

30 June 2010

The fund aims to provide long term growth mainly from the reinvestment of income generated by investing predominantly in UK fixed interest securities such as gilts and corporate bonds. The fund is actively managed by our investment teams who may also invest a proportion of assets in other fixed interest securities (e.g. overseas bonds) and/or money market instruments, such as Certificates of Deposits (CDs) and Floating Rate Notes (FRNs), to try to take advantage of opportunities they have identified.

The value of investments within the fund can fall as well as rise and is not guaranteed – you may get back less than you pay in. The fund may use derivatives for the purposes of efficient portfolio management, reduction of risk or to meet its investment objective if this is permitted and appropriate. The Sterling value of overseas assets held in the fund may rise and fall as a result of exchange rate fluctuations.

Pension Investment Fund

Bond Fund

Quarterly

Fund Manager	Philip Laing
Fund Manager Start	01 June 1998
Launch Date	01 March 1980
Current Fund Size	£513.0m
Fund Code	FP
Duration	10.8 years

This document is intended for use by individuals who are familiar with investment terminology. Please contact your financial adviser if you need an explanation of the terms used.

Fund Information

Composition by Sector

	Fund %
UK Corporates	56.0
UK Government	37.4
Cash and Other	3.5
Overseas Bonds (ex UK)	3.1

Composition by Credit Rating

Rating	Fund %	Rating	Fund %
NC	3.4	BBB	3.2
AAA	64.5	BBB-	1.5
AA+	1.1	BB+	0.9
AA	1.9	BB	0.4
AA-	3.1	BB-	0.5
A+	3.3	B+	0.2
A	5.6	B	0.1
A-	6.0	C	0.1
BBB+	4.2		

Top Ten Holdings

Bonds	Fund %
UK (Govt of) 4.5% 2013	1.9
UK (Govt of) 4.75% 2030	1.8
UK (Govt of) 5.25% 2012	1.7
UK (Govt of) 4.75% 2015	1.5
UK (Govt of) 4.25% 2027	1.5
UK (Govt of) 2.25% 2014	1.5
Royal Bank of Scotland 4.125% 2011	1.5
UK (Govt of) 4% 2022	1.5
UK (Govt of) 3.75% 2019	1.4
UK (Govt of) 5% 2018	1.4
Assets in top ten holdings	15.7

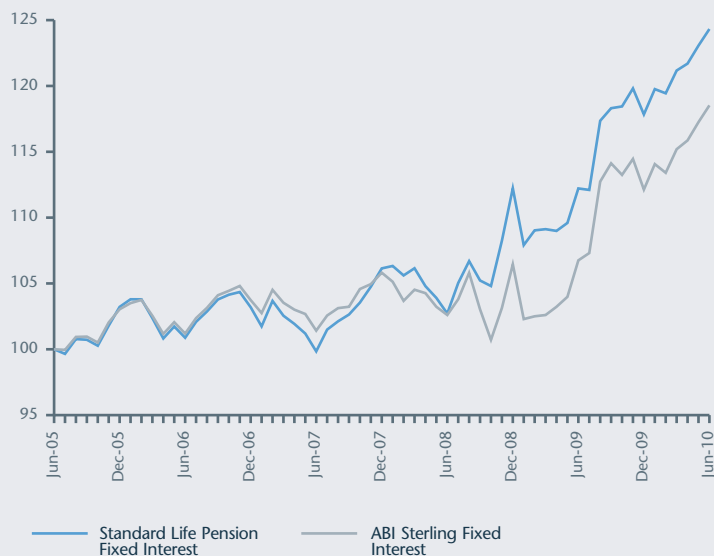
Fund Performance

Year on Year Performance

Source: Standard Life Investments (Fund) and Morningstar (Sector)

	Year to 30/06/2010 (%)	Year to 30/06/2009 (%)	Year to 30/06/2008 (%)	Year to 30/06/2007 (%)	Year to 30/06/2006 (%)
Standard Life Pension Fixed Interest	10.8	9.2	2.9	-1.0	0.9
ABI Sterling Fixed Interest	11.0	4.0	1.2	0.2	1.2

Price Indexed



Figures quoted are calculated on a bid to bid basis over periods to 30 June 2010 with gross income reinvested and are based on units which contain 1.00% AMC. For the relevant charges on your policy please refer to your policy documentation.

Source: Standard Life Investments (Fund) and Morningstar (Sector)

Cumulative Performance

Source: Standard Life Investments (Fund) and Morningstar (Sector)

	Q2 (%)	1 Year (%)	3 Years (%)	5 Years (%)
Standard Life Pension Fixed Interest	2.6	10.8	24.5	24.3
ABI Sterling Fixed Interest	2.9	11.0	16.9	18.5

Note: The information shown relates to the past. Past performance is not a guide to the future. The value of your investment can go down as well as up. For the relevant charges on your policy please refer to your policy documentation.

Definitions

Cash and Other - may include bank and building society deposits, other money market instruments such as Certificates of Deposits (CDs), Floating Rate Notes (FRNs) including Asset Backed Securities (ABSs) and allowances for tax, dividends and interest due if appropriate.

www.standardlife.com

Useful numbers -

Customer Information 0845 27 93 003.

Market and Fund Specific Information

0845 60 60 062.

Call charges may vary.