

Fund Guide

Flexible Retirement Plan
(Personal Pension and Income Drawdown with SIPP Options)

Contents

Flexible Retirement Plan Fund Guide	3
Using this Fund Guide – Potential Reward and Risk	4
‣ Risk Types	5
‣ Association of British Insurers (ABI) Sector Definitions	8
‣ Potential Reward and Risk Indicator	11
Fund Information	12
‣ Important Explanations	12
‣ Funds, ABI Sectors, Risk Types, Risk Indicator & Annual Management Charges	14
‣ Prudential Multi-Asset Funds	22
‣ Prudential Dynamic Portfolios	23
‣ The PruSelect Range	25
‣ Additional Fund Choice	36
SIPP Options	40
Lifestyle Options	41

Flexible Retirement Plan Fund Guide

In this fund guide you will find information on the funds available through the Flexible Retirement Plan, including their objectives, risks, and fund costs.

It's very important that you clearly understand the risks associated with any fund you may wish to invest in. This guide aims to help you and your Financial Adviser understand the potential reward and risks associated with each of our funds.

Fund Choice

By offering a wide selection of funds we aim to give you a choice from a range of fund management companies and different types of investments.

The funds available are listed in four categories:

- Prudential Multi-Asset Funds: managed by Prudential and have the ability to invest in a wide range of asset types
- Prudential Dynamic Portfolios: multi-asset portfolios from Prudential, giving you access to a unique combination of experts.
- PruSelect Range: funds from a range of different fund management companies with differing investment objectives and styles, selected by Old Broad Street Research, an independent fund research company
- Additional Fund Choice: other funds you can choose which are made available by Prudential

We would recommend that you discuss fund selection with your Financial Adviser.

Using this Fund Guide – Potential Reward and Risk

The assets of a fund will have a significant effect on the performance of your investment.

Generally, the higher the potential returns, the higher the risk.

To help you and your adviser assess the potential level of risk and reward of our funds we've included in this guide:

- Risk Types – information on the risks applicable with different types of assets
- Association of British Insurers (ABI) Sector Definitions – details on industry recognised fund categories
- Potential Reward and Risk Indicator – a Prudential view on the potential reward and risk that different asset types might offer.

Pages 5 to 10 give more information about each of these categories. From pages 14 to 21 we've indicated what these mean for each of our funds.

Please note

The information in this guide aims to help you and your adviser understand the potential level of risk and reward that is attributable to our funds. However, these are Prudential views based on the type of assets which may be held within the fund.

The information in this guide may not take account of current market conditions or other short-term fund specific changes. Up to date information on each of our funds can be found on www.pru.co.uk.

Risk Types

We have categorised these risks in line with the major asset types and investment styles used (see Risk Types on the following pages). There are many types of risk and when assessing funds we have grouped some that are not covered by the main headings as "Other". Generally, the higher the potential returns, the higher the risk.

There are four main types of assets to consider:

- › Equities
- › Fixed interest and index-linked securities
- › Commercial property
- › Money Market

To try and reduce the risk of losing money many funds hold a broad range of different types of assets. This means that you are not relying on the performance of an individual asset, nor of assets of the same type. This practice is known as diversification.

For any fund, there may be a delay in buying, selling or switching of units. These delays will only apply in exceptional circumstances and if this applies to you, we will let you know. For more information, please refer to your Technical Guide which you can get from your Financial Adviser or can be found on www.pru.co.uk/frp

Equity

Equities are commonly known as "shares". When a fund buys a company share, it is investing in a company and, in exchange, receives a share of the ownership of that company. Shares give two potential investment benefits:

- › share prices increase as the value of the company increases
- › companies pay dividends – regular payments made to shareholders based on how well the company is doing.

Over the longer-term, equities are considered by many investment experts to offer greater growth potential than many other asset types. But over the short term, the value of equities can go up and down a lot. Funds investing in equities tend to carry a higher risk of capital loss than funds investing in fixed interest securities or money market investments (see below). The financial results of other companies and general stock market and economic conditions can all affect a company's share price, and consequently the value of any fund investing in that company.

Where a fund invests significantly in equities, we have rated the fund as having a risk type of "Equity".

Fixed Interest and Index-Linked Securities

Fixed interest securities, more commonly known as "bonds", are loans issued by companies or by governments in order to raise money. Bonds issued by companies are called Corporate Bonds, those issued by the UK government are often called Gilts or UK Government Bonds and those issued by the US government are called Treasury Bonds. In effect all bonds are IOUs that promise to pay you a sum on a specified date and pay a fixed rate of interest along the way.

Index-linked securities are similar but the payments out are normally increased by a price index e.g. for UK government index-linked securities, payments out are increased in line with the UK Retail Price Index.

On the whole, investing in bonds is seen as lower-risk than investing in equities. Gilts are very low-risk. To date, no UK government has ever failed to pay back money owed to investors. But with corporate bonds there is a risk that the company may not be able to repay its loan or that it may default on its interest payments.

The risks related to investing in bonds can be reduced if you invest through a bond fund. Where a fund manager selects a range of bonds, you are less reliant on the performance of any one company or government. If bond income generated is reinvested by the fund, bond funds can be used to provide attractive levels of growth. However, there is a risk you might not get back the amount you invest and the income you receive is neither fixed or guaranteed.

Corporate and Government bonds are sensitive to interest rate trends. An increase in interest rates is likely to reduce their value, and hence the value of any fund investing in them.

Where a fund is exposed to this risk, we have rated the fund as having a risk type of "Fixed Interest".

Risk Types – continued

Commercial Property

Commercial property investment generally means the fund is sharing in the returns from the ownership of some buildings (for example, offices and shopping centres). The value of the property may increase and tenants may pay rent to the owners of the building.

However, commercial properties can be difficult to buy and sell quickly. Fund managers may have to delay withdrawal of money by customers from a property fund until they can sell some of the buildings the fund invests in.

The actual value of a property is what someone is prepared to pay for it – an actual sale value. As sales are infrequent, interim valuations are based on a valuer's opinion and may be revised up or down from time to time. This can affect the value of a fund invested in commercial property, with the value possibly fluctuating significantly.

This leads to a number of risks for funds investing in property:

- › Cash could remain uninvested as property assets can be difficult to buy, leading to lower returns than expected.
- › The value of the fund may be reduced if a large number of withdrawals are requested and it is necessary for properties to be sold at reduced prices.
- › There may be delays removing your money from the fund if property cannot be sold.
- › Property fund valuations may be revised periodically, upwards or downwards.
- › Rental income is not guaranteed. Defaulted rent and unoccupied properties could reduce returns.
- › If the size of the fund falls significantly, the fund may have to hold fewer properties, and this reduced diversification may lead to an increase in risk.

Where a fund is exposed to these risks, we have rated the fund as having a risk type of "Property".

Currency Risk and Overseas Investments

Overseas investments allow you to take advantage of the growth potential of markets outside of the UK, but currency changes can affect the value of overseas investments. Because the value of overseas investments is converted from local currency into pounds (Sterling), the Sterling value can fall if the local currency weakens against Sterling, independent of the performance of the asset itself.

Where a significant proportion of a fund is invested in non-Sterling assets, we have rated the fund as having a risk type of "Currency".

Smaller Companies and Developing Markets

In comparison to larger companies, shares of smaller companies may be harder to trade and short-term performance may be more volatile. There may also be more chance the companies will become insolvent. Funds which invest in small companies can have volatile returns and a greater risk of capital loss.

Some investments are in markets which are less developed than the UK market. In such markets, the ability to trade, and the safe keeping of assets on behalf of the fund, and especially regulation may all be poorer than in well-developed markets. This means increased risk for your investment.

Where a fund has these types of risk, we have rated it as having a risk type of "Smaller Companies and Developing Markets".

Financial Instruments

There are several financial arrangements that fund managers can use to improve fund performance. Some of the most common are:

Derivatives: These cover products such as futures and options which are generally an arrangement to buy or sell a standard quantity of a specified asset on a fixed future date at a price agreed today. This type of investment may carry a higher risk of capital loss than funds investing in other assets. Sometimes in the event of a counterparty to a derivative (the party with which the fund manager has made the agreement about future deals) being in financial difficulties, it may be difficult to obtain a price for valuations or for the investment manager to dispose of the asset – that creates risk to the value of the fund. There is a risk of capital loss in the event of the counterparty to the derivative becoming insolvent or suffering other financial difficulties. In such circumstances the derivative may have no value.

Geared Assets: Funds that are geared or borrow assets or which use short-selling are likely to be more volatile than other funds and there is a higher risk of capital loss.

Where a fund could be exposed to these types of risk, we have rated it as having a risk type of "Financial Instruments".

Other

We have rated a number of funds as having a risk type of "Other".

- ▶ In addition to the risks and characteristics of the individual asset types, specialist investments have other features that are unique to where they invest.

Specialist funds invest in particular markets or geographical areas. Because they invest in a smaller range of asset types, they tend to be more risky than non-specialist funds, but can deliver greater returns.

- ▶ Ethical funds are restricted from investment in certain companies due to the criteria used to select investments for the fund. This may mean that the returns from the fund are more volatile than funds which do not have these restrictions.
- ▶ The fund may have investment concentrated in relatively few individual assets. Therefore, returns from the fund can be significantly influenced by the performance of a small number of individual holdings and may be more volatile than funds with a wider spread of underlying assets.
- ▶ Some funds keep a proportion of your money in cash deposits and other money market investments. Over the long-term, money market investments usually offer the lowest risk of all asset types but also the lowest potential returns. Some funds hold money market investments because they are aiming for security more than substantial growth. Others hold just enough in cash deposits to make sure money is available for customer withdrawals. Over the long term, money market investments can be a low risk asset type but may also produce low returns compared to other asset types.

A money market investment is at risk if any of the banks, building societies or other financial institutions with whom the fund's money is deposited becomes insolvent or suffers other financial difficulties. In such circumstances, the money deposited with that institution may not be returned in full. Some money market investments will be affected if interest rates rise, leading to a drop in value of any fund holding them.

- ▶ The fund may offer some form of protection from downside risks for which there will be a charge and which will normally have an impact on long-term returns. The protection may be provided through the use of derivative contracts and this may give rise to counterparty risk and liquidity problems. The provision of the guarantees may result in a significant proportion of the fund being invested in cash and other lower risk investments.

Where a fund could be exposed to these types of risk, we have rated it as having a risk type of "Other".

Association of British Insurers (ABI) – Sector Definitions

The Association of British Insurers (ABI) is a trade body that represents the insurance industry. It maintains ranges of investment fund sectors to facilitate comparisons between similar funds. These sectors allow advisers and investors to make like-for-like comparisons between funds which invest in, or can potentially invest in, broadly comparable assets.

Each of our funds is matched against the relevant ABI sector so you can see in broad terms the type of assets that may be held by that fund.

Asia Pacific including Japan Equities

- › Funds which invest at least 80% of their assets in Asia Pacific equities and which include Japanese equities.
- › Asia Pacific includes all countries in the FTSE World Asia Pacific index.
- › Not to include funds which would otherwise qualify for the Japan Equity sector.

Asia Pacific excluding Japan Equities

- › Funds which invest at least 80% of their assets in Asia Pacific equities, but which normally hold no equities quoted on the Japanese stock market.
- › Asia Pacific includes all countries in the FTSE World Asia Pacific index.

Balanced (up to 85% Equity) Managed

- › Maximum of 85% total equity (including Preference Shares, Permanent Interest Bearing Shares and Convertibles).
- › Minimum of 40% total equity.
- › Minimum of 50% Sterling based assets (including fixed interest hedged back to Sterling).
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.

Cautious (up to 60% Equity) Managed

- › Maximum of 60% total equity (including Preference Shares, Permanent Interest Bearing Shares and Convertibles).
- › Minimum of 20% total equity.
- › Minimum of 60% Sterling based assets (including fixed interest hedged back to Sterling).
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.

Commodity/Energy

- › Funds that invest at least 80% of their assets in commodity and/or energy related securities.

Defensive (up to 35% Equity) Managed

- › Maximum of 35% total equity (including Preference Shares, Permanent Interest Bearing Shares and Convertibles).
- › No minimum equity requirement but managers' stated intention retains the right to invest in equities.
- › Minimum of 85% Sterling based assets (including fixed interest hedged back to Sterling).
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.

Distribution

- › Maximum of 60% total equity (including Preference Shares, Permanent Interest Bearing Shares and Convertibles).
- › Minimum of 20% total equity.
- › Minimum of 50% Sterling based assets (including fixed interest hedged back to Sterling).
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.

Europe excluding UK Equities

- › Funds which invest at least 80% of their assets in equities quoted on European stock markets, but which normally hold no equities quoted on the UK stock market.
- › Europe includes all countries in the FTSE World Europe/MSCI Europe indices.

Flexible (up to 100% Equity) Managed

- › Maximum of 100% total equity (including Preference Shares, Permanent Interest Bearing Shares and Convertibles).
- › No minimum equity requirement but managers' stated intention retains the right to invest up to 100% in equities.
- › Minimum of 20% Sterling based assets (including fixed interest hedged back to Sterling).
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.

Global Emerging Markets Equities

- › Funds which invest at least 80% of their assets in equities from emerging markets, as defined by the FTSE World Index Indices, without geographical restriction.

Global Equities

- › Funds which invest at least 80% of their assets in equities.
- › Funds must be invested in more than one equity region.
- › Not to include funds which would otherwise qualify for the Global Emerging Markets Equity sector.

Global Fixed Interest

- › Funds which invest at least 80% of their assets in non-UK broad investment grade fixed interest securities.
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds. Preference Shares, Permanent Interest Bearing Shares and Convertibles are not treated as fixed interest investments.

Global Property

- › Funds that invest at least 80% of their assets in direct property and property securities.
- › Minimum 50% non-UK assets.

Japan Equities

- › Funds which invest at least 80% of their assets in equities quoted on the Japanese stock market.

Money Market

- › Funds which invest at least 95% of their assets in Sterling (or hedged back to Sterling) money market instruments.
- › Money market instruments are defined as cash and near cash, such as bank deposits, certificates of deposit, and fixed interest securities within three months of maturity or floating rate notes.

North America Equities

- › Funds which invest at least 80% of their assets in equities quoted on United States and Canadian stock markets.

Protected/Guaranteed Funds

- › Funds, other than money market funds, which principally aim to provide a return of a set amount of capital back to the investor (either explicitly guaranteed or via an investment strategy highly likely to achieve this objective) plus some market upside.

Specialist

- › Funds that have an investment universe that is not accommodated by any of the other ABI sectors.
- › As funds in this sector do not meet any pre-set parameters, these should not be compared on a like-for-like basis.

Sterling Corporate Bond

- › Funds which invest at least 80% of their assets in Sterling-denominated (or hedged back to Sterling) broad investment grade corporate bond securities. This excludes Preference Shares, Permanent Interest Bearing Shares and Convertible Securities.

Sterling High Yield

- › Funds which invest at least 80% of their assets in Sterling-denominated (or hedged back to Sterling) fixed interest securities.
- › Funds which invest at least 50% of their assets in sub investment grade fixed interest securities.
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.
- › Preference Shares, Permanent Interest Bearing Shares and Convertibles are not treated as fixed interest investments.

Sterling Long Bond

- › Funds (used in conjunction with pension plans) with a specific objective for the movement in the value of units in a fund that is approximate to movements in annuity purchase prices.
- › Funds which invest at least 80% of their assets in Sterling-denominated (or hedged back to Sterling) long duration (10 years or more) broad investment grade fixed interest securities.

Sterling Other Fixed Interest

- › Funds with investment policy permitting significant changes in asset allocation between broad investment grade and sub-investment grade securities.
- › Funds which invest at least 80% of their assets in Sterling-denominated (or hedged back to Sterling) fixed interest securities.
- › Fixed interest defined as Government Sovereign Bonds and Corporate Bonds.
- › Preference Shares, Permanent Interest Bearing Shares and Convertibles are not treated as fixed interest investments.

UK All Companies

- › Funds which invest at least 80% of their assets in equities quoted on the UK stock market.
- › Funds have the primary objective of achieving capital growth or total return.

UK Direct Property

- › Funds that normally invest at least 80% of their assets in UK property. Managers may occasionally use Property Index Certificates or other property instruments for up to 20% property investment.
- › UK property defined as real estate located within the UK.

UK Equity Income

- › Funds which invest at least 80% of their assets in equities quoted on the UK stock market.
- › Net of tax yield on the underlying portfolio of at least 110% of the FTSE All-Share yield.

UK Gilts

- › Funds which invest at least 80% of their assets in UK Government securities (Gilts).

UK Index-linked Gilts

- › Funds which invest at least 80% of their assets in UK Index Linked Government securities (Index-Linked Gilts).

UK Property Securities

- › Funds that invest at least 80% of their assets in property securities quoted on the UK stock market and direct property located in the UK.
- › Property securities include real estate investment trusts, shares issued by companies that own, develop or manage direct property and Property Index Certificates.

UK Smaller Companies

- › Funds which invest at least 80% of their assets in equities quoted on the UK stock market which form the bottom 10% by market capitalisation.

Potential Reward and Risk Indicator

Investing is about balancing the risk you are comfortable with alongside the potential rewards that you want to achieve. Your attitude to investment risk is personal to you and may change in the future.

The table opposite can help illustrate this concept. It's not exhaustive, but covers a wide range of funds and investments and shows the general principle that, as the level for potential higher returns increases so does the level of risk. The following pages indicate how this relates to our funds.

The value of our funds may fluctuate. You may not get back the full amount of your investment.

These risk rating categories 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 rating categories should not be considered as generic to the fund management industry.

Prudential will keep the risk rating categories under regular review and as such they may be subject to change in the future. We recommend therefore that before making any fund choice in the future you ensure you understand the appropriate risk rating before making a decision. You will find this information in our Fund Guides, along with further information, at www.pru.co.uk. You should also consider discussing your decision with your adviser.

The information included in this guide is correct as at 25 January 2010.

Potential Reward and Risk Indicator	Types of Fund *
6 Higher	Single Country Equity Funds, International Equity Funds, Specialist Funds Higher
5	Flexible (Up to 100% Equities) Managed Funds Global Property Funds
4 Potential Rewards	Balanced (Up to 85% Equities) Managed Funds Direct Property Funds Global High Yield Funds
3	Cautious (Up to 60% Equities) Managed Funds Distribution Managed Funds Sterling High Yield Funds Global Fixed Interest Funds With-Profits Risks
2	Defensive (Up to 35% Equities) Managed Funds Sterling Fixed Interest Funds Corporate Bond Funds Protected/Guaranteed Funds
1 Lower	Money Market Funds Lower

* These are predominantly based on sector classifications by the Association of British Insurers (ABI). The description used may match an individual ABI sector name or be a Prudential suggested description for a grouping of similar sectors.
The only exception to this is 'With-Profits' which is not classified by the ABI.

Fund Information

Important explanations

› Overseas Investments

For the funds which can invest in overseas stocks or shares, not all the assets will be denominated in Sterling and the value of each of the funds could therefore be affected by prevailing exchange rates. Changes in the rate of exchange between currencies may cause the value of your investment to go down or up.

› The Fund Value

The value of an investment may fluctuate and is therefore not guaranteed. You may not get back the full amount of your investment.

For investments in the With-Profits Funds, the value of the Policy depends on how much profit the Funds make and how we decide to distribute it.

For PruFund Funds what you receive will depend upon the value of the underlying investments, the Expected Growth Rates set by the Prudential Directors having regard to the expected long term investment returns on the assets of the funds, the smoothing process, whether you have a guarantee and when you take your money out. The guarantee if applicable is applied to your plan on the guarantee date.

› How Funds Invest

Some of the Prudential funds listed in this guide may gain all or part of their investment exposure by investing in collective investment vehicles (e.g. Unit Trusts, Open Ended Investment Companies (OEICs)), derivatives or other investment vehicles, for which the aims and underlying assets are consistent with the objectives of the fund. These Prudential funds may hold an element of cash due to the short delay between new investments being received by the Prudential fund and being placed in the underlying investment(s), and this may have an impact on the performance of the Prudential fund when compared to the underlying investment(s).

› Annual Management Charge

The base AMC figures quoted are the basic Annual Management Charges. The actual Annual Management Charge applicable depends on the total funds under management held within the Flexible Retirement Plans (excluding self-invested funds and the holding account), years invested in the plan and level of fund related commission selected.

In general the AMC is taken by the deduction of 1/365th of the applicable Annual Management Charge, from the daily unit price of the relevant unit linked fund.

This differs slightly for With-Profits and PruFund. Please see page 14 for further details.

› Annual Management Charge (AMC) after Maximum Discount

The figures shown under this heading in the Fund Information tables take into account the maximum AMC discount that can be applied after the fund size and loyalty discounts.

1. Depending on the total value of your fund (excluding the Self-Invested Fund), we may apply a fund size discount.

The Annual Management Charge we apply to each fund will fluctuate as the value of your total fund (excluding the Self-Invested Fund) goes up or down.

2. We may apply a loyalty discount, which reduces the charge the longer you invest in the plan.

The discount you may receive depends on the period of continued investment in the Prudential Flexible Retirement Plan.

The loyalty discount does not apply to any investments held under the Self-Invested Fund. However, if these investments are transferred out of the Self-Invested Fund, and the money is reinvested in other funds within your plan, the period of continuous investment includes the period you were in the Self-Invested Fund.

Fund Information – continued

Any applicable discounts are applied once every month, depending on the date your plan started. This is known as the "monthly transaction date" (which may not be the same as the "due date" of your contributions). Depending on the value of your total fund and period of continual investment. At the monthly transaction date, we will adjust the Annual Management Charge by the following rates:

Period of investment	Discount applied
Under 5 years	NIL
5 – 9.99 years	0.05%
10 – 14.99 years	0.10%
15 – 19.99 years	0.20%
20 years and over	0.25%

Total Fund size	Discount applied
Under £25,000	NIL
£25,000 – £49,999.99	0.10%
£50,000 – £99,999.99	0.20%
£100,000 – £249,999.99	0.25%
£250,000 and over	0.30%

It is possible for both discounts to apply, and this maximum discount is reflected in the following Annual Management Charge after Maximum Discount figures. Please see your Key Features document for further details.

› Other Fund Charges

Where the underlying funds are Unit Trusts/OEICs these funds incur additional investment expenses, which include trustee fees, custodian charges and registrar fees. While we do not currently charge for these, in addition to our Annual Management Charge, we reserve the right to explicitly charge for the additional Unit Trust/OEIC expenses in future.

Charges may vary in future.

If you have any questions about the Flexible Retirement Plan, its charging approach or the fund choice then we recommend you speak to your Financial Adviser.

Funds, ABI Sectors, Risk Types, Risk Indicator and Annual Management Charges (correct as at 25 January 2010)

Funds	Association of British Insurers (ABI) Sector			
		Equity	Fixed Interest	Property
Prudential Multi-Asset Funds (see page 22 for more information)				
Prudential Cautious Managed Growth	Cautious (up to 60% Equities) Managed	X	X	X
Prudential Managed Defensive	Defensive (up to 35% Equities) Managed	X	X	X
Prudential PruFund Cautious	Unclassified	X	X	X
Prudential PruFund Protected Cautious	Unclassified	X	X	X
Prudential PruFund Growth	Unclassified	X	X	X
With-Profits	Unclassified	X	X	X
Prudential Dynamic Portfolios (see pages 23 – 24 for more information)				
Prudential Defensive Portfolio	Defensive (up to 35% Equities) Managed	X	X	X
Prudential Cautious Portfolio	Cautious (up to 60% Equities) Managed	X	X	X
Prudential Cautious Growth Portfolio	Cautious (up to 60% Equities) Managed	X	X	X
Prudential Balanced Portfolio	Balanced (up to 85% Equities) Managed	X	X	X
Prudential Adventurous Portfolio	Flexible (up to 100% Equities) Managed	X	X	X
The PruSelect Range (see pages 25 – 35 for more information)				
Aberdeen Emerging Markets	Global Emerging Markets Equities	X		
AEGON Ethical Equity	UK All Companies	X		
AEGON High Yield Bond	Sterling High Yield		X	
AEGON Investment Grade Bond	Sterling Corporate Bond		X	
AEGON Strategic Bond	Sterling Other Fixed Interest		X	
AEGON UK Opportunities	UK All Companies	X		
Artemis Capital	UK All Companies	X		
Artemis European Growth	Europe excluding UK Equities	X		
Artemis Global Growth	Global Equities	X		
Artemis High Income	Sterling Other Fixed Interest	X	X	
Artemis Income	UK Equity Income	X		
Artemis Strategic Bond	Sterling Other Fixed Interest		X	
Artemis UK Growth	UK All Companies	X		
Artemis UK Smaller Companies	UK Smaller Companies	X		
Artemis UK Special Situations	UK All Companies	X		
AXA Framlington Equity Income	UK Equity Income	X		
AXA Framlington Health	Specialist	X		
AXA Framlington UK Select Opportunities	UK All Companies	X		
Baillie Gifford High Yield Bond	Sterling High Yield		X	
BlackRock Gold & General	Commodity/Energy	X		
BlackRock UK	UK All Companies	X		
BlackRock UK Absolute Alpha	Unclassified	X		
BlackRock UK Smaller Companies	UK Smaller Companies	X		
BlackRock UK Special Situations	UK All Companies	X		
Cazenove UK Growth & Income	UK All Companies	X		
CIS Sustainable Leaders	UK All Companies	X		

Risk Types					Annual Management Charge (%)	
Currency	Smaller Companies and Developing Markets	Financial Instruments	Other	Potential Reward and Risk Indicator	Base Annual Management Charge	Annual Management Charge after Maximum Discount+
X	X	X		3	1.25	0.70
X			X	2	1.00	0.45
X	X	X	X	3	1.45*	0.90*
X	X	X	X	3	1.45*	0.90*
X	X	X	X	3	1.45*	0.90*
X	X	X	X	3	**	**
X	X			2	2.15	1.60
X	X			3	2.20	1.65
X	X			3	2.25	1.70
X	X			4	2.30	1.75
X	X			5	2.35	1.80
X	X			6	1.70	1.15
			X	6	1.70	1.15
X			X	3	1.45	0.90
X			X	2	1.70	1.15
X			X	3	1.70	1.15
			X	6	1.70	1.15
X				6	1.70	1.15
X				6	1.70	1.15
X	X			6	1.70	1.15
X		X	X	3	1.55	1.00
X		X		6	1.65	1.10
X		X	X	3	1.40	0.85
	X			6	1.65	1.10
	X			6	1.65	1.10
	X			6	1.65	1.10
	X			6	1.65	1.10
X	X		X	6	1.70	1.15
	X			6	1.80	1.25
X			X	6	1.70	1.15
X			X	3	1.45	0.90
X	X		X	6	1.80	1.25
				6	1.65	1.10
		X	X	6	1.80	1.25
	X			6	1.65	1.10
	X			6	1.60	1.05
				6	1.65	1.10
				6	1.65	1.10

* The Annual Management Charge for these Funds is taken by monthly cancellation of units from each investment.

** The Annual Management Charge of this fund is already taken into account when we calculate the bonus rates for our With-Profits Fund. For further details for this fund please refer to your Key Features document.

+ These figures reflect the maximum discount that can apply. Please see page 13 for further details.

Funds, ABI Sectors, Risk Types, Risk Indicator and Annual Management Charges (correct as at 25 January 2010) – continued

Funds	Association of British Insurers (ABI) Sector	Risk Types		
		Equity	Fixed Interest	Property
The PruSelect Range (see pages 25 – 35 for more information)				
Fidelity European	Europe excluding UK Equities	X		
Fidelity MoneyBuilder Income	Sterling Corporate Bond		X	
Fidelity South East Asia	Asia Pacific excluding Japan Equities	X		
First State Asia Pacific Leaders	Asia Pacific excluding Japan Equities	X		
First State Global Emerging Markets Leaders	Global Emerging Markets Equities	X		
Gartmore Cautious Managed	Cautious (up to 60% Equities) Managed	X	X	
Gartmore China Opportunities	Asia Pacific excluding Japan Equities	X		
Gartmore Emerging Markets Opportunities	Global Emerging Markets Equities	X		
Gartmore European Selected Opportunities	Europe excluding UK Equities	X		
GLG Japan Core Alpha	Japan Equities	X		
Henderson Preference and Bond	Sterling Other Fixed Interest	X	X	
Ignis Cartesian UK Opportunities	UK All Companies	X		
Invesco Perpetual Corporate Bond	Sterling Corporate Bond		X	
Invesco Perpetual Distribution	Cautious (up to 60% Equities) Managed	X	X	
Invesco Perpetual Global Bond	Global Fixed Interest		X	
Invesco Perpetual High Income	UK Equity Income	X		
Invesco Perpetual Income	UK Equity Income	X		
Invesco Perpetual Japanese Smaller Companies	Japan Equities	X		
Invesco Perpetual Monthly Income Plus	Sterling Other Fixed Interest		X	
Investec American	North America Equities	X		
Investec Capital Accumulator	Unclassified	X		
Investec Cautious Managed	Cautious (up to 60% Equities) Managed	X	X	
Investec Global Energy	Commodity/Energy	X		
Investec Global Free Enterprise	Global Equities	X		
Investec Sterling Bond	Sterling Fixed Interest		X	
JP Morgan Cautious Total Return	Cautious (Up to 60% Equities) Managed	X	X	
JP Morgan Europe Dynamic (ex UK)	Europe excluding UK Equities	X		
JP Morgan Europe Smaller Companies	Europe excluding UK Equities	X		
JP Morgan Natural Resources	Commodity/Energy	X		
Jupiter Emerging European Opportunities	Specialist	X		X
Jupiter European Special Situations	Europe excluding UK Equities	X		
Jupiter Financial Opportunities	Specialist	X	X	
Jupiter High Income	UK Equity Income	X	X	
Jupiter Income	UK Equity Income	X		
Jupiter Merlin Balanced Portfolio	Balanced (up to 85% Equities) Managed	X	X	
Jupiter Merlin Growth Portfolio	Flexible (up to 100% Equities) Managed	X	X	
Jupiter Merlin Income Portfolio	Cautious (up to 60% Equities) Managed	X	X	
Jupiter Merlin Worldwide Portfolio	Global Equities	X	X	
Jupiter UK Growth	UK All Companies	X		
Legg Mason US Smaller Companies	North America Equities	X		
M&G American	North America Equities	X		

Risk Types					Annual Management Charge (%)	
Currency	Smaller Companies and Developing Markets	Financial Instruments	Other	Potential Reward and Risk Indicator	Base Annual Management Charge	Annual Management Charge after Maximum Discount+
X	X			6	1.95	1.40
				2	1.35	0.80
X	X			6	2.20	1.65
X	X			6	1.75	1.20
X	X			6	1.80	1.25
			X	3	1.50	0.95
X	X			6	1.80	1.25
X	X			6	1.80	1.25
X				6	1.80	1.25
X				6	1.70	1.15
X		X	X	3	1.60	1.05
X				6	1.80	1.25
X		X		2	1.65	1.10
X		X	X	3	1.85	1.30
X				3	1.55	1.00
X	X	X	X	6	1.65	1.10
X	X	X	X	6	1.35	0.80
X	X			6	1.80	1.25
X		X	X	3	1.75	1.20
X				6	1.70	1.15
X		X	X	6	1.60	1.05
X				3	1.60	1.05
X			X	6	1.70	1.15
X	X			6	1.70	1.15
X			X	2	1.35	0.80
X		X	X	3	1.65	1.10
X				6	1.80	1.25
X	X			6	1.80	1.25
X			X	6	1.80	1.25
X	X		X	6	2.10	1.55
X				6	1.90	1.35
X			X	6	1.90	1.35
X				6	1.95	1.40
X			X	6	1.80	1.25
X	X	X	X	4	2.50	1.95
X	X	X	X	5	2.65	2.10
X		X	X	3	2.40	1.85
X	X	X	X	6	2.55	2.00
				6	1.95	1.40
X	X			6	1.90	1.35
X				6	1.45	0.90

+ These figures reflect the maximum discount that can apply. Please see page 13 for further details.

Funds, ABI Sectors, Risk Types, Risk Indicator and Annual Management Charges (correct as at 25 January 2010) – continued

Funds	Association of British Insurers (ABI) Sector	Risk Types		
		Equity	Fixed Interest	Property
The PruSelect Range (see pages 25 – 35 for more information)				
M&G Corporate Bond	Sterling Corporate Bond		X	
M&G Gilt & Fixed Interest Income	UK Gilt		X	
M&G Global Basics	Global Equities	X		
M&G Global Leaders	Global Equities	X		
M&G High Yield Corporate Bond	Sterling High Yield		X	
M&G Recovery	UK All Companies	X		
M&G Strategic Corporate Bond	Sterling Corporate Bond		X	
Martin Currie Asia Pacific	Asia Pacific excluding Japan Equities	X		
Martin Currie Japan	Japan Equities	X		
Martin Currie North American	North American Equities	X		
Neptune Balanced	Balanced (up to 85% Equities) Managed	X	X	
Neptune Global Alpha	Flexible (up to 100% Equities) Managed	X		
Neptune Global Equity	Global Equities	X		
Neptune Income	UK Equity Income	X		
New Star European Growth	Europe excluding UK Equities	X		
New Star High Yield Bond	Sterling High Yield		X	
New Star International Property	Specialist	X	X	X
Newton Balanced	Balanced (up to 85% Equities) Managed	X		
Newton Global Higher Income	Global Equities	X		
Newton Managed (OEIC)	Flexible (up to 100% Equities) Managed	X		
Old Mutual Corporate Bond	Sterling Corporate Bond		X	
Old Mutual UK Select Mid Cap	UK All Companies	X		
PSigma Income	UK Equity Income	X		
Schroder Gilt and Fixed Interest	UK Gilt		X	
Schroder Global Property Securities	Specialist	X		X
Schroder Income	UK Equity Income	X		
Schroder Tokyo	Japan Equities	X		
Schroder UK Alpha Plus	UK All Companies	X		
Schroder UK Mid 250	UK All Companies	X		
Schroder UK Smaller Companies	UK Smaller Companies	X		
Schroder US Mid Cap	North America Equities	X		
SWIP Multi Manager Diversity	Cautious (up to 60% Equities) Managed	X	X	X
SWIP Multi Manager Select Boutiques	Flexible (up to 100% Equities) Managed	X		
Thames River Balanced Managed	Balanced (Up to 85% Equities) Managed	X	X	
Thames River Global Boutiques	Global Equities	X		
Threadneedle American	North America Equities	X		
Threadneedle American Select	North America Equities	X		
Threadneedle Global Bond	Global Fixed Interest		X	

Risk Types					Annual Management Charge (%)	
Currency	Smaller Companies and Developing Markets	Financial Instruments	Other	Potential Reward and Risk Indicator	Base Annual Management Charge	Annual Management Charge after Maximum Discount+
				2	1.15	0.60
X				2	1.25	0.70
X				6	1.45	0.90
X				6	1.45	0.90
X			X	3	1.25	0.70
	X		X	6	1.45	0.90
				2	1.40	0.85
X	X			6	1.85	1.30
X				6	1.80	1.25
X				6	1.85	1.30
X	X		X	4	1.85	1.30
X	X		X	5	1.90	1.35
X	X		X	6	1.80	1.25
X			X	6	1.70	1.15
X			X	6	1.90	1.35
X			X	3	1.65	1.10
X	X		X	6	1.95	1.40
X		X	X	4	1.25	0.70
X	X		X	6	1.70	1.15
X				5	1.70	1.15
X		X		2	1.50	0.95
			X	6	1.75	1.20
				6	1.80	1.25
				2	1.40	0.85
X			X	6	1.75	1.20
			X	6	1.70	1.15
X	X			6	1.70	1.15
			X	6	1.70	1.15
			X	6	1.70	1.15
	X			6	1.70	1.15
X	X		X	6	1.85	1.30
X		X	X	3	2.30	1.75
X			X	5	2.70	2.15
X		X		4	3.30	2.75
X	X		X	6	2.55	2.00
X				6	1.80	1.25
X			X	6	1.80	1.25
X				3	1.70	1.15

+ These figures reflect the maximum discount that can apply. Please see page 13 for further details.

Funds, ABI Sectors, Risk Types, Risk Indicator and Annual Management Charges (correct as at 25 January 2010) – continued

Funds	Association of British Insurers (ABI) Sector	Risk Types		
		Equity	Fixed Interest	Property
Additional Fund Choice (see pages 36 – 39 for more information)				
Prudential 95% Safeguard	Protected/Guaranteed Funds	X		
Prudential Cash	Money Market		X	
Prudential Cautious UK Managed	Cautious (up to 60% Equities) Managed	X	X	
Prudential Corporate Bond	Sterling Fixed Interest		X	
Prudential Equity	UK All Companies	X		
Prudential Equity Income	UK Equity Income	X		
Prudential Ethical	UK All Companies	X		
Prudential European	Europe excluding UK Equities	X		
Prudential Fixed Interest	UK Gilt		X	
Prudential International	Global Equities	X		
Prudential Japanese	Japan Equities	X		
Prudential Managed	Balanced (up to 85% Equities) Managed	X	X	
Prudential Managed Distribution	Cautious Managed	X	X	
Prudential North American	North America Equities	X		
Prudential Pacific Markets	Asia Pacific excluding Japan Equities	X		
Prudential Property	UK Direct Property			X
Prudential Small Companies	UK Smaller Companies	X		
Invesco Perpetual Managed	Flexible (up to 100% Equities) Managed	X		
M&G Managed Growth	Flexible (up to 100% Equities) Managed	X		
M&G UK Growth	UK All Companies	X		
M&G UK Select	UK All Companies	X		
Newton Higher Income	UK Equity Income	X		
Newton International Growth	Global Equities	X		
Newton Managed	Flexible (up to 100% Equities) Managed	X		
Old Mutual Japanese Select	Japan Equities	X		

Risk Types					Annual Management Charge (%)	
Currency	Smaller Companies and Developing Markets	Financial Instruments	Other	Potential Reward and Risk Indicator	Base Annual Management Charge	Annual Management Charge after Maximum Discount+
		X	X	2	1.00	0.45
			X	1	1.00	0.45
				3	1.00	0.45
				2	1.00	0.45
				6	1.00	0.45
				6	1.00	0.45
			X	6	1.00	0.45
X				6	1.00	0.45
				2	1.00	0.45
X				6	1.00	0.45
X				6	1.00	0.45
X				4	1.00	0.45
X				3	1.00	0.45
X				6	1.00	0.45
X				6	1.00	0.45
				4	1.00	0.45
	X			6	1.00	0.45
X				5	1.35	0.80
X				5	1.15	0.60
				6	1.45	0.90
			X	6	1.45	0.90
				6	1.15	0.60
X	X			6	1.40	0.85
X	X			5	1.15	0.60
X				6	1.75	1.20

+ These figures reflect the maximum discount that can apply. Please see page 13 for further details.

Prudential Multi-Asset Funds

Multi-Asset funds work by spreading your money across a number of different types of assets. These can include a number of investment options, such as company shares, fixed interest bonds, cash and property – from both the UK and abroad.

By investing in a number of different assets the fund manager aims to balance the risk that is being taken. So if one asset is falling in value then another may be increasing. Of course there could be times when all the assets in the fund are either rising or falling in value depending on the market conditions at that time.

Cautious Managed Growth

The Fund's objective is to deliver long term total return (the combination of income and growth of capital). The fund aims to achieve its objective through asset allocation unconstrained by any benchmark. The fund may invest globally either directly or via other collective investment schemes in assets including transferable securities, debt instruments, money market instruments, cash, near cash, deposits, equities, derivatives, and indirectly in property. Derivative instruments may be used for both investment purposes and efficient portfolio management. The Fund will invest no more than 60% of the portfolio in equities.

Managed Defensive

The Fund's objective is to deliver long term total return (the combination of income and growth of capital) with a bias towards income. The Fund aims to achieve its objective through asset allocation unconstrained by any benchmark. The Fund may invest either directly or via other collective investment schemes in assets including transferable securities, debt instruments, money market instruments, cash, near cash, deposits, equities, derivatives, and indirectly in property. Derivative instruments may be used for both investment purposes and efficient portfolio management. The Fund will invest no more than 35% of the portfolio in equities. Assets held will predominantly be denominated in Sterling.

PruFund Cautious[†] and PruFund Protected Cautious[†]

The Fund aims for steady and consistent growth through a cautious approach to investing. The Fund currently invests around 70% in a well diversified portfolio of fixed interest securities and holdings of cash and money market instruments. The balance is invested in UK and international shares, property and alternative assets.

PruFund Growth[†]

The Fund aims to maximise growth over the medium to long term by investing in shares, property, fixed interest and other investments. The Fund currently invests in UK and international equities, property, fixed interest securities, index-linked securities and other specialist investments.

With-Profits^{†^}

The Fund aims to maximise growth over the medium to long term by investing in shares, property, fixed interest and other investments. The Fund currently invests in UK and international equities, property, fixed interest securities, index-linked securities and other specialist investments.

[†] These funds are all invested in the Prudential With-Profits Fund. The funds aim to protect investors against some of the ups and downs of investment performance using "smoothing" mechanisms. However, there are significant differences in the way this is done for With-Profits compared to PruFund funds. Please refer to Your With-Profits Plan – A guide to how we manage the Fund (document reference WPGB0027 for With-Profits and WPGB0031 for PruFund) for more information. The returns on the With-Profits Fund and the PruFund funds may differ due to the smoothing process used and differences in the asset mix or the fund objectives.

[^] There is a charge to pay for the guarantees the With-Profits Fund supports. Please refer to your Key Features document for more information.

^{*} PruFund Protected Cautious differs from PruFund Cautious as it provides a guarantee for which there is a charge. Again, please refer to your Key Features document for more information.

Prudential Dynamic Portfolios

Portfolios work by investing in various types of assets, through a collection of funds managed by different expert fund managers.

When managing these Dynamic Portfolios our Portfolio Management Group work within M&G Investment Management Limited, part of the Prudential Group. They will actively manage the portfolio asset allocations and buy and sell underlying funds as selected and then recommended to them by the independent fund research company, Old Broad Street Research.

These portfolios are each a single fund choice, although each portfolio will invest in a number of underlying funds.

Prudential Defensive Portfolio

The investment strategy of the Prudential Defensive Portfolio is to purchase shares in the Prudential Unit Trusts Ltd Prudential Defensive Portfolio, an OEIC. The objective of the Prudential Unit Trusts Ltd Prudential Defensive Portfolio is to achieve long-term total return (the combination of income and growth of capital). It is an actively managed portfolio investing mainly in collective investment schemes in order to provide a well diversified exposure to global fixed income and variable rate assets, cash, deposits, warrants, money market investments, equities and/or immovable property. Typically the Fund will have a high exposure to lower risk assets such as fixed income assets, cash, deposits, warrants and money market investments with no more than 30% of the Fund being invested in schemes whose predominant exposure is to equities.

Prudential Cautious Portfolio

The investment strategy of the Prudential Cautious Portfolio is to purchase shares in the Prudential Unit Trusts Ltd Prudential Cautious Portfolio, an OEIC. The objective of the Prudential Unit Trusts Ltd Prudential Cautious Portfolio is to achieve long-term total return (the combination of income and growth of capital). It is an actively managed portfolio investing mainly in collective investment schemes in order to provide a well diversified exposure to global fixed income and variable rate assets, cash, deposits, warrants, money market investments, equities and/or immovable property. Typically the Fund will have a bias towards lower risk assets such as fixed income assets, cash, deposits, warrants and money market investments but will always have some exposure to equities, with between 10% and 40% of the Fund being invested in schemes whose predominant exposure is to equities.

Prudential Dynamic Portfolios – continued

Prudential Cautious Growth Portfolio

The investment strategy of the Prudential Cautious Growth Portfolio is to purchase shares in the Prudential Unit Trusts Ltd Prudential Cautious Growth Portfolio, an OEIC. The objective of the Prudential Unit Trusts Ltd Prudential Cautious Growth Portfolio is to achieve long-term total return (the combination of income and growth of capital). It is an actively managed portfolio investing mainly in collective investment schemes in order to provide a well diversified exposure to global fixed income and variable rate assets, cash, deposits, warrants, money market investments, equities and /or immovable property. From time to time, however, the Fund may have a high exposure to equities and/or fixed income assets, with between 20% and 55% of the Fund being invested in schemes whose predominant exposure is to equities.

Prudential Balanced Portfolio

The investment strategy of the Prudential Balanced Portfolio is to purchase shares in the Prudential Unit Trusts Ltd Prudential Balanced Portfolio, an OEIC. The objective of the Prudential Unit Trusts Ltd Prudential Balanced Portfolio is to achieve long-term total return (the combination of income and growth of capital). It is an actively managed portfolio investing mainly in collective investment schemes in order to provide a well diversified exposure to global equities, fixed income and variable rate assets, immovable property and/or cash, deposits, warrants and money market investments. Typically the Fund will have a bias towards assets providing potential for growth, such as equities, with between 40% and 80% of the Fund being invested in schemes whose predominant exposure is to equities.

Prudential Adventurous Portfolio

The investment strategy of the Prudential Adventurous Portfolio is to purchase shares in the Prudential Unit Trusts Ltd Prudential Adventurous Portfolio, an OEIC. The objective of the Prudential Unit Trusts Ltd Prudential Adventurous Portfolio is to achieve long-term total return (the combination of income and growth of capital). It is an actively managed portfolio investing in collective investment schemes in order to provide a well diversified exposure to global equities, fixed interest and variable rate assets, immovable property and/or cash, deposits, warrants and money market investments. Typically the Fund will have a high exposure to assets providing potential for growth, such as equities, with between 60% and 100% of the Fund being invested in schemes whose predominant exposure is to equities.

The PruSelect Range

The following funds have been chosen by Old Broad Street Research (OBSR), an independent fund research company.

OBSR have been reviewing the performance of funds and fund managers since 1999, and we've asked them to provide us with a list of the funds that they believe are some of the best available. We've then made these funds available through our Flexible Retirement Plan.

The funds OBSR have selected cover a range of asset types and styles of investment. Some of these funds invest in a single type of asset whilst others invest in more than one.

To ensure that the PruSelect range remains up to date we've also asked OBSR to review this list on an ongoing basis and recommend funds to be added or removed as they see appropriate. The following list is correct as at 25 January 2010.

The following funds are all Prudential Pension Funds that invest in the fund managers' own fund or collective investment scheme of the same name.

Aberdeen Emerging Markets

The Fund aims to provide long term capital growth from direct or indirect investment in emerging stock markets worldwide or companies with significant activities in emerging markets.

AEGON Ethical Equity

The Funds primary investment objective is to maximise total return by investment in equities and equity type securities in companies based in the UK, principally conducting business in the UK or listed on the UK stock market which meet the Fund's predefined ethical criteria.

AEGON High Yield Bond

This Fund aims to maximise total return (income plus capital) by investing in a portfolio of predominantly high yield bonds, selected investment grade bonds and cash. The Fund may also hold Sterling and other currency denominated bonds hedged back to Sterling.

AEGON Investment Grade Bond Fund

The primary investment objective is to maximise total return (income plus capital) by investing primarily in investment grade and government bonds denominated in Sterling and other currencies. The fund may hold a maximum of 20% in high yield bonds and also hold cash. A minimum of 80% of the fund will be hedged back to Sterling. The fund may also invest in deposits, money market instruments, derivative instruments and forward transactions.

AEGON Strategic Bond

This Fund aims to maximise total return (income plus capital) by investing in fixed interest securities, in any currency, ranging from AAA rated government bonds through to high yield and emerging market corporate bonds. The Fund is actively managed and invests at least 50% in Sterling bonds and bonds in other currencies that will be hedged back to Sterling.

AEGON UK Opportunities

This Fund aims to maximise total return (income plus capital) by investing in a relatively small portfolio of equities (shares) and equity-type securities in companies based in the UK, mainly doing business in the UK or listed on the UK stock market.

Artemis Capital

The objective of the Fund is to achieve long-term capital growth. The emphasis of the Fund will be investment in UK companies in the FTSE 100 Index, however, the Manager has the flexibility to invest in UK companies outside the FTSE 100 Index and overseas companies.

The PruSelect Range – continued

Artemis European Growth

This Fund aims to provide long-term capital growth through investment principally in companies in Europe (excluding the UK).

Artemis Global Growth

The objective of the Fund is to achieve long-term capital growth from a diversified portfolio investing in any economic sector in any part of the world. The Manager actively manages the portfolio in order to achieve the objective and will not be restricted in respect of choice of investments either by company size or industry, or in terms of the geographical split of the portfolio.

Artemis High Income

The objective of the Fund is to achieve a higher than average initial yield, combined with the prospect of rising income and some capital growth over the long-term. The emphasis of the Fund will be investment in UK fixed- interest investments and preference shares, however, the Manager has the flexibility to invest in all economic sectors worldwide and in equities.

Artemis Income

The objective of the Fund is to achieve a rising income combined with capital growth from a portfolio primarily made up of investments in the United Kingdom. The Manager actively manages the portfolio in order to achieve the objective with exposure to ordinary shares, preference shares, convertibles and fixed interest securities.

Artemis Strategic Bond

The Fund aims to achieve a total return by investment predominantly in fixed income markets but may selectively invest in other markets and asset classes as determined by the manager's strategy from time to time. The Fund will invest in all types of bonds from government to corporate bonds from investment grade AAA rated bonds to C rated bonds.

Artemis UK Growth

The objective of the Fund is to achieve long-term capital growth. The emphasis of the Fund will be investment in companies listed, quoted and/or traded in the UK and in companies which have a significant part of their activities in the UK which are quoted on a regulated market outside the UK.

Artemis UK Smaller Companies

The objective of the Fund is to achieve long-term capital growth. The emphasis of the Fund will be investment in smaller companies listed, quoted and/or traded in the UK and in smaller companies which have a significant part of their activities in the UK which are quoted on a regulated market outside the UK.

Artemis UK Special Situations

The objective of the Fund is to achieve long-term capital growth by exploiting special situations. The Fund invests principally in UK equities and in companies which are headquartered or have a significant part of their activities in the UK which are quoted on a regulated market outside the UK.

AXA Framlington Equity Income

The Fund aims to produce a higher than average yield combined with long term growth of income and capital. Investment is made principally in UK equities and convertible shares of companies which, in the Manager's opinion, show above average profitability, management quality and growth.

AXA Framlington Health

The Fund aims for capital growth through investment in healthcare and medical services and product companies worldwide. Investment will be in producers of pharmaceuticals, biotechnology firms, medical device and instrument manufacturers, distributors of healthcare products, care providers and managers and other healthcare services companies.

AXA Framlington UK Select Opportunities

This Fund aims to achieve capital growth by investing in companies, primarily of UK origin, where the Manager believes above average returns can be realised.

Baillie Gifford High Yield Bond Fund

The fund aims to achieve a high level of total return by investing in a diversified portfolio consisting primarily of sub-investment grade UK and overseas corporate bond, ranging from unrated to BB+ (source S&P). There are no restrictions on the duration of the bonds held within the fund. A portion of the Fund may be invested in other assets, including derivatives, both for investment as well as hedging purposes.

BlackRock Gold & General

This Fund aims to achieve long-term capital growth by investing in gold, mining and precious metal-related shares. It tends to be volatile and is particularly suitable for diversification in a larger portfolio.

BlackRock UK

The Fund aims to achieve long-term capital growth for investors. The Fund invests primarily in the shares of larger companies incorporated or listed in the UK. The Fund may also invest in collective investment schemes.

BlackRock UK Absolute Alpha

The Fund seeks to achieve a positive absolute return for investors and, as such, the Fund will not be managed against any UK equity index. The Fund invests primarily in a portfolio of equities and equity-related securities (including derivatives) of companies incorporated or listed in the UK, although from time to time cash and near cash may be held. The Fund may also invest in other transferable securities, permitted money market instruments, permitted deposits and units in collective investment schemes.

BlackRock UK Smaller Companies

The aim of the Fund is to achieve long term capital growth for investors. The Fund invests primarily in the shares of smaller companies incorporated or listed in the UK which we consider to have above average growth prospects. The Fund may also invest in collective investment schemes.

BlackRock UK Special Situations

The aim of the Fund is to achieve long-term capital growth for investors. The Fund invests primarily in the shares of companies incorporated or listed in the UK and will normally have an emphasis on small or medium sized companies. The Fund may also invest in collective investment schemes.

Cazenove UK Growth & Income

The Fund aims to achieve long-term capital and income growth through investment primarily in the United Kingdom. Investments will be made in UK equities, fixed interest and other securities.

The PruSelect Range – continued

CIS Sustainable Leaders Trust

The CIS Sustainable Leaders Trust aims to provide capital growth from a diverse portfolio of equities, mainly in the United Kingdom and in any economic sector. Investment is limited to companies that are likely to benefit from measures to improve the environment, human health, safety and the quality of life. In addition, investment may be made in companies considered to be beneficiaries of changing attitudes towards a cleaner and safer environment, including those seen to be making above-average efforts to minimising environmental damage caused by their activities. Areas of avoidance constitute animal testing (unless conducted for the benefit of human health), countries where human rights are disregarded, items with military applications, tobacco and nuclear power.

Fidelity European

The Fund aims to achieve long-term capital growth from a portfolio primarily made up of the shares of continental European companies. The Fund is likely to have a bias towards medium sized and smaller companies. However, the Fund manager is not restricted in the choice of company either by size or industry, or in terms of the geographical split of the portfolio, which is largely determined by the availability of attractive investment opportunities rather than the outlook for each market.

Fidelity MoneyBuilder Income

The Fund's investment objective is to achieve an attractive level of income from a portfolio primarily invested in Sterling-denominated fixed interest securities.

Fidelity South East Asia

The Fund aims to achieve long-term capital growth through investment primarily in the stock markets of the Pacific Basin, with the exception of Japan.

First State Asia Pacific Leaders

The Fund aims to achieve long-term capital growth. The Fund invests in large and mid capitalisation equities in the Asia Pacific region (excluding Japan, including Australasia).

First State Global Emerging Markets Leaders

The Fund aims to achieve long-term capital growth. The Fund invests world-wide in large and mid capitalisation equities in emerging economies, including those of companies listed on developed market exchanges whose activities predominantly take place in emerging market countries.

Gartmore Cautious Managed

The Fund aims to provide a combination of income and long-term capital growth through investment in a diversified portfolio of equities, bonds and other related investments.

Gartmore China Opportunities

The Fund aims to achieve long term returns in excess of what is typically achieved from investments in Hong Kong and Chinese equity markets. The Fund invests predominantly in companies registered in Hong Kong or China, or that carry out the majority of their business activities in these markets.

Gartmore Emerging Markets Opportunities

The Fund aims to achieve long-term total return in excess of the return typically received by investing in emerging equity markets.

Gartmore European Selected Opportunities

The Fund aims to achieve a long-term return, in excess of the long-term return that is typically achieved from European equity markets, by investing in: companies having their registered office in Europe, companies that do not have their registered office in Europe but either (i) carry out a predominant proportion of their business activity in these markets, or (ii) are holding companies which predominantly own companies with registered offices in Europe.

GLG Japan Core Alpha Fund

The Fund aims to achieve capital growth through investing in the quoted securities of companies operating in Japan. To achieve the objective, the fund is predominantly invested in securities of companies listed on Japan's stockmarkets.

Henderson Preference and Bond

The Fund aims to provide a return by investing primarily in Sterling denominated preference shares, government securities, corporate bonds, Eurobonds and other bonds. The Fund may invest in other transferable securities, money market instruments, derivatives and forward transactions, deposits and units in collective investment schemes.

Ignis Cartesian UK Opportunities

The Fund aims to achieve above average returns by investing predominantly in UK listed companies. This will be achieved by investing in a concentrated portfolio of approximately 30-60 stocks selected from across the full UK company size range.

Invesco Perpetual Corporate Bond

This Fund aims to achieve a high level of overall return, with relative security of capital. It intends to invest primarily in fixed interest securities. In pursuing this objective, the Fund managers may include investments that they consider appropriate which include transferable securities, money market instruments, warrants, collective investment schemes, deposits and other permitted investments, although the fund will not invest in any instrument which gives rise to a stamp duty land tax liability.

Invesco Perpetual Distribution

The Fund aims to achieve a balance of income and capital growth through a portfolio of primarily UK equity and fixed interest securities.

Invesco Perpetual Global Bond

The Fund aims to achieve a good overall investment return in the medium to long term with relative security of capital. The Fund intends to invest primarily in international bonds of differing interest yields and maturities.

Invesco Perpetual High Income

The Fund aims to achieve a high level of income, together with capital growth. The Fund intends to invest primarily in companies listed in the UK, with the balance invested internationally.

The PruSelect Range – continued

Invesco Perpetual Income

This Fund aims to achieve a reasonable level of income together with capital growth by investing primarily in shares of companies listed in the UK, with the balance invested internationally.

Invesco Perpetual Japanese Smaller Companies

The Fund aims to achieve capital growth, primarily through a portfolio of investments in smaller Japanese companies.

Invesco Perpetual Monthly Income Plus

The Fund aims to achieve a high level of income whilst seeking to maximise total return through investing in high yielding corporate and Government bonds, together with UK equities.

Investec American

The Fund aims to achieve long-term capital growth primarily through investment in a portfolio of equities issued by USA companies.

Investec Capital Accumulator

The Fund aims to produce steady capital growth over the long-term by investing primarily in a portfolio of equities and related derivatives. The Fund will seek to achieve its objectives by holding investments which in the opinion of Investec, in aggregate, and particularly over the long term, offer a level of risk lower than that of the FTSE All Share Index.

Investec Cautious Managed

The Fund aims to provide a combination of income and long-term capital growth by investing conservatively in a diversified portfolio of equities, bonds and other fixed interest securities of high quality and marketability. At all times the Fund's equity exposure will be limited to a maximum of 60% of the portfolio value.

Investec Global Energy

The Fund aims to achieve long term capital growth primarily through investment in equities issued by companies around the globe involved in the exploration, production or distribution of oil, gas and other energy sources or companies which service the energy industry.

Investec Global Free Enterprise

The Fund aims to achieve long term capital growth primarily through investment in equities issued by companies around the globe that are expected to benefit from the process of privatisation, deregulation or demutualisation or otherwise believed to offer above average opportunities for capital gains.

Investec Sterling Bond Fund

The Fund aims to provide an income primarily through investment in high quality bonds. The portfolio will be managed to minimise any currency risk in Sterling, and derivatives may be used for investment purposes.

JP Morgan Cautious Total Return

The Fund aims to achieve over a medium-term horizon, higher returns than those available from money market instruments denominated in Sterling by investing primarily in fixed income securities, convertible bonds, equity securities and short-term securities of issuers located in any country. The Fund may invest in such securities issued by issuers in emerging countries worldwide.

JP Morgan Europe Dynamic (ex UK)

The Fund aims to maximise long-term capital growth by investing primarily in continental European equities.

JP Morgan Europe Smaller Companies

The Fund aims to provide long-term capital growth by investing primarily in European smaller companies.

JP Morgan Natural Resources

The Fund aims to provide capital growth over the long term. The Fund aims to invest primarily in the shares of companies throughout the world engaged in the production and marketing of commodities.

Jupiter Emerging European Opportunities

The objective of the Fund is to obtain long-term capital growth through investment primarily in Central and Eastern Europe.

Jupiter European Special Situations Fund

The objective of the Fund is to achieve long-term capital growth by exploiting special situations principally in Europe. The Fund's investment policy is to attain the objective by investing principally in European equities, in investments considered by the manager to be undervalued.

Jupiter Financial Opportunities

The objective is to achieve long-term capital growth principally through investment in equities of financial sector companies on an international basis. The investment policy is to invest in a concentrated, international portfolio. The Fund will principally comprise of financial services companies and to a lesser extent property related companies considered by the Manager to be undervalued and which exhibit favourable growth prospects arising from characteristics such as proven management or strong products or services. The portfolio will have an emphasis on companies based in the UK.

Jupiter High Income

The objective of the Fund is to achieve a high and rising income with capital growth. The Fund's investment policy is to attain the objective by investing principally in equities and high yielding convertible securities, with some exposure to fixed interest securities, primarily in the UK.

Jupiter Income

The Fund's objective is to produce a high income increasing at least in line with inflation, from a managed portfolio chiefly invested in UK equities and fixed interest stocks, although it may have some overseas exposure.

Jupiter Merlin Balanced Portfolio

The Fund aims to achieve long-term capital growth with income by investing predominantly in unit trusts, OEICs, Exchange Traded Funds and other collective investment schemes across several management groups. The underlying Funds invest in international equities, fixed interest stocks, commodities and property.

The PruSelect Range – continued

Jupiter Merlin Growth Portfolio

The Fund aims to achieve long-term capital growth by investing predominantly in unit trusts, OEICs, Exchange Traded Funds and other collective investment schemes across several management groups. The underlying funds invest in international equities, fixed interest stocks, commodities and property, with a core in the UK.

Jupiter Merlin Income Portfolio

The Fund aims to achieve a high and rising income with some potential for capital growth by investing predominantly in unit trusts, OEICs, Exchange Traded Funds and other collective investment schemes across several management groups. The underlying funds invest in equities, fixed interest stocks, commodities and property, principally in the UK.

Jupiter Merlin Worldwide Portfolio

The Fund aims to achieve long-term capital growth by investing predominantly in unit trusts, OEICs, Exchange Traded Funds and other collective investment schemes across several management groups. The underlying funds invest in international equities, fixed interest stocks, commodities and property.

Jupiter UK Growth

The objective of the Fund is to obtain long-term capital growth. The investment policy is to invest in any economic sector principally in the UK.

Legg Mason US Smaller Companies

The Fund aims to achieve capital growth principally through investing in securities of smaller US companies.

M&G American

This Fund's aim is long-term capital growth through investment in North American securities. It may also invest in Canada, and in companies which are listed, registered or trading within North America.

M&G Corporate Bond

This Fund aims to achieve higher returns than would be available from similar government securities (i.e. gilts) by investing in Sterling denominated, fixed and variable rate securities, including corporate bonds and debentures issued by companies and other institutions.

M&G Gilt & Fixed Interest Income

This Fund aims to provide a high and secure income, with stability of capital by investing in short, medium or long dated Government stocks. The Fund is able to invest a proportion of the assets in corporate bonds if these provide good relative value.

M&G Global Basics

This Fund's sole aim is long-term capital growth through investing wholly or mainly in companies operating in basic industries ("primary" and "secondary" industries) and also in companies that service these industries. The Fund may also invest in other global equities.

M&G Global Leaders

This Fund aims to maximise long-term total return (the combination of income and growth of capital) by investing in a wide range of global equities that the Fund manager considers to be leading in their field.

M&G High Yield Corporate Bond

This Fund aims to provide total return (the combination of income and growth of capital) whilst providing a high level of income by investing in high yielding corporate and government bonds denominated in Sterling, other European currencies, US Dollars or Yen.

M&G Recovery

This Fund's sole aim is capital growth, through predominantly investing in a diversified range of companies which are out of favour, in difficulty or whose future prospects are not fully recognised by the market.

M&G Strategic Corporate Bond

This Fund aims to maximise total return (the combination of income and growth of capital) through investment predominantly in investment grade corporate bonds, but may invest in other debt instruments, including higher yielding corporate bonds, government debt and convertible and preference stocks, as well as money market instruments and equities.

Martin Currie Asia Pacific

The Fund aims to produce long-term capital growth by investment in any economic sector in all or any of the Middle East, the Indian sub-continent, Australia, New Zealand and the Far East, excluding Japan.

Martin Currie Japan

The Fund aims to produce capital growth by investment in Japan in any economic sector.

Martin Currie North American

The Fund aims to produce capital growth by investment in the United States of America and Canada.

Neptune Balanced

The investment objective of the Fund is to generate a positive total return from investment predominantly in equities and bonds.

Neptune Global Alpha

The investment objective of the Fund is to generate a positive total return, from investment predominantly in equities and bonds.

Neptune Global Equity

The investment objective of the Fund is to generate capital growth from a concentrated portfolio of global securities, selected from across world equity markets.

Neptune Income

The investment objective of the Fund is to generate a rising level of income. Whilst income is the main objective, there is also potential for capital growth from an actively managed portfolio invested predominantly in UK securities and UK fixed interest stocks, with some overseas exposure.

New Star European Growth

This Fund aims to seek long-term capital growth principally through investment in the securities of European companies excluding the UK.

The PruSelect Range – continued

New Star High Yield Bond

The Fund aims to achieve a high level of income with modest long-term capital appreciation. The Fund will invest principally in fixed and variable rate and index-related securities, both in the UK and internationally.

New Star International Property

The Fund aims to achieve long-term capital growth and income by investing principally in commercial property and property-related securities.

Newton Balanced

This Fund aims to achieve a balance between capital growth and income from a portfolio of UK and International securities.

Newton Global Higher Income

The objective of the Fund is to achieve increasing annual income together with long-term capital growth from investing predominantly in global securities. The Fund may also invest in collective investment schemes.

Newton Managed (OEIC)

This Fund aims to achieve capital growth and income from a portfolio of UK, EC and International securities

Old Mutual Corporate Bond

The Fund aims to maximise total return through investment in a diversified portfolio of fixed interest and other debt securities.

Old Mutual UK Select Mid Cap

The Fund aims to provide capital growth from investing primarily in a portfolio of medium sized UK companies.

PSigma Income

The Fund aims to achieve a reasonable and rising income together with long-term capital growth. The Fund intends to invest primarily in UK companies but may invest internationally.

Schroder Gilt and Fixed Interest Fund

The Fund's investment objective is to achieve a high level of income with the potential for capital growth, from investment in a diversified portfolio of Sterling denominated fixed interest securities. Investments will include British and other government securities, corporate obligations, Eurobonds, local authority loans, money market deposits and other Sterling denominated fixed interest securities. Investments will be in directly held transferable securities. The fund may also invest in collective schemes, warrants and money market instruments.

Schroder Global Property Securities

The Fund's investment objective is to provide a total return primarily through investment in real estate investment trusts, equity and debt securities of other types of property companies worldwide. Investment will be in directly held transferable securities. The Fund may also invest in collective investment schemes, derivatives, cash, deposits, warrants and money market instruments.

Schroder Income

The Fund aims to provide a growing income by investing primarily in UK equities.

Schroder Tokyo

The Fund's investment objective is to achieve capital appreciation through participation in the growth of the Japanese economy.

Schroder UK Alpha Plus

The Fund's investment objective is to provide capital growth through investment in UK and other companies. In order to achieve the objective the manager will invest in a focussed portfolio of securities. The emphasis of the Fund will be investment in UK companies.

Schroder UK Mid 250

The Fund's investment objective is to achieve long-term capital growth by investing principally in companies listed in the FTSE 250 Index.

Schroder UK Smaller Companies

The Fund invests in UK smaller companies with the aim of long-term capital growth.

Schroder US Mid Cap

The Fund's investment objective is to provide capital growth and income primarily through investment in equity securities of smaller and medium-sized US companies.

SWIP Multi Manager Diversity

The Fund aims to achieve long-term capital growth in excess of inflation through investment in a portfolio, predominantly comprising collective investment schemes, which gives exposure to a wide range of asset classes and geographic regions.

SWIP Multi Manager Select Boutiques

The Fund aims to achieve long-term capital growth through investment in a portfolio, predominantly comprising collective investment schemes, which gives exposure to UK and overseas equity markets and sectors.

Thames River Balanced Managed

The Fund aims to achieve a balance between capital growth and reasonable income through investment in shares or units of regulated and/or unregulated collective investment schemes and/or closed ended funds.

Thames River Global Boutiques

The Fund aims for long term capital growth achieved through investing in a portfolio of what Thames River believe are the best funds from globally invested, boutique managed, mutual funds.

Threadneedle American

The Fund seeks to achieve capital growth through investing primarily in the stock of medium to large companies domiciled in North America or which have significant North American operations. If desirable, the Fund may further invest in other securities (including fixed interest securities, other equities and money market securities).

Threadneedle American Select

The Fund aims to achieve above average capital growth through investing in companies domiciled in North America or which have significant North American operations. These include smaller and emerging growth companies, those with potential for merger or takeover, those with new management recovery situations and exploration companies. There will be no particular sector specialisation.

Threadneedle Global Bond Fund

The Fund aims to achieve a total return comprising primarily income with some capital growth, by investing in a managed portfolio of fixed income securities quoted on markets worldwide.

Additional Fund Choice

The funds in this category have been selected and made available to our Flexible Retirement Plan by Prudential.

The choice of funds covers a range of different assets and types of funds which could be right for you at different times. Some of the funds are managed by Prudential whilst others are managed by external fund managers.

These funds offer additional choice.

The following funds are all Prudential Pension Funds. For the externally managed funds the Prudential fund will invest in the fund manager's own fund or collective investment scheme of the same name unless otherwise indicated.

Prudential 95% Safeguard

The Fund aims to provide capital protection with a degree of exposure to movements in the FTSE 100 Capital Index by investing mainly in cash and derivative instruments. Any reduction in the price of units is limited to 50% of any fall in the FTSE 100 capital index subject to an overall maximum reduction of 5% in each quarter.

Prudential Cash*

This Fund aims to produce the optimum return by investing in interest bearing deposits and other money market investments including Floating Rate Notes, pooling the cash of all investors.

From the 26th April 2010, or as soon as possible thereafter, the Fund aim will be:

This Fund aims to provide a return consistent with investing in interest bearing deposits and/or short-term** UK Government bonds.

Prudential Cautious UK Managed

This Fund aims to provide income and long-term capital growth, by investing mainly in UK equities, corporate bonds and to a lesser extent UK Government bonds (gilts).

Prudential Corporate Bond

This Fund aims to provide total long-term growth (the combination of income and growth of capital) in Sterling by investing in a portfolio consisting wholly or mainly of bonds issued by UK companies.

Prudential Equity

This Fund aims to provide total long-term growth (the combination of income and growth of capital) by investing mainly in a portfolio of equity holdings listed on the London Stock Exchange, with a focus on "blue chip" companies.

Prudential Equity Income

This Fund aims to provide a high and increasing income from a portfolio, at least 85% of which will normally consist of equity-type securities of UK companies in all economic sectors.

Prudential Ethical

This Fund aims to provide total long-term growth (the combination of income and growth of capital) by investing mainly in UK companies that avoid activities which have a significantly harmful impact on the world around us.

Prudential European

This Fund aims to achieve long-term capital growth by investing mainly in the shares of continental European companies quoted on the stockmarkets of Europe in all economic sectors.

Prudential Fixed Interest

This Fund aims to provide a high and secure income, with stability of capital by investing mainly in Government, sovereign and government guaranteed stocks.

* This Fund has a guarantee that the bid value of units in the Fund will not fall.

Please refer to the Risk Types section (Fixed Interest and Index-Linked Securities on page 4 and Other on page 6) for further information applicable to this fund.

** Under one year.

Additional Fund Choice – continued

Prudential International

This Fund aims to provide long-term capital growth by investing mainly in a spread of equity markets throughout the world, mainly through Prudential's Unit Trusts. This includes the Prudential Trusts investing in the markets of the USA, Europe, the Asia-Pacific region and Japan. It provides instant investment diversification across a broad cross-section of overseas equity portfolios.

Prudential Japanese

This Fund aims to provide high long-term growth through actively managing a portfolio consisting wholly or mainly of companies, the securities of which are listed in, or the operations of which are based mainly in Japan.

Prudential Managed

This Fund aims to provide steady medium to long-term total growth (the combination of income and growth of capital) by investing mainly in a broad spread of Prudential's investment-linked funds and collective investment schemes.

Prudential Managed Distribution

This Fund aims to deliver capital growth and produce a regular income over the longer term by investing mainly in Sterling denominated equities, bonds, property and cash.

Prudential North American

This Fund aims to provide total long-term growth (the combination of income and growth of capital) by investing in an actively managed portfolio of investments consisting wholly or mainly of companies which are mainly based in the USA, but with the scope to invest in Canada and Latin America.

Prudential Pacific Markets

This Fund aims to provide total long-term growth (the combination of income and growth of capital) by investing in an actively managed portfolio of investments consisting wholly or mainly of companies which are mainly based in the Asia Pacific region (excluding Japan).

Prudential Property

This Fund aims to achieve a rising level of income and long-term growth.

This Fund invests in shops, retail warehouses, offices, industrial, warehouse property and land geographically spread throughout the UK. This can be difficult to sell – so you may not be able to sell/cash in this investment when you want to. We may have to delay acting on your instructions to sell your investments. At other times the fund may hold significant levels of cash and short term deposits in advance of purchasing, or following sale of, property and / or land.

You should look upon your investment in property as being long term. There are large costs when we buy and sell property. The allowance for these costs amongst other factors can lead to short-term falls in the price of units in the Property Fund. The value of property is generally a matter of a valuer's opinion rather than fact.

Prudential Small Companies

This Fund aims to provide above average long-term capital growth. It invests mainly in the shares of small growing companies, mainly in the UK.

Additional Fund Choice – continued

Invesco Perpetual Managed *

This Fund aims to achieve long-term capital growth by investing mainly in UK and overseas securities.

M&G Managed Growth

This Fund aims to provide long-term capital growth by investing in M&G's range of authorised collective investment schemes.

M&G UK Growth

This Fund's sole aim is capital growth by investment principally in the equities of UK companies with high growth potential.

M&G UK Select

This Fund aims to maximise total return (the combination of income and growth of capital) by investing mainly in a range of UK equities.

* This is a Prudential fund managed on our behalf by the fund management group stated. It should not be confused with the same or similarly named fund or unit trust offered independently by this fund management group.

Additional Fund Choice – continued

Newton Higher Income*

This Fund aims to provide total long-term growth (the combination of income and growth of capital) by investing in a portfolio consisting wholly or mainly of UK equities. The Fund concentrates on high yielding equities which exhibit strong cash flow and dividend growth.

Newton International Growth

This Fund aims to achieve capital growth from a portfolio of international securities.

Newton Managed*

This Fund aims to provide total long-term growth (the combination of income and growth of capital) by investing mainly in a diversified portfolio of UK and international equities with the option of holding up to 15% in bonds and cash.

Old Mutual Japanese Select

This Fund aims to achieve an above average return in the Japanese and other Pacific Basin markets, whilst constraining the overall level of portfolio risk.

* This is a Prudential fund managed on our behalf by the fund management group stated. It should not be confused with the same or similarly named fund or unit trust offered independently by this fund management group.

SIPP Options

A Self Invested Personal Pension (SIPP) is a personal pension that allows you to access a wide choice and type of investments when it comes to saving for your retirement.

With so many investment options available a SIPP allows you with your Financial Adviser or an investment manager to build up and manage your investment portfolio.

We offer a choice of SIPP options through the Self Invested Fund option on the Flexible Retirement Plan:

- Full SIPP provides an extensive range of investment options with the ability to invest directly into commercial property, stocks, shares, unit trusts, OEICs and the Cofunds fund range.
- Fund SIPP is a lower cost option, providing access to up to 20 funds from the Cofunds supermarket.

Like any personal pension plan, a SIPP is a long-term commitment and the value of your investment can fall as well as rise. Investing your SIPP in certain asset categories may expose you to increased levels of risk and in particular the sale of commercial property may be a long process at certain times.

The charges for a SIPP are usually higher than for a conventional personal pension. Also, the charging structure of a SIPP has a proportionately greater effect on smaller funds than it does on larger funds. So if you are not intending to make larger investments the effect of charges will mean the SIPP might not be right for you. You should discuss this with your Financial Adviser.

Lifestyle Options

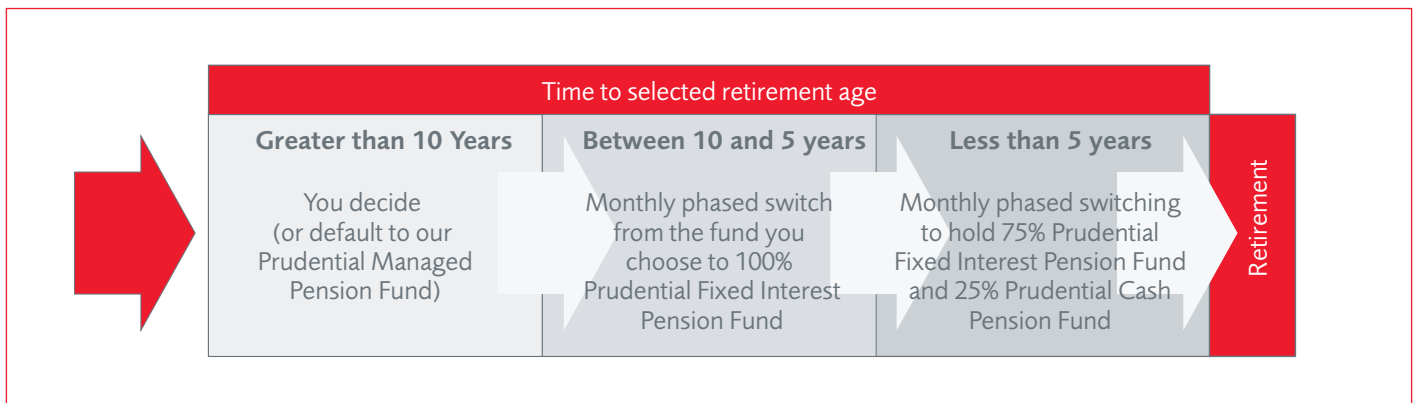
To assist you in managing risk, we offer a pre-defined lifestyle option for both our Personal Pension and Income Drawdown options.

If you would like to discuss these options further please speak to your Financial Adviser.

Personal Pension

This investment strategy aims to protect your investments as you move closer to retirement. During the last 10 years in the run up to your selected retirement age we will make automatic monthly switches to gradually reposition the fund choice towards lower risk funds.

This option can be selected when the plan is taken out or at anytime during the term of the plan. It can also be cancelled immediately on request or resumed. This option does not apply to investments in With-Profits, PruFund Protected Growth Fund or the Self-Invested Fund (including its cash feeder account).



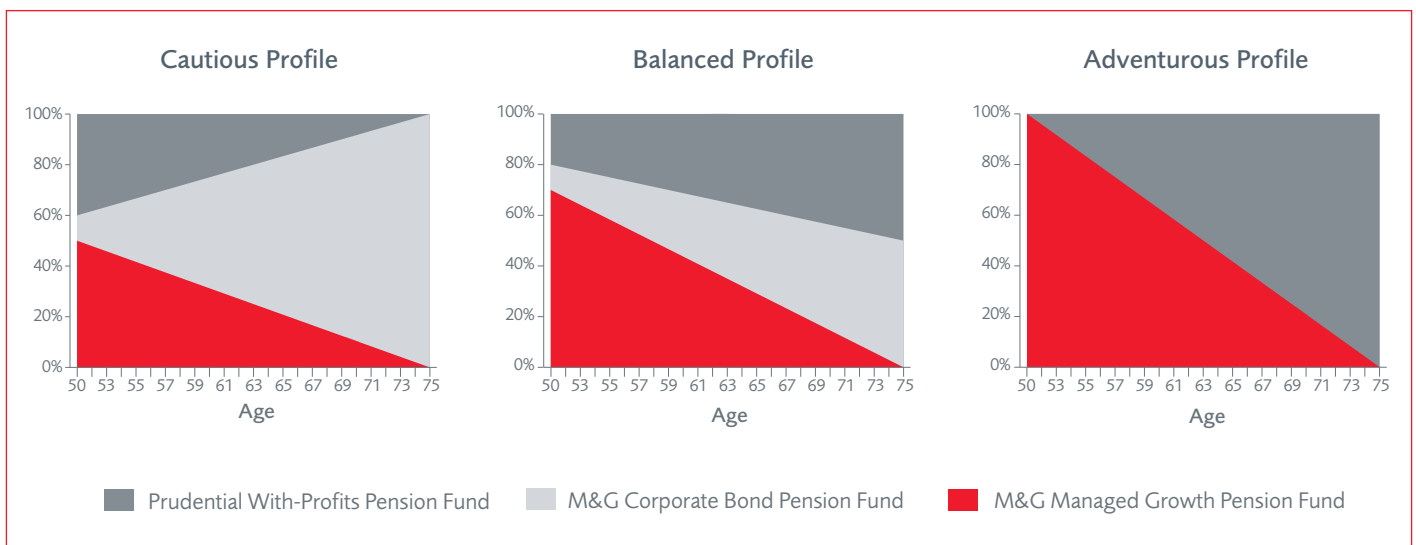
Lifestyle Options – continued

Income Drawdown

For our income drawdown plan we offer three lifestyle options.

The asset allocation is updated each year depending on your age on the plan anniversary. The starting asset allocation is also based on your age when selecting the option. This option can only be selected between ages 50 attained (ages 55 attained from 6 April 2010) and 70 next birthday.

These graphs demonstrate the changing position for investors in each of the three lifestyle options available.



For more information on a particular fund speak to your Financial Adviser
or go to www.pru.co.uk

Retirement has more potential with

PRUDENTIAL



www.pru.co.uk