

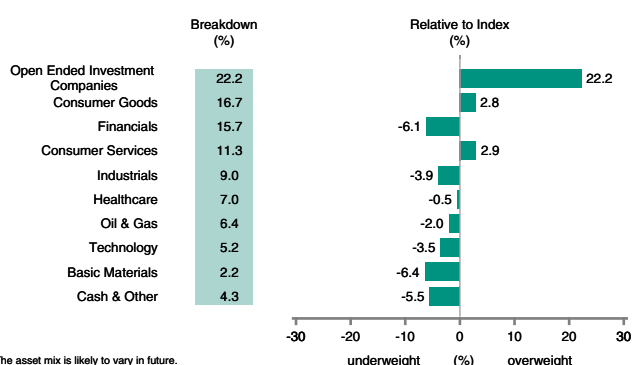
# Prudential Baillie Gifford Overseas Equity fund (Series 3)



## Fund description

The investment strategy of the fund is to purchase units in the Baillie Gifford Overseas Equity Pension Fund. This fund invests in international equities (excluding the UK) primarily through direct investment in listed securities with the aim of achieving capital growth. The objective of the fund is to outperform its benchmark (a mix of FTSE and MSCI indices) by 1.5% - 2% per year (before charges) over rolling 3-year periods.

## Sector position vs benchmark



## Key facts

Underlying fund size	£280m
Number of holdings	95
Underlying fund launch date	23/03/2001
Portfolio Manager	Team Approach
Benchmark	Mix of FTSE and MSCI Indices
Investment Style	Active
Sedol code	3420199
Performance Objective	To outperform the benchmark by 1.5% - 2% per year (before charges) over rolling 3-year periods.

## Commentary

Globally, stockmarkets have been very weak recently as investors' confidence in the authorities' ability to cope has fallen. However, significant parts of the global economy are still growing strongly and many companies remain resilient.

Despite the market's flight from risk, the fund has performed relatively well. Long term numbers remain very healthy.

Overall the portfolio is dominated by well-financed businesses, the growth prospects of which depend largely on demand from the robust half of the global economy and on being able to capitalise on the technological and other changes sweeping the world.

## Top holdings

	%
1 Baillie Gifford Em Lead Co fund	13.4
2 Baillie Gifford Emerging Mkts Gwth fund	7.1
3 Svenska Handelsbanken	2.5
4 Nestlé	2.4
5 Apple	2.0
6 Investor B	2.0
7 Total	2.0
8 Roche Holdings	1.8
9 O'Reilly Automotive	1.8
10 Baillie Gifford Japanese Smaller Cos fund	1.7

The asset mix is likely to vary in the future.

Source: Baillie Gifford  
All figures are as at 30 September 2011, unless otherwise stated.

## Performance

### Past performance of the fund over each of the last 5 years to the end of September

	30/09/06 - 30/09/07	30/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11
Baillie Gifford Overseas Equity fund	12.6	-16.1	18.2	13.8	-3.0
Benchmark	13.3	-16.0	14.0	6.9	-6.5

### Past performance of the fund to 30 September 2011

	Quarter	1 Year*	3 Years*	5 Years*
Baillie Gifford Overseas Equity fund	-13.1	-3.0	9.3	4.3
Benchmark	-15.8	-6.5	4.4	1.6

Source: 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.

# Prudential Baillie Gifford Overseas Equity 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?

- › These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by the fund. Other companies may use different descriptions and as such these risk ratings should not be considered as generic across the fund management industry.
- › We regularly review our fund risk ratings, so they may change in the future. If, in our view, there is a material change in the fund's level of risk, for example due to a significant change to the assets held by the fund or in the way the fund is managed, we will provide information on the new risk rating. We recommend that you make sure you understand the risk rating of any fund before you invest. You will find this information at [www.pru.co.uk/factsheets](http://www.pru.co.uk/factsheets)
- › You should also consider discussing your decision and the appropriateness of a fund's risk rating with an adviser.

## Important information

### 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 provide an insight into 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 financial advice 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.

### Who manages the funds?

This fund is managed by Baillie Gifford.

### How are the performance figures calculated?

The performance shown overleaf is measured on the fluctuation of the daily published price. This published price is adjusted to accommodate the fund's dealing cycle where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to [www.pru.co.uk/funds](http://www.pru.co.uk/funds) and choose 'Prudential Corporate Pension Fund Prices' then filter on (Series 3).

### How are the fund prices calculated?

This fund operates on a single swinging price basis, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has 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.

### Other important information

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.

