

30 June 2010

The fund aims to provide long term growth mainly from the reinvestment of income generated by investing predominantly in Sterling denominated corporate bonds. These will predominantly be securities with a longer term to maturity (typically greater than 10 years), however the fund may invest a proportion of its assets in shorter dated bonds. The fund is actively managed by our investment team who may also invest a proportion of the assets in other fixed interest securities (e.g. overseas bonds and gilts) and/or money market instruments 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	Andrew Sutherland
Fund Manager Start	01 July 2008
Launch Date	01 September 2000
Current Fund Size	£719.6m
Fund Code	HB
Duration	10.6 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

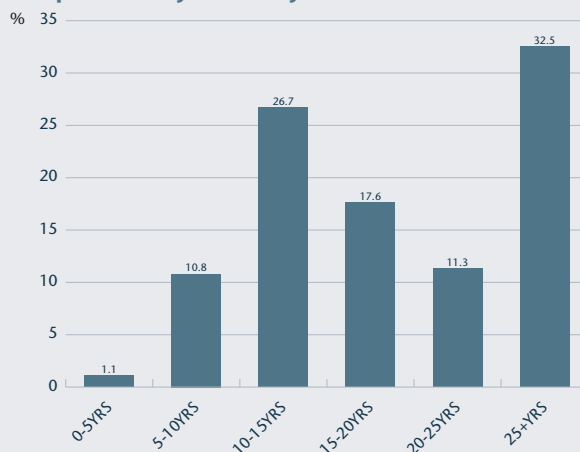
Composition by Sector

	Fund %
Collateralised	19.1
Corporates	38.1
Financials	28.8
Gilts	3.8
Sub-Sovereigns	10.1
Not Classified	0.1

Composition by Credit Rating

Rating	Fund %	Rating	Fund %
AAA	18.5	B	0.3
AA	18.7	CCC	0.6
A	38.1	C	0.2
BBB	19.2	N/C	0.5
BB	3.9		

Composition by Maturity



Top Ten Holdings

Bonds	Fund %
UK (Govt of) 1.125% IL 2037	3.8
Network Rail 4.75% 2035	1.8
EIB 5.625% 2032	1.8
Canary Wharf Fin 6.455% 2033	1.8
AT&T 7% 30/04/2040	1.7
Enel 5.75% 14/09/2010	1.4
E.ON Finance 6.75% 2039	1.3
Pfizer Inc. 6.5% 03/06/2038	1.3
RWE Finance BV 6.125% 2039	1.3
Reseau Ferre De France 4.83% 2060	1.2
Assets in top ten holdings	17.4

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 (%)
Standard Life Pension Long Corporate Bond	18.3	0.1	-2.2
ABI Sterling Long Bond	9.3	10.3	4.1

Cumulative Performance

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

	Q2 (%)	1 Year (%)	3 Years (%)
Standard Life Pension Long Corporate Bond	2.4	18.3	15.8
ABI Sterling Long Bond	4.9	9.3	25.4

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.

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.

Figures are based on pricing series 4, calculated from 29 November 2006.

For the relevant charges on your policy please refer to your policy documentation.

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

www.standardlife.com

Useful numbers -

Customer Information 0845 27 93 003.

Market and Fund Specific Information

0845 60 60 062.

Call charges may vary.

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