

fund launches

	Life	Pension	Skandia Investment Solutions
BlackRock Active Managed Portfolio	17 Jun	17 Jun	–
BlackRock Balanced Income Portfolio	17 Jun	17 Jun	–
BlackRock Cautious Portfolio	17 Jun	17 Jun	17 Jun
Old Mutual Global Equity Absolute Return	9 Jul	9 Jul	9 Jul

other events

	Life	Pension	Skandia Investment Solutions
Fortis L Fund Equity Europe – This Fund will now be managed by Paribas Asset Management Luxembourg SA	30 Jun	30 Jun	–
Investec Sterling Bond – Name change to Investec Strategic Bond	12 Jul	12 Jul	12 Jul
Gartmore Emerging Markets Opportunities – Objective change	14 Jul	14 Jul	14 Jul
Gartmore UK Equity Income – Objective change	14 Jul	14 Jul	14 Jul
Gartmore UK Growth – Objective change	14 Jul	14 Jul	14 Jul

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

the guaranteed pension fund

guaranteed pension fund bonus announcement as at 1 July 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 June 2010, 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 numbers have changed

The new Skandia Fund Risk Numbers have been calculated by mapping the volatility value of each fund against the Skandia risk profiler outputs 1 to 10. The new risk numbers are measured over 1, 3 and 5 years and allow you to match, as far as possible, the result of the risk profiler with a single fund. The old Skandia Risk Numbers were calculated by dividing the entire universe of funds, arranged in ascending order of volatility, into 10 equal parts. As a consequence, the old methodology provided a peer group relative risk number whereas the new numbers are relative to a volatility scale.

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.

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%

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.