

TARGET LIFE – PENSION FUNDS

Deposit Fund

Investment objective: To provide a high level of capital security by investing mainly in cash deposits and short-term securities.

General Sector:	Money Market
Launched:	February 1988
Risk Profile:	Secure

Gilt Edged Fund

Investment objective: To provide long term growth from investment in an actively managed portfolio of gilts and other fixed interest securities.

General Sector:	UK Gilt
Launched:	December 1976
Risk Profile:	Cautious

Guaranteed Fund

Investment objective: To provide a cash return before management charges are deducted that is equivalent to the Bank Base Rate through investing in secure interest bearing deposits.

Please note that this fund has restricted availability and is only available to policyholders with loans from Target Life.

General Sector:	Money Market
Launched:	September 1978
Risk Profile:	Secure

Index Linked Fund

Investment objective: To provide a long-term return from investment in an actively managed portfolio of UK index-linked gilts.

General Sector:	UK Index Linked Gilts
Launched:	April 1982
Risk Profile:	Cautious

Managed Fund

Investment objective: To provide long-term growth from investment in an actively managed portfolio of investments in UK and international equities, government securities and UK commercial property.

General Sector:	Mixed Investment 40%-85% Shares
Launched :	October 1975
Risk Profile:	Balanced

Managed Growth Fund

Investment objective: To provide long-term growth from investment in an actively managed portfolio of investments mainly quoted on the UK stock market, but with some overseas exposure.

General Sector:	Mixed Investment 60% to 100% Shares
Launched:	January 1988
Risk Profile:	Balanced

TSB American Fund

Investment objective: To provide long-term growth from investment in mainly North American equities.

General Sector:	North America
Launched:	February 1983
Risk Profile:	Adventurous

TSB British Growth Fund

Investment objective: To provide long-term growth from investment in a diversified portfolio of investments in mainly UK equities with above average prospects for capital growth.

General Sector:	UK All Companies
Launched:	February 1993
Risk Profile:	Balanced

TSB European Fund

Investment objective: To provide long-term growth from investment in a diversified portfolio of mainly continental European equities.

General Sector:	Europe excluding UK
Launched:	February 1993
Risk Profile:	Adventurous

TSB Income Fund

Investment objective: To provide long-term growth from investment in a diversified portfolio of equities in higher yielding companies mainly in the UK.

General Sector:	UK Equity Income
Launched:	February 1993
Risk Profile:	Balanced

TSB International Fund

Investment objective: To provide long-term growth from investment in an actively managed portfolio of securities invested worldwide.

The portfolio not only includes the established markets, such as those in the US and Western Europe, but also the emerging markets of the Far East and Latin America.

General Sector:	Global Equities
Launched:	February 1993
Risk Profile:	Adventurous

TSB Pacific Fund

Investment objective: To provide long-term growth from investment in a diversified portfolio of securities issued by Asian companies or governments in the Asian Pacific region including Japan.

General Sector:	Far East Including Japan
Launched:	February 1993
Risk Profile:	Adventurous

Management – All funds are managed by Scottish Widows Investment Partnership. If you require further information regarding how the underlying funds are managed, please contact us requesting a copy of our leaflet titled ‘Guide to how Abbey Life manages its unit linked life and pension funds’.

To help you understand the degree of risk each fund represents, Abbey Life has described each of its funds as Secure, Cautious, Balanced or Adventurous. Explanations of these definitions are given below and are intended only as a guide.

Secure: These funds provide a high level of safety to the amount invested and can be expected to offer relatively low growth.

Cautious: Such funds are expected to have a low risk of capital loss and to have the potential to provide modest growth over the long term.

Balanced: These funds carry a risk of capital loss but have the potential for capital growth over the long term, but the capital value is likely to fluctuate.

Adventurous: These funds carry a significant risk of capital loss but have the potential for higher capital growth over the long term. They can be very volatile and are only suitable for investors who are prepared to accept the high risk of capital loss.

NB: If interest earned by the fund's assets is insufficient to cover the charges, the value of the fund may fall.

Abbey Life cannot provide any financial advice. We recommend you seek advice from a financial adviser on the fund choices most suitable to you.

Availability – Some policies have restricted fund choice. Please check with Abbey Life before choosing your funds.

Unit prices can fall as well as rise. There is no guarantee that a fund will achieve its objectives. It should be noted that changes in exchange rates can cause the value of an investment to move up and down.

In the unlikely event that a request to encash or switch investment funds would entail realising units that are not immediately realisable (e.g. entailing the sale of property) or be to the serious detriment of the majority of policyholders Abbey Life reserves the right to defer a request for up to 12 months.

Contracts or policies linked to these funds or unit trusts will have their value adjusted to reflect the benefits contained therein. Full details are available from Abbey Life.

All our literature is available in large print, Braille and on audio tape or CD.