed to new business.

fund closures to new business

| | Life | Pension | Skandia Investment Solutions |
|---|------|---------|------------------------------|
| GLG UK Select | – | – | 31 Mar |
| Pictet Funds (Lux) Emerging Markets Index | – | – | 9 Apr |
| Insight Evergreen | – | – | 13 Apr |

other events

| | Life | Pension | Skandia Investment Solutions |
|--|--------|---------|------------------------------|
| Aberdeen European Growth – Name change to Aberdeen European Equity | – | – | 12 Mar |
| Aberdeen UK Growth – Name change to Aberdeen UK Equity | – | – | 12 Mar |
| Aberdeen European Opportunities – Merges into Aberdeen European Growth | 15 Mar | 15 Mar | 15 Mar |
| Aberdeen UK Opportunities – Merges into Aberdeen UK Growth | 15 Mar | 15 Mar | 15 Mar |
| Premier Absolute Growth – Name change to Premier Conservative Growth | 1 Apr | 1 Apr | 1 Apr |
| Invesco Perpetual International Equity – Name change to Invesco Perpetual Global Equity | 6 Apr | 6 Apr | 6 Apr |
| All New Star funds will change their name to Henderson eg New Star Sterling Bond will become Henderson Sterling Bond | 6 Apr | 6 Apr | 6 Apr |

Refer to www.skandia.co.uk/funds for full details.

the guaranteed pension fund

guaranteed pension fund bonus announcement as at 1 April 2010

| | Monthly bonus rates |
|----------------------------------|---------------------|
| Bonus rate on contribution units | 0.0000% |
| Bonus rate on bonus units | 0.0000% |
| Additional bonus | 0.0000% |

Due to the continued uncertainty experienced by the fixed interest and equity markets, the Fund is currently experiencing what we consider to be abnormal or extreme conditions. Bonus rates since April 2008 have been reduced to take account of this. For March, bonus rates have been set to zero.

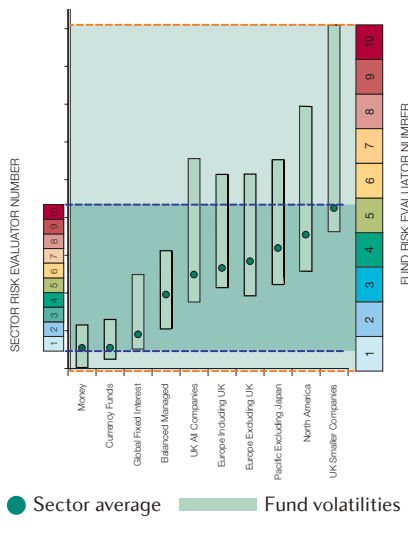
Further information, including historical bonus rates, is available on the Skandia website. Investors should be aware that the value of the investment may fall as well as rise, although units in the Guaranteed Pension Fund have their value guaranteed at a pre-selected date. Bonuses are calculated after deducting an annual management charge of 1.1%. A discount may apply if units are redeemed prior to the Selected Guarantee Date.

fund statistics in informer

Fund Risk Number

You are familiar with the Risk Evaluator – telling you the volatility of sectors. The Fund Risk Number takes this idea and applies it to individual funds.

As the universe for Fund Risk and Sector Risk numbers is so different, as shown on the graph below, you should not seek to compare one to the other. By virtue of being grouped averages, the spread of sector volatilities will be compacted, whereas an individual fund may be some way from the average, as highlighted on the scale below.



The Skandia Fund Risk Number has been calculated by taking the volatility values of an entire fund universe and arranging them in ascending order. The ordered volatility range has subsequently been divided into ten segments, each representing 10% of the range. The funds have been placed into the relevant segment, depending on where their volatility numbers fall. The fund risk number will not be shown for funds with less than five years of performance history.

Quartile rank

Quartile rank is a rating of performance on a scale of 1 to 4, where 1 is best and 4 is worst. The entire performance range of a sector is divided into 4, with each quartile rank corresponding to 25% of the range.

Total Expense Ratio (TER)

The Total Expense Ratio (shown for Life and Pension funds) represents the true cost of running a fund. It includes the fund AMC (which is shown for Skandia Investment Solutions funds) as well as the depository and custodial charges, and audit, registration and compliance fees.

OBSR Ratings

Ratings awarded are AAA, AA or A. There are several key factors which lead to the final OBSR Rating determination. These are:

- Strength of investment process and length of time it has been in place.
- Continuity of investment personnel.
- Investment style that has proven durable over time.
- Clearly defined investment objectives.
- Strong and consistent past performance record.
- Favourable risk adjusted returns.

The OBSR Ratings are more focused towards qualitative appraisals.

Sector averages

Sector averages denote the average performance of all funds within that particular sector. Sector classifications are governed by Financial Express.

A new sector will only display sector averages after three months of performance data has been collated.

Skandia sector

Skandia sectors mirror the asset classes used with the online investment tools. Please note a fund's Skandia sector may not always align with its IMA sector. Abbreviations for these sectors are listed within the fund performance statistics to help when searching for funds on the online investment tools. A key for these abbreviations is detailed below.

- EMK – Emerging Markets
- IFI – International Fixed Interest
- NAM – North American
- EUR – European excluding UK
- UFI – UK Fixed Interest
- PRO – Property
- FEX – Far East excluding Japan
- MGD – Managed
- UKE – UK Equity
- JAP – Japan
- CMM – Cash/Money Market
- GSP – Global Specialist

Citywire Ratings

Citywire considers all managers who run actively managed retail funds, assigning ratings to managers who achieve or exceed demanding performance thresholds based on their 36-month risk records. Of the hundreds of active fund managers only 20% receive a rating.

- AAA fund managers in the top 5%
- AA fund managers in the top 6%-13%
- A fund managers in the top 14%-20%