

# Aberdeen Life

## UK Long Dated Sterling Bond Fund

### Performance Data and Analytics to 30 June 2010



#### Summary investment objective

**Aims to provide exposure to an actively managed portfolio, the majority of which is invested in long dated Sterling denominated Investment Grade Debt and Debt Related Securities.**

#### Performance (%)

	3 months	6 months	1 year	Annualised		Launch
				3 years	5 years	
Fund	5.90	6.08	8.02	8.75	4.58	5.17
Benchmark	6.37	6.55	7.96	8.38	4.45	4.85
Difference	-0.47	-0.48	0.06	0.37	0.13	0.33
Sector ranking	38/124	21/122	65/118	6/111	11/74	-
Quartile	2	1	3	1	1	-

#### Discrete annual returns (%) - year ended 30/06

	2010	2009	2008	2007	2006
Fund	8.02	12.78	5.57	-3.24	0.54

#### Calendar year performance (%)

	YTD	2009	2008	2007	2006
Fund	6.08	-4.09	14.47	2.83	-0.52
Benchmark	6.55	-4.84	13.65	2.67	0.03
Difference	-0.48	0.75	0.82	0.17	-0.55
Sector ranking	21/122	68/120	4/116	21/101	63/82
Quartile	1	3	1	1	4

Performance Data: Share Class 1G

Source: BNP Paribas, Lipper. Basis: Total Return, Gross of Fees (GBP)

Rankings and quartiles are sourced from Lipper, are measured against ABI Pension Fund sectors and are based on dealing prices net of annual management charges.

Performance measured from 30/11/2000.

Prior to September 2005 the Fund was managed by a different management company. However, the Fund's investment objective is fundamentally unchanged throughout and its historic performance has been treated as continuous since inception.

The performance will be reduced by the impact of the management fees paid, the amount of which varies depending on the share class held, and the terms of any fee arrangement reflected in your policy schedule. The sector average incorporates the performance of all funds in the sector at any stage during the period while sector rankings reflect the relative performance of those funds which have been in the sector throughout the period. This may give rise to apparently incongruous results.

**Past performance is not a guide to future performance. The value of shares may go down as well as up and an investor may not get back the amount invested.**

#### Fund managers' report

##### Market review

News flow in the UK was dominated by the General Election and ongoing concerns about Euro area debt problems.

The Bank of England left the base rate unchanged at 0.5% during the quarter and maintained the asset purchase target at £200bn. However, the minutes from the meeting in June highlighted the first split in voting since February 2009, with Andrew Sentance dissenting in favour of a 0.25% increase, based on a combination of inflation resilience in the UK and signs of global recovery.

UK gilts benefited from "safe haven status" due to the general weakness and volatility in peripheral Eurozone sovereign bond markets. As a result, five and ten year maturities fell by 0.65% and 0.58% respectively, while thirty year maturities fell by 0.36%.

##### Fund review

The fund underperformed over the quarter. Within interest rates, a short duration position and a yield curve flattening position both detracted value. A small allocation to credit also detracted from performance over the period.

#### Annualised tracking error

	3 years	5 years
Annualised tracking error	0.70	0.66

Source: Aberdeen Asset Management, Total Return, Gross of Fees, Russell/Mellon Analytical Services, Factset, GBP.

#### Top ten holdings

	%
UK Treasury 4.25% 07/12/49	15.9
UK Treasury 4.25% 07/09/39	13.6
UK Treasury 4.5% 07/09/34	12.3
UK Treasury 4.25% 07/06/32	10.5
UK Treasury 4.25% 07/03/36	10.4
UK Treasury 4.75% 07/12/30	8.0
UK Treasury 4.25% 07/12/46	7.7
UK Treasury 4.5% 07/12/42	5.7
UK Treasury 4.25% 07/12/27	5.3
UK Treasury 4.25% 07/12/55	4.2
<b>Total</b>	<b>93.6</b>
<b>Total number of holdings</b>	<b>18</b>

#### Geographical allocation (%)<sup>A</sup>

	Fund	Benchmark	Difference
UK	100.0	100.0	-
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	

<sup>A</sup> Calculated as a percentage of interest rate exposure. Figures may not always sum to 100 due to rounding.

#### Sector breakdown (%)

	Fund	Benchmark	Difference
Domestic Government	95.0	100.0	(5.0)
Finance	1.4	-	1.4
Industrial	0.1	-	0.1
Asset Backed	1.4	-	1.4
Cash	2.1	-	2.1
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	

Figures may not always sum to 100 due to rounding.

#### Key information

Benchmark	FTSE-A over 15 years Gilts
Fund size	£67.2m
Date of launch	24 November 2000
Investment team	Fixed Income
Fund advisory company	Aberdeen Asset Managers Limited

#### Contact details

Website [www.aberdeen-asset.co.uk/pensions](http://www.aberdeen-asset.co.uk/pensions)

All sources (unless indicated): Aberdeen Asset Management  
30 June 2010.

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### Interest rate exposure (years)

	Fund	Benchmark	Difference
UK	15.43	15.87	(0.44)
Modified duration	15.43	15.87	

Interest rate exposure is calculated by multiplying market weight by duration.

### Maturity profile IRE (years)

	Fund	Benchmark	Difference
5 - 15	(0.51)	–	(0.51)
15+	15.94	15.87	0.07

### Currency exposure (%)

	Fund	Benchmark	Difference
Sterling	99.0	100.0	(1.0)
Europe (ex UK)	1.0	–	1.0
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	

Figures may not always sum to 100 due to rounding.

### Yields (%)

	Fund	Benchmark	Difference
Yield to maturity	4.0	4.1	(0.1)

### Important information

#### Risk factors you should consider before investing:

- Past performance is not a guide to future performance.
- The value of shares and the income from them can go down as well as up and you may get back less than the amount invested.
- The value of a bond will fall in the event of the default or reduced credit rating of the issuer (or if credit spreads widen, relative to gilts). Similarly, an increase in credit rating (or narrowing of credit spreads) can lead to capital appreciation. Generally, the higher the quality of the issuer, the lower the interest rate at which they can borrow money. Issuers of a lower quality will tend to have to pay more to borrow money to compensate the lender (the purchaser of a bond) for the extra risk taken. Unlike income from a single bond, the level of income from the Fund is not fixed and may fluctuate. Yields are estimated figures and may fluctuate.
- Non-Investment Grade Debt and Debt-Related Securities may involve greater price volatility and risk of loss of principal and income than Investment Grade Debt and Debt-Related Securities.
- Derivatives may be used for both investment and hedging using efficient portfolio management style techniques which means that, due to its portfolio composition, the net asset value of the Fund may be more volatile. Using derivatives for investment purposes will increase the risk profile of the Fund.
- Underlying funds may participate in securities lending activities whereby they lend securities to third parties in return for fees. Although such lending is fully collateralised, some risk remains in relation to counterparty default and collateral shortfall in the event of market disruption.

#### Other important information:

The Fund is a unit-linked life fund issued by Aberdeen Asset Management Life and Pensions Limited.

The fund invests in other Aberdeen managed funds. The top ten holdings listed reflect those of the underlying funds.

The value of any holding in other collective investment schemes managed by any subsidiary of Aberdeen Asset Management PLC is excluded for the calculation of management charges.

Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned.

Issued and approved on behalf of Aberdeen Asset Management Life and Pensions Limited by Aberdeen Asset Managers Limited which is authorised and regulated by the Financial Services Authority in the United Kingdom.

### Credit rating (%)

	Fund	Benchmark	Difference
AAA	96.1	100.0	(3.9)
A	0.7	–	0.7
BBB	1.0	–	1.0
BB or below	0.1	–	0.1
Cash	2.1	–	2.1
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	

Figures may not always sum to 100 due to rounding.

### Additional information

Fund type	Unit Linked Life Fund
Domicile	UK
Currency	GBP
Registered for sale	UK
Sector	UK Fixed Income
Deal closing time	10.00 am (UK)
Daily valuation point	10.00 am (UK)