

Fund Performance It's all about choice

Stakeholder Pensions





A Scottish Widows Stakeholder pension is a way of saving for retirement. Your pension cannot normally be accessed until you reach age 50. From 6 April 2010, the minimum age at which you can normally start taking your pension will increase from age 50 to 55.

We offer a wide range of funds to suit your changing lifestyle, to help you to ensure your pension continues to reflect your goals. You can choose to invest in up to ten funds at any one time and switch between them, currently at no extra cost, but there may be restrictions on the amount you can invest in some funds. We may change the selection of funds that we make available.

We reserve the right to delay a request to sell your units in certain circumstances. The period of the delay will be not more than six months if the units to be cancelled include units which relate to a fund which holds directly or indirectly assets in the form of real or heritable property. It will not be more than one month in all other cases. This may happen in exceptional circumstances where, for example, there is an unusually high demand for units to be cashed in. Please see your policy provisions for more information.

For those who'd prefer not to make the choice of investment fund themselves, we have a default fund called the Consensus Fund, which may be suitable for your investment needs.

We will automatically switch the funds you have built up approximately 75% into the Pension Protector Fund and 25% into the Cash Fund over the 5 years before your selected retirement date.

Alternatively, you may be able to select lifestyle switching. Please see our leaflet on "Lifestyle Switching".

The total annual fund charge for setting up and administering your pension is the same for all funds. It will be no more than 1% of the value of your fund each year and is automatically reflected in our daily unit prices. The price used to purchase units is normally calculated each working day and is the price for the day after your payment is received by us. Unit prices for all our pension funds are quoted daily. Please refer to **www.scottishwidows.co.uk/fundprices**

The Scottish Widows unit-linked funds aim to provide long-term growth in the price of units. This is generated by a combination of capital growth as well as income that is added to the fund. A proportion of each unit-linked fund may be held in cash to provide liquidity or while awaiting suitable investments. The Scottish Widows unit-linked funds can invest in other unit-linked funds or in collective investment schemes (for example Open Ended Investment Companies (OEICs) or unit trusts) to achieve exposure to help meet the stated fund aims.

To keep you fully informed about your plan, a statement showing how your fund is performing will be sent to you annually.

Your attitude to risk

A vital component of being able to invest with confidence and to prepare for tomorrow is the certainty that you have assessed your attitude to risk and invest accordingly.

You should consider how comfortable you are with the value of your investments going up and down over time. There are many factors that you need to consider, including:

How old are you?

Your attitude to risk will normally change over time. If you are 35, you may be more willing to invest for the long term than if you are nearing retirement. Younger people are generally more likely to take a higher level of risk when investing. Conversely, older people tend to have shorter investment timeframes than younger people as they are closer to retirement, so may be less willing and less able to take a high risk with their money.

How wealthy are you?

Your total wealth may play a large part in deciding your attitude to risk. If you have a substantial amount to invest, you could potentially afford to take a higher risk and therefore aim for a higher return with some of your money while keeping the main core of your investments in lower risk investments.

What other investments do you have?

If you are already well provided for in retirement, you may feel that you can take on more of a risk than someone who is relying on their new investments to maintain their current standard of living.

What are your investment goals?

You may be investing for your retirement as well as saving for a specific event. Your attitude to risk may be different for the two separate goals. For example, you might wish to consider taking a lower risk on your retirement fund, but may be willing to invest in assets which have a higher risk for your other investment goals.

How long are you investing for?

If you are only investing for the short term, which we define as a up to 5 years, you're generally less likely to consider taking a risk with your money as risk is generally much greater over shorter timescales. If, on the other hand, you are considering investing over the longer term, you may be prepared to take a higher level of risk with your investments.

Remember your attitude to risk may change over time. Regular reviews will help to ensure that your money is invested where you want it to be.

The value of an investment is not guaranteed and can go down as well as up.

Scottish Widows definitions of investment approaches

While there are a number of ways to evaluate risk, the following definitions are used by Scottish Widows and Lloyds TSB to help you decide on the appropriate investment approach for you. These definitions are explained, with examples of investments, below. Please be aware that these definitions and the approaches for specific funds may change in the future.

We categorise investment periods as follows:

- **Short-term:** up to 5 years
- **Medium-term:** between 5 and 10 years
- **Long-term:** over 10 years

SECURE	Secure investments can be characterised by some or all of the following:
<p>These investments provide safety to the amount invested and can be expected to offer relatively low growth over the medium to long-term. They cannot fall in actual value, but can fall in 'real' value due to the effects of inflation.</p>	<ul style="list-style-type: none"> Investments are generally cash based A return, normally in the form of interest, which may be modest The future 'real value' or 'purchasing power' of the money could be greatly affected by inflation Assets which the investor could easily withdraw, but early withdrawal or cashing in may result in a penalty (normally loss of interest) <p>Examples:</p> <ul style="list-style-type: none"> Instant Access/Notice Accounts Bank/Building Society Term Account Fixed Term Deposit National Savings Accounts & Certificates
CAUTIOUS	Cautious investments can be characterised by one or both of the following:
<p>These investments are expected to have a relatively modest risk to the capital value and/or income. They have the potential to provide income, and/or, over the medium to long-term, relatively modest capital growth. The capital value may fluctuate, although some products may offer some guarantee of capital protection.</p>	<ul style="list-style-type: none"> Investments are typically in Corporate Bonds & Government Bonds (Gilts) but may have some small equity exposure Some investments may offer an element of capital guarantee to the capital invested <p>Examples:</p> <ul style="list-style-type: none"> Corporate Bonds and Gilt funds Guaranteed Investment Bonds Mixed asset funds weighted towards bonds

BALANCED

These investments carry a risk of loss to capital value but have the potential for capital growth and/or income over the medium to long-term. Typically they do not have any guarantees and will fluctuate in capital value.

Balanced investments can be characterised by one or both of the following:

- Investments are typically split between equity related investments (mostly UK, with some overseas) balanced with other investments such as Corporate Bonds & Government Bonds
- Some mitigation against the effect of fluctuations in returns is achieved by spreading the investment across different asset types

Examples:

- Distribution Bonds
- Mixed asset funds with a balance between equities and lower risk assets

PROGRESSIVE

These investments are expected to have a relatively significant risk of loss to capital value, but with the potential of relatively more capital growth over the medium to long-term. They do not offer any guarantees and will fluctuate in capital value.

Progressive investments can be characterised by one or both of the following:

- Contains a significant proportion of UK and overseas equity or equity related investment
- The fixed-interest securities portion of an investment is used to provide portfolio diversification

Examples:

- Mixed asset funds weighted towards equities
- Diversified property funds

ADVENTUROUS

These investments carry a relatively much higher risk of capital loss but with the potential for relatively higher capital growth over the medium to long-term. They may be subject to a considerable level of fluctuation in capital value. They do not offer any guarantees.

Adventurous investments can be characterised by one or both of the following:

- A greater potential to be affected by other risks not directly related to the investment (e.g. currency fluctuations in overseas markets)
- All or most funds will be in equity or equity related investments

Examples:

- UK equity funds
- UK All Share Tracker funds
- General North American funds

SPECIALIST

These investments carry a very high risk of capital loss, but with the potential for a higher return over the long-term. They are very volatile and are only suitable for clients who can afford to, and are prepared to, risk the entire capital value. They do not offer any guarantees.

Specialist investments can be characterised by some or all of the following:

- Exposure to very high risk investments
- High volatility that risks the entire capital value
- In the case of certain options and derivative investments, there is the potential to lose significantly more than the original capital invested
- Some investments in this category may require a longer term investment outlook before any benefit may be expected

Examples:

- Options/Derivatives
- Enterprise Investment Schemes
- Geographic specialist funds
- Venture Capital Trusts
- High Volatility Fund of Hedge funds

Fund risks

The value of an investment is not guaranteed and can go up and down depending on investment performance (and currency exchange rates where a fund invests overseas).

Since fund choice is such an important decision, it is worthwhile understanding the risks associated with this. Some of the funds have specific warnings which you should be aware of, and there are some more general risks which affect many of the funds we offer. These general risks are detailed below.

Where any of these general risks apply to a fund, this will be indicated beside the details of the relevant fund in the next section of this Guide where you can also read about the specific risks associated with each fund.

- EM** This fund invests in emerging markets so might invest in stockmarkets which are generally less well regulated than those in the UK. This may result in a greater risk that the value of the units might go down. The investments in these markets might also be bought and sold infrequently therefore resulting in large changes in their prices.
- EQ** This fund invests in company shares (often referred to as 'equities'). Investing in company shares generally has the potential for higher capital growth over the longer term than investing in say, corporate bonds and other fixed interest securities. However, there might be considerable fluctuations in equity prices and there is a greater risk that the value of the investment will fall.
- FI** Some of the fixed interest securities in which this fund invests might default or their credit rating might fall. The value of those investments will usually fall should an issuer default or receive a reduced credit rating. Fluctuations in interest rates are likely to affect the value of the fixed-interest securities held by the fund. If long-term interest rates rise, the value of the units is likely to fall and vice versa.
- FIG** This fund may invest more than 35% in fixed interest government or public securities issued by a single issuer. There could be a risk, for example, that they can't repay the amount borrowed. If they don't repay, the value of the fund will fall.
- FIS** The issuers of some of the securities in which this fund invests might default or their credit rating might fall. The value of those investments will usually fall should an issuer default or receive a reduced credit rating. Fluctuations in interest rates are likely to affect the value of the securities held by the fund. If long-term interest rates rise, the value of the units is likely to fall and vice versa.
- HY** This fund invests in high yielding fixed interest securities, which carry an increased risk of default and, for which, there is a higher risk that the issuer's credit rating may fall. The value of these investments will usually fall should an issuer default or receive a reduced credit rating or should the likelihood of these events increase.
- OS** Exchange rate changes might cause the value of any overseas investments to go up or down.
- PY** This fund invests in property and land. This can be difficult to sell, so it may not be possible to cash in the investment when you want to. We may have to delay acting on your instructions to sell the investment. The value of property is generally a matter of a valuer's opinion rather than fact and value's can go up or down. Property transactions tend to be larger and more complex than for other asset classes. As a result the proportion of cash held while awaiting suitable investment opportunities could be greater than for other funds.

Which funds would suit you best?

Scottish Widows Investment Partnership Funds

CAUTIOUS	<p>CASH FUND</p>	<p>The fund aims to provide long-term growth consistent with high levels of capital security by investing mainly in short-term securities.</p>
CAUTIOUS	<p>CORPORATE BOND FUND</p> <p>The following general risks apply:</p> <div style="display: flex; gap: 10px;"> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FI</div> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FIG</div> </div>	<p>The fund aims to achieve long-term growth by investing primarily in high quality, investment grade corporate bonds and other fixed-interest securities issued by companies in the UK and Europe.</p>
CAUTIOUS	<p>FIXED INTEREST FUND</p> <p>The following general risks apply:</p> <div style="display: flex; gap: 10px;"> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FI</div> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FIG</div> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">OS</div> </div>	<p>The fund aims to achieve long-term growth by investing mainly in UK fixed-interest securities. The fund may also invest in overseas fixed-interest securities.</p>
CAUTIOUS	<p>PENSION PROTECTOR FUND</p> <p>The following general risks apply:</p> <div style="display: flex; gap: 10px;"> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FI</div> </div> <p>Specific risk</p> <ul style="list-style-type: none"> • More than 35% of the fund may be invested in securities issued by a single government. If they can't repay the amount borrowed, the value of the investment will fall. 	<p>The fund may be suitable for investors approaching retirement who intend to purchase a conventional pension annuity. The fund invests mainly in long-dated UK fixed-interest securities. The prices of these are one of the key factors affecting the cost of buying a pension and so any investment in the fund should rise and fall broadly in line with changes in the cost of buying such a pension in retirement.</p> <p>The fund does not provide any guarantee of the level of pension in retirement or the cost of buying that pension. It may not be effective for those who intend to buy an inflation-linked pension and does not provide protection against changes in the cost of buying a pension that arise from changes in life expectancy.</p>
CAUTIOUS	<p>STRATEGIC INCOME BOND FUND</p> <p>The following general risks apply:</p> <div style="display: flex; gap: 10px;"> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FI</div> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">FIG</div> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">OS</div> <div style="border: 1px solid gray; border-radius: 50%; width: 30px; height: 30px; display: flex; align-items: center; justify-content: center;">HY</div> </div>	<p>The fund aims to achieve long-term growth by investing primarily in UK and European corporate bonds and other fixed interest securities. The majority of securities will be high quality, investment grade, but a significant proportion will be higher risk securities.</p>

CAUTIOUS	<p>UK FIXED INTEREST TRACKER FUND</p> <p>The following general risks apply: FI</p> <p>Specific risk</p> <ul style="list-style-type: none"> • More than 35 % of the fund may be invested in securities issued by a single government. If they can't repay the amount borrowed, the value of the investment will fall. 	<p>The fund aims to achieve long-term growth by investing in a portfolio that aims to track the performance of the UK fixed-interest market as represented by the FTSE-A UK Gilts All Stocks Index. The fund will invest mainly in UK Government fixed-interest securities.</p>
BALANCED	<p>INDEXED STOCK FUND</p> <p>The following general risks apply: FIS</p> <p>Specific risk</p> <ul style="list-style-type: none"> • More than 35 % of the fund may be invested in securities issued by a single government. If they can't repay the amount borrowed, the value of the investment will fall. 	<p>The fund aims to achieve long-term growth by investing mainly in UK index-linked securities.</p>
BALANCED	<p>PROPERTY FUND</p> <p>The following general risks apply: PY</p>	<p>The fund aims to achieve long-term growth by investing mainly in high-quality freehold and long leasehold commercial and industrial properties. Property transactions tend to be larger and more complex than for other asset classes. As a result the proportion of cash held while awaiting suitable investment opportunities could be greater than for other funds.</p>

BALANCED	<p>SAFETYPLUS® FUND</p> <p>The following general risks apply:</p> <p>Specific risk</p> <ul style="list-style-type: none"> The value of units in the SafetyPlus® Fund may change on a daily basis and may fall as well as rise. The techniques we use to provide the Safety Price incur a cost. The effect of this cost is that, in the long-term, growth is likely to be lower than would be achieved without the protection of the Safety Price. The Safety Price is guaranteed currently by a small number of major financial institutions and is dependent on each of these third parties meeting its obligations. 	EQ	<p>The fund aims to achieve long-term growth by investing mainly in shares of companies included in the FTSE 100 Index. It uses part of the potential return to provide protection against large stockmarket falls. A Safety Price is set from time to time (usually yearly), at 95% of the unit price at the time, and provides a minimum price if you sell units during the relevant "Safety Period". The SafetyPlus® fund is not a guaranteed fund, although it does offer limited risk, as well as growth potential.</p>
-----------------	--	----	--

PROGRESSIVE	<p>CONSENSUS FUND</p> <p>The following general risks apply:</p>	EQ FIS OS	<p>The fund aims to achieve long-term growth by investing in a balanced portfolio of UK and overseas company shares, fixed-interest stocks, index-linked stocks and cash deposits. Investment in these assets is made through a range of index-tracking funds, or where appropriate, through direct investment, again on an index tracking basis. The percentage of the fund invested in each asset class will be based on the average amount invested in each class in accordance with a benchmark of UK balanced funds.</p>
PROGRESSIVE	<p>MIXED FUND</p> <p>The following general risks apply:</p>	EQ FIS OS	<p>The fund aims to achieve long-term growth by investing in a mixed portfolio of UK and overseas company shares, fixed-interest stocks, index-linked stocks, property and cash deposits. The fund is likely to invest mainly in company shares and property.</p>


ADVENTUROUS	<p>ENVIRONMENTAL FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(EQ)</p>	<p>The fund aims to achieve long-term growth by investing in companies that demonstrate a positive commitment to the protection and preservation of the natural environment. Investment will be mainly in UK company shares.</p>
ADVENTUROUS	<p>ETHICAL FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(EQ)</p>	<p>The fund aims to achieve long-term growth by investing in companies with positive ethical practices. Stock selection is based on a screening process using criteria agreed between Scottish Widows Investment Partnership and an independent advisory body. Investment will be mainly in UK company shares. For example the fund's investments might include companies which have a high proportion of their turnover coming from safety equipment, healthcare or environmental technology, or which are active in the community. Companies that are likely to be excluded are those, for example, which produce alcohol or tobacco, provide animal testing services or those which own or operate nuclear power stations.</p>
ADVENTUROUS	<p>EUROPEAN FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(EQ) (OS)</p>	<p>The fund aims to achieve long-term growth by investing mainly in continental European company shares.</p>
ADVENTUROUS	<p>GLOBAL EQUITY FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(EQ) (OS)</p>	<p>The fund aims to achieve long-term growth by investing mainly in company shares in any economic sector in any geographical area including the UK.</p>
ADVENTUROUS	<p>INTERNATIONAL FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(EQ) (FI) (OS)</p>	<p>The fund aims to achieve long-term growth by investing mainly in overseas company shares. The fund may invest in some UK-based companies with international interests. The fund can also invest in fixed interest securities.</p>
ADVENTUROUS	<p>NORTH AMERICAN FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(EQ) (OS)</p>	<p>The fund aims to achieve long-term growth by investing mainly in North American company shares.</p>

ADVENTUROUS	<p>UK ALL SHARE TRACKER FUND</p> <p>The following general risks apply:</p> <p>EQ</p>	<p>The fund aims to achieve long-term growth by investing in a portfolio that aims to track the performance of the UK Equity market as represented by the FTSE All Share Index. The fund will invest mainly in company shares.</p>
ADVENTUROUS	<p>UK EQUITY FUND</p> <p>The following general risks apply:</p> <p>EQ</p>	<p>The fund aims to achieve long-term growth by investing mainly in UK company shares.</p>
SPECIALIST	<p>JAPANESE FUND</p> <p>The following general risks apply:</p> <p>EQ</p> <p>OS</p>	<p>The fund aims to achieve long-term growth by investing mainly in Japanese company shares.</p>





Externally Managed Fund Choice

<p style="writing-mode: vertical-rl; transform: rotate(180deg);">CAUTIOUS</p>	<p>SW SSgA STERLING CORPORATE BOND ALL STOCKS INDEX FUND</p> <p>The following general risks apply:</p> <p style="text-align: right;">(FI)</p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the Merrill Lynch Sterling Non-Gilts Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;">SSgA. STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">CAUTIOUS</p>	<p>SW SSgA STERLING LIQUIDITY FUND</p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund is measured against the London Interbank 7 day Deposit rate or it's recognised equivalent. This investment objective will be to maintain safety of principal through investment in short term money market instruments and fixed deposits.</p> <p style="text-align: right;">SSgA. STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">BALANCED</p>	<p>SW SSgA INDEX LINKED GILTS ALL STOCKS INDEX FUND</p> <p>The following general risks apply:</p> <p>Specific risk</p> <ul style="list-style-type: none"> • More than 35 % of the fund may be invested in securities issued by a single government. If they can't repay the amount borrowed, the value of the investment will fall. <p style="text-align: right;">(FIS)</p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the FTSE Actuaries British Government Index Linked All Stocks Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;">SSgA. STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">BALANCED</p>	<p>SW SSgA INDEX LINKED GILTS OVER 5 YEARS INDEX FUND</p> <p>The following general risks apply:</p> <p>Specific risk</p> <ul style="list-style-type: none"> • More than 35 % of the fund may be invested in securities issued by a single government. If they can't repay the amount borrowed, the value of the investment will fall. <p style="text-align: right;">(FIS)</p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the FTSE Actuaries British Government Over 5 Years Index Linked Gilts Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;">SSgA. STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">BALANCED</p>	<p>SW SSgA UK CONVENTIONAL GILTS OVER 15 YEARS INDEX FUND</p> <p>The following general risks apply:</p> <p>Specific risk</p> <ul style="list-style-type: none"> • More than 35 % of the fund may be invested in securities issued by a single government. If they can't repay the amount borrowed, the value of the investment will fall. <p style="text-align: right;">(FI)</p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the FTSE Actuaries British Government Over 15 Years index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;">SSgA. STATE STREET GLOBAL ADVISORS LIMITED</p>

<p style="writing-mode: vertical-rl; transform: rotate(180deg);">PROGRESSIVE</p>	<p>SW BLACKROCK MANAGED FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;"> EQ FI OS </p>	<p>The fund aims for long-term growth through a global spread of investments, but generally with an emphasis on the UK. Investment is through unit trusts managed by BlackRock Investment Managers.</p> <p style="text-align: right;">BLACKROCK</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">PROGRESSIVE</p>	<p>SW NEWTON MANAGED FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;"> EQ FI OS </p>	<p>The fund aims for long-term growth from a balance between capital growth and income from a portfolio of UK and international securities. The fund invests in a range of Newton OEIC funds.</p> <p style="text-align: right;">NEWTON</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">PROGRESSIVE</p>	<p>SW SCHRODER MANAGED FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;"> EQ FI OS </p>	<p>The fund aims for long-term growth from a balanced exposure to UK and overseas company shares and fixed-interest securities through a range of Schroder authorised unit trusts.</p> <p style="text-align: right;"> Schroders</p>



<p style="writing-mode: vertical-rl; transform: rotate(180deg);">ADVENTUROUS</p>	<p>SW SSgA 50:50 GLOBAL EQUITY INDEX FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;">   </p>	<p>The fund aims to provide long-term growth and provides broad exposure to countries around the world. The fund invests primarily in equities, both in the UK and overseas markets. The fund has approximately 50% invested in the shares of UK companies. The remaining 50% is invested in overseas companies split evenly between the US, Europe ex UK and the Far East. These asset exposures are through the SSgA Global Equity (50:50) Index Fund. Investment is made on an index-tracking basis.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">ADVENTUROUS</p>	<p>SW SSgA EUROPE EX UK EQUITY INDEX FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;">   </p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the FTSE World Europe ex UK Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">ADVENTUROUS</p>	<p>SW SSgA INTERNATIONAL EQUITY INDEX FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;">   </p>	<p>The fund aims to achieve long-term growth by investing primarily in shares of companies listed in the FTSE World ex UK Index. The fund invests primarily in company shares in overseas equity markets. Investment is solely through the SSgA International Equity Index Fund and is made on an index-tracking basis.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>
<p style="writing-mode: vertical-rl; transform: rotate(180deg);">ADVENTUROUS</p>	<p>SW SSgA NORTH AMERICA EQUITY INDEX FUND</p> <p>The following general risks apply:</p> <p style="text-align: center;">   </p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the FTSE World North America Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>

ADVENTUROUS	<p>SW SSgA UK EQUITY INDEX FUND</p> <p>The following general risks apply: </p>	<p>The fund aims to achieve long-term growth by investing primarily in shares of companies listed in the FTSE All Share Index. The fund invests primarily in company shares. Investment is solely through the SSgA UK Equity Index Fund and is made on an index-tracking basis.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>
--------------------	--	--

SPECIALIST	<p>SW SSgA ASIA PACIFIC EX JAPAN EQUITY INDEX FUND</p> <p>The following general risks apply:  </p>	<p>State Street Global Advisors describe their fund's aim as follows: The Fund aims to track the FTSE All-World Developed Asia Pacific ex Japan Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>
-------------------	--	---

SPECIALIST	<p>SW SSgA JAPAN EQUITY INDEX FUND</p> <p>The following general risks apply:  </p>	<p>State Street Global Advisors describe their fund's aim as follows: The fund aims to track the FTSE World Japan Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the above Index although stock index futures can be used for efficient portfolio management.</p> <p style="text-align: right;"> STATE STREET GLOBAL ADVISORS LIMITED</p>
-------------------	---	---

Restrictions on investment funds

We may change the selection of funds that we make available. There may be restrictions on the amount you can invest in certain funds. The full range of funds listed may not be available to all customers. Please contact us for details of any restrictions that apply.

For Stakeholder plans taken out with the help of a financial adviser before 28 July 2003 you can currently continue to invest unrestricted in our externally managed funds.

If investing in a Stakeholder plan from 28 July 2003 you will only be allowed to put up to 30% of your payments into the following externally managed funds:

- SW BlackRock Managed
- SW Newton Managed
- SW Schroder Managed.

The remaining 70% can be invested in our internally managed funds and the other externally managed funds.

Any new Stakeholder plans taken out from 1 February 2009 will not be able to invest in the three externally managed funds shown above. Please speak to your financial adviser for further details.

The funds at a glance

Cash	SW BlackRock Managed
Consensus	SW Newton Managed
Corporate Bond	SW Schroder Managed
Environmental	SW SSgA 50:50 Global Equity Index
Ethical	SW SSgA Asia Pacific Ex Japan Equity Index
European	SW SSgA Europe ex UK Equity Index
Fixed Interest	SW SSgA Index Linked Gilts All Stocks Index
Global Equity	SW SSgA Index Linked Gilts Over 5 Years Index
Indexed Stock	SW SSgA International Equity Index
International	SW SSgA Japan Equity Index
Japanese	SW SSgA North America Equity Index
Mixed	SW SSgA Sterling Corporate Bond All Stocks Index
North American	SW SSgA Sterling Liquidity
Pension Protector	SW SSgA UK Conventional Gilts Over 15 Years Index
Property	SW SSgA UK Equity Index
SafetyPlus®	
Strategic Income Bond	
UK All Share Tracker	
UK Equity	
UK Fixed Interest Tracker	

Important Notes

Full terms and conditions are available on request from Scottish Widows. Charges, limits and terms may change but only to the extent, if any, allowed for Stakeholder Pension Plans.

SafetyPlus® is a registered trademark of Scottish Widows plc.



SCOTTISH WIDOWS
preparation is everything
official pensions and investment provider



As part of the Lloyds Banking Group, Scottish Widows is proud to be an Official Provider of the London 2012 Olympic and Paralympic Games.

Scottish Widows plc. Registered in Scotland No. 199549. Registered Office in the United Kingdom at 69 Morrison Street, Edinburgh EH3 8YF. Telephone: 0131 655 6000.

Scottish Widows plc is authorised and regulated by the Financial Services Authority. Our FSA Register number is 191517.

16633BI 04/09