

# Prudential BGI Aquila All Stocks Corporate Bond Index fund (series 3)

BARCLAYS GLOBAL INVESTORS

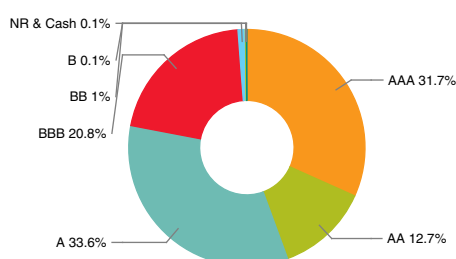
## Fund description

This fund invests in investment grade corporate bonds denominated in Sterling. The fund aims to achieve a return consistent with the iBoxx Sterling Non-Gilts Index. This index covers the broad spectrum of investment grade corporate bonds in issue.

## Key facts

Underlying fund size	£3,748m
Number of holdings	3
Underlying fund launch date	29/02/2000
Portfolio Manager	Team Approach
Benchmark	iBoxx Sterling Non-Gilts Index
Investment Style	Passive
Sedol code	B08ZTP4
Performance Objective	To replicate the performance of its benchmark

## Fund Breakdown



## Commentary

The fund participated in 35 new issues over the quarter, including issues from GenFinance, Telefonica, Marks & Spencer and Coventry Building Society.

The fund is neutral to benchmark duration. Benchmark duration at quarter end was 6.63 years. The fund tracked to within its tolerance during the quarter.

## Top Holdings

	%
1 BGI Aquila Life 5 to 15yrs UK Corp Bond Index fund	41.4
2 BGI Aquila Life up to 5yrs Corp Bond fund	31.3
3 BGI Aquila Life Corp Bond Index fund over 15yrs	27.3

Source: BGI  
All figures are as at 31 December 2009, unless otherwise stated.

## Performance

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

	31/12/08 - 31/12/09	31/12/07 - 31/12/08	31/12/06 - 31/12/07	31/12/05 - 31/12/06	31/12/04 - 31/12/05
BGI Aquila All Stocks Corporate Bond Index	10.7	-3.0	2.2	1.0	N/A
Benchmark	10.8	-4.1	1.8	0.7	N/A

### Past performance of the fund to 31 December 2009

	Quarter	1 Year*	3 Years*	5 Years*
BGI Aquila All Stocks Corporate Bond Index	0.3	10.7	3.2	N/A
Benchmark	0.5	10.8	2.7	N/A

Source: Prudential and Financial Express. \*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.

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## Prudential risk rating

### Lower to Medium

#### What type of funds are in this risk category?

Some of these funds invest in fixed interest securities, predominantly corporate bonds, with higher yielding corporate bonds placed towards the top end of this range as they carry higher default risk. The other funds in this category invest in a wide range of assets which help to provide risk diversification.

## What is the risk rating?

- Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within 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.
- Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. You will find this information at [www.pru.co.uk](http://www.pru.co.uk).
- You should also consider discussing your decision and the appropriateness of this 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 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.

### Who manages the funds?

This fund is managed by Barclays Global Investors, a subsidiary of Barclays Bank plc

### 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 <http://www.pru.co.uk/funds/series/> and choose 'Pension Funds' and then select Prudential Corporate Pensions (Series 3).

### How are the fund prices calculated?

This fund has a single price, 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?

Funds managed by BGI have a dealing cycle of T+2. This means that money received on day T buys units at the valuation date price applicable at close of business 2 days later.

### Other important information

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

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