

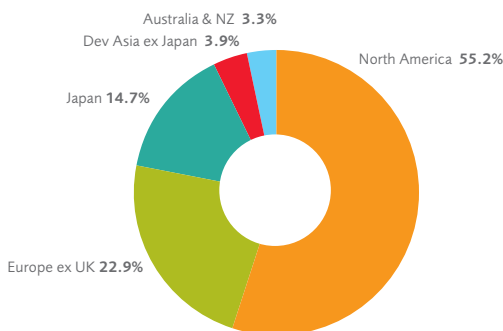
Prudential UBS Global Optimal fund (series 3)



Fund description

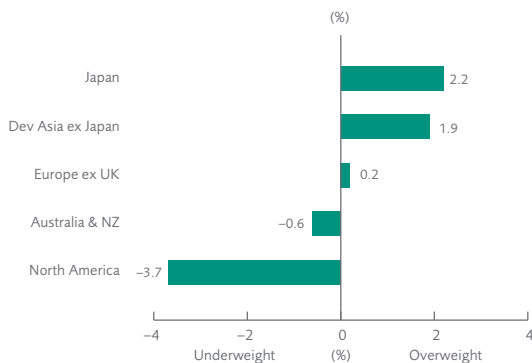
The fund is actively managed and aims to achieve long-term growth from a diversified portfolio (between 125 and 175 stocks) invested primarily in non-UK equities.

Fund breakdown



The asset mix is likely to vary in future.

Regional position vs benchmark



Source: UBS
All figures are as at 30 June 2009, unless otherwise stated.

Performance

Past performance of the fund over each of the last 5 years to the end of June.

	30/06/08 – 30/06/09	30/06/07 – 30/06/08	30/06/06 – 30/06/07	30/06/05 – 30/06/06	30/06/04 – 30/06/05
Global Optimal fund series 3	-10.5	-14.4	11.5	10.5	12.8
Benchmark	-13.5	-9.1	14.1	13.4	11.2

Source: UBS and Prudential. *annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

Key facts

Underlying fund size	£19.2m
Number of holdings	80
Underlying fund launch date	01/07/2002
Portfolio Manager	Nick Melhuish
Benchmark	MSCI World ex-UK
Investment Style	Active/Price: Intrinsic value
Sedol code (series 3)	3420081
Performance Objective	Long-term capital growth through active management

Commentary

Markets rallied substantially during the quarter as investor sentiment turned positive, reflecting signs of improvement in consumer and business confidence around the world.

The largest positive contributor to performance over the period was the Fund's overweight holding in New World Development, the Hong Kong real estate developer. During the quarter, brokers took a more favourable stance towards the sector, raising price forecasts amid expectations that demand will continue to recover into the latter part of 2009.

The second largest contributor to performance over the month was the Fund's overweight holding in Nomura Holdings, a Japanese financial holding company.

The largest detractor from performance over the quarter was an overweight holding in Sempra Energy. The Fund's second largest detractor from performance over the quarter, was an overweight holding in Allergan. The company announced a fall in first quarter profits of 59%, however, we still believe the company is one of the best run pharmaceuticals with an enviable mix of high growth businesses.

Despite near term headwinds and recent price rises, we believe that markets remain attractively valued. We will continue to take advantage of the expected ongoing volatility in share prices to focus the Fund on the most attractively valued, high conviction stocks.

Past performance of the fund to 30 June 2009.

	Quarter	1 Year*	3 Years*	5 Years*
Global Optimal fund series 3	8.4	-10.5	-5.1	1.3
Benchmark	4.9	-13.5	-3.5	2.5

Prudential UBS Global Optimal fund (series 3)

Prudential risk rating

Medium to Higher

What type of funds are in this risk category?

These funds offer a diverse geographical spread of equity investment. The funds within this category will have greater overseas exposure and underlying volatility than the "medium" sector.

What is the risk rating?

- ▶ This risk rating reflects the expected short-term volatility in the fund's value.
- ▶ Risk ratings have been developed by Prudential for this fund. They should not be viewed as generic descriptions across the fund management industry. The ratings are reviewed periodically and may change in the future.
- ▶ There are a variety of investment risks facing a scheme member during pension scheme membership including inflation, changing annuity costs and volatility in fund values. The importance of each type of risk will vary from person to person and from time to time.
- ▶ You should discuss the investment risks and the appropriateness of this risk rating with an investment professional.

Important information

Who manages the funds?

All of the series 3 funds are Prudential funds.

Prudential Assurance Company Limited through Prudential Pensions Limited purchased units in retail funds managed by UBS Global Asset Management Funds Limited. UBS Global Asset Management Funds Limited is a subsidiary of UBS AG.

How are the fund prices calculated?

The series 3 funds operate on a single swinging price basis. The pricing basis on which units in the fund are transacted is dependent upon the cash flow into/out of the fund. This is also the price that is published.

What is the dealing cycle?

The Pensions series 3 fund range is forward priced which means that the unit price is set after money is invested.

Funds managed by UBS have a dealing cycle of T+1. This means that money received on day T buys units at the valuation date price applicable at close of business 1 day later.

Who is this factsheet for and what does it do?

This factsheet is intended for the trustees, sponsors, advisers and members of occupational pension schemes using Prudential group pension contracts and Prudential grouped personal pensions and Stakeholder pension contracts. Its purpose is to shed some light on how investment markets and funds have performed over the period and is provided for information only. If you are not familiar with any of the investment terminology included on this factsheet, then please contact an adviser.

Can I get advice?

This factsheet should not be considered as a financial promotion and any changes to investment arrangements should be discussed with an adviser. It is not our intention to give an indication of how any particular funds will perform in the future. The commentary in this factsheet reflects the general views of the individual fund manager and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

How are the performance figures calculated?

Performance is measured on an offer price to offer price basis.

For the purposes of comparison with the benchmark we have used unit prices with the closest valuation point to that of the benchmark, taking into consideration the relevant dealing cycle.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to www.pru.co.uk/fundprices and choose "Pension Funds" and then select Group Pensions (series 3).

Are all of the funds available to me?

Not all of the funds are available for every DC product.

If you are in any doubt as to which funds you are invested in, please contact your pensions department (for scheme members), usual Prudential contact (for trustees and advisers) or refer to the "Key Features Appendix" for the scheme.

Other important information

Exchange Rate Risk – exchange rate fluctuations may cause the Sterling values of overseas investments to rise or fall.

Retirement has more potential with

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