

Prudential Managed Funds Tracker Trust

Manager's interim report for the
six months ended 31 January 2010
(unaudited)

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Trust objective and policy

The objective is to maximise the total long term return by matching, as closely as possible, the composition of a variety of stock and bond indices, such that the overall asset allocation reflects the major asset classes (those consisting of 5% or more of the fund) of the median Pension Balanced Managed Fund (as defined by the Association of British Insurers and measured by Lipper).

Manager's comments

During the six months under review, the Prudential Managed Funds Tracker Trust's total return (capital performance with net income reinvested) was 10.1%*. The total return of the trust's competitive peer group, the IMA Balanced Managed Sector, was 10.5%*.

The trust is a tracker fund and aims to closely follow the performance of a range of leading world indices. Investments are spread across a variety of geographic markets and asset types and this diversification is less risky than focusing on a single asset type or market for investment. The UK remains the main focus of the trust, with nearly 60% of the portfolio held in UK equities and UK government bonds. Pacific Market equities account for around 15% of the portfolio, while European equities represent over 11% of the portfolio, US stocks 9% and Japanese equities around 3%.

The stockmarket rally that began in March 2009 continued throughout the six-month review period due to reduced pessimism about prospects for the global economy. The improved mood was largely in response to a number of initiatives by policy makers to stabilise the financial system and kick-start economic activity. In particular, the authorities in the US and the UK initiated a quantitative easing programme, which involved the purchase of government and corporate bonds to boost the supply of money and lower the cost of corporate borrowing. The positive mood was reinforced after the earnings of many companies were better than had been expected. Furthermore, there were indications that the stimulus packages in the US are starting to have an effect.

In terms of geographic regions, Pacific Market equities were among the strongest performers over the review period, followed by the US and the UK, with Europe and Japan trailing the global average, all in sterling terms.

The UK component of the trust tracks the FTSE All-Share Index, which was up 14.7% during the period under review. Mining stocks featured as prominent outperformers over the six months, reflecting renewed optimism about prospects for economic recovery and higher commodity

Manager's comments (continued)

prices. At the other end of the scale, banking stocks trailed the market average. In the initial three months of the review period, banks made healthy gains due to their attractive valuations after some months of weakness. In addition, there were indications that the worst of the crisis appeared to have passed. However, more recently, banking stocks fell out of favour because of concerns that they had risen too far, too quickly. Sentiment in the sector was also dampened because of uncertainty about prospects of tougher regulation.

Around 16% of the portfolio is invested in UK government bonds (gilts). Gilts achieved only modestly positive returns of around 2.5%, largely boosted by the fact that the Bank of England has been very active in buying government bonds to support its quantitative easing policy. However, there is considerable pressure on the market as the initiative is winding down, leading to uncertainty about the effect this will have.

Portfolio activity was largely focused on maintaining the positioning of the overall trust. In the fixed income component of the trust, sales included UK gilts maturing in 2030 and 2038, while purchases involved UK gilts maturing in 2014 and 2027. However, these should be seen in the context of the overall portfolio. In terms of equities, the holding in Lloyds Banking Group was topped up, while positions in HSBC and BP were reduced. These stocks were among the main index movers during the review period.

Despite the recent rally in global stockmarkets, the economic recovery remains fragile and short-term volatility is likely. Financial market conditions have improved and there are signs of increased economic activity in a number of countries, although there are questions about the sustainability of such advances. The UK has just exited recession and it is likely that economic recovery here will be drawn out, with a high level of indebtedness holding back consumption. Notwithstanding the potential for short-term weakness, the fund manager believes that equities represent a solid long-term investment once economic activity is on a surer footing. In terms of gilts, the continued issuance of government bonds is likely to put upward pressure on gilt yields, particularly once quantitative easing officially ends.

* Source: Morningstar, Inc.
Basis: Bid to bid with net income reinvested to 29 January 2010 (the nearest measurable period).

Please note that the views expressed in this Report should not be taken as a recommendation or advice as to how the Prudential Managed Funds Tracker Trust or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a financial adviser.

Trust statistics

Sterling Class 'C' units are not generally available to all investors.

Distribution dates and trust facts

Distribution type	xd	payment
Final	02.08.10	30.09.10
Interim	01.02.11	31.03.11

	Interim distribution		Total Expense Ratio ^[b]	
	Inc 31.03.10 ^[a]	Acc 01.02.10 ^[a]	31.01.10	31.07.09
Sterling	p	p	%	%
Class 'A'	n/a	0.5090	1.44	1.45
Class 'C'	1.0890	n/a	0.03	0.03

The Portfolio Turnover Rate (PTR) for the 12 months ending 31 January 2010 was 34.45% compared with 38.44% for the year ending 31 July 2009. ^[c]

^[a] The date on which the interim distribution will be paid to Income unitholders and credited to Accumulation unitholders.

^[b] The Total Expense Ratio (TER) shows the relevant annualised operating expenses of each unit class from the most recent reporting period as a single percentage of the average net asset value for that unit class over the same period.

^[c] The Portfolio Turnover Rate (PTR) is a ratio that reflects the volume of trading within the trust over the course of a 12 month period. The PTR is calculated by taking the sum of all transactions in securities less the sum of all transactions in the trust's units and is expressed as a percentage of the trust's average net asset value.

Income accrued from interest-bearing securities is distributed on an effective yield basis.

Trust performance

Performance of unit classes.

	Net asset value per unit as at 31.01.10		Net asset value per unit as at 31.07.09		Net asset value % change	
	Inc	Acc	Inc	Acc	Inc	Acc
Sterling	p	p	p	p	%	%
Class 'A'	n/a	118.30	n/a	107.43	n/a	+10.12
Class 'C'	108.96	n/a	99.37	n/a	+9.65	n/a

Trust statistics

Prices ^[a]

Prior to conversion to multi-unit class.

	Calendar year	Income units		Accumulation units	
		Highest	Lowest	Highest	Lowest
Sterling		p	p	p	p
	2005 ^[b]	n/a	n/a	100.49	91.08

^[a] Up until 28 May 2005 the trust was dual priced and the figures show the highest offer price and the lowest bid price. From 31 May 2005 this trust was single priced and from this date now shows both the highest price and lowest price.

^[b] Up to 31 July 2005.

Post conversion to multi-unit class.

	Calendar year	Income units		Accumulation units	
		Highest	Lowest	Highest	Lowest
Sterling		p	p	p	p
Class 'A'	2005 ^[a]	n/a	n/a	108.64	98.80
	2006	n/a	n/a	118.95	105.48
	2007	n/a	n/a	129.17	115.71
	2008	n/a	n/a	126.42	87.79
	2009	n/a	n/a	123.25	86.45
	2010 ^[b]	n/a	n/a	125.80	118.30
Class 'C'	2005 ^[a]	109.14	99.05	n/a	n/a
	2006	117.45	105.25	n/a	n/a
	2007	125.09	111.71	n/a	n/a
	2008	122.46	83.15	n/a	n/a
	2009	114.54	80.88	n/a	n/a
	2010 ^[b]	116.96	109.41	n/a	n/a

^[a] From 1 August 2005 (the launch date of the unit class).

^[b] Up to 1 February 2010.

Trust statistics

Income

Dividend income per unit

Prior to conversion to multi-unit class.

	Calendar year	Interim	Distributed Final	Total	Reinvested
Sterling (net)		p	p	p	p
	2005	n/a	n/a	n/a	1.7147

Post conversion to multi-unit class.

	Calendar year	Interim	Distributed Final	Total	Reinvested
Sterling (net)		p	p	p	p
Class 'A'	2006	n/a	n/a	n/a	1.9334
	2007	n/a	n/a	n/a	2.1119
	2008	n/a	n/a	n/a	2.3750
	2009	n/a	n/a	n/a	2.1030
	2010 ^[a]	n/a	n/a	n/a	0.5090
Class 'C'	2006	1.3057	1.8133	3.1190	n/a
	2007	1.4088	1.9800	3.3888	n/a
	2008	1.4010	2.1850	3.5860	n/a
	2009	1.4440	1.5920	3.0360	n/a
	2010 ^[a]	1.0890	-	1.0890	n/a

[a] Up to interim: ex-distribution date 1 February 2010;
payment date 31 March 2010.

Past performance is not a guide to future performance.

The price of units and the income from them can go down as well as up, and you may get back less than you invested.

Trust statistics

Net assets

	Period ended	Value per unit		Number of units	
		Inc	Acc	Inc	Acc
Sterling		p	p		
Class 'A'	Jul 2007	n/a	122.25	n/a	2,069,711
	Jul 2008	n/a	111.47	n/a	1,837,811
	Jul 2009	n/a	107.43	n/a	1,817,811
	Jan 2010	n/a	118.30	n/a	1,764,811
Class 'C'	Jul 2007	118.11	n/a	76,316,200	n/a
	Jul 2008	105.30	n/a	78,839,200	n/a
	Jul 2009	99.37	n/a	80,312,500	n/a
	Jan 2010	108.96	n/a	73,924,100	n/a

Total net asset value of trust

Period ended	£
Jul 2007	92,670,000
Jul 2008	85,062,000
Jul 2009	81,759,000
Jan 2010	82,635,000

Portfolio

Portfolio statement

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Australia		5.38	4.75
4,731 AGL Energy	36	0.04	
65,187 Alumina	56	0.07	
15,336 Amcor	50	0.06	
16,836 AMP	58	0.07	
10,856 Asciano Group	10	0.01	
41,104 Australand Property Group	10	0.01	
16,041 Australia & New Zealand Banking Group	193	0.23	
100,460 BGP Holdings	0	0.00	
28,209 BHP Billiton (Australian listing)	616	0.75	
28,214 Brambles	102	0.12	
13,462 Coca-Cola Amatil	82	0.10	
11,656 Commonwealth Bank of Australia	344	0.42	
8,573 Computershare	55	0.07	
4,368 Consolidated Media	7	0.01	
9,368 Crown	40	0.05	
5,670 CSL	98	0.12	
33,247 CSR	34	0.04	
77,946 Dexus Property Group	36	0.04	
13,315 Fosters Group	39	0.05	
100,460 GPT Group	32	0.04	
1,625 Insurance Australia Group	3	0.00	
3,917 Leighton Holdings	83	0.10	
4,211 Lend Lease	22	0.03	
5,122 Macquarie Atlas Roads	3	0.00	
3,211 Macquarie Group	89	0.11	
25,612 Macquarie Infrastructure Group	17	0.02	
18,136 National Australia Bank	265	0.32	
3,500 Newcrest Mining	61	0.07	
9,019 Orica	121	0.15	
11,495 Origin Energy	102	0.12	
27 Prime Infrastructure	0	0.00	
10,124 QBE Insurance Group	129	0.16	
4,893 Rio Tinto (Australian listing)	184	0.22	
13,861 Santos	101	0.12	
24,009 Sigma Pharmaceuticals	12	0.01	
6,108 Sims Metal Management (formerly Sims Group)	72	0.09	
26,120 Stockland	54	0.07	
11,328 Suncorp Metway	56	0.07	
13,591 Tabcorp Holdings	53	0.06	
43,381 Telstra	80	0.10	
5,403 Toll Holdings	26	0.03	

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Australia (continued)			
21,796	Transurban Group	63	0.08
9,753	Wesfarmers	149	0.18
956	Wesfarmers (Deferred Shares)	15	0.02
22,493	Westfield Group	158	0.19
25,305	Westpac Banking	335	0.41
4,887	Woodside Petroleum	115	0.14
12,309	Woolworths	176	0.21
Austria		0.00	0.06
Belgium		0.26	0.22
3,960	Anheuser-Busch InBev	123	0.15
1,760	Anheuser-Busch InBev VVPR Strip	0	0.00
1,700	Belgacom	39	0.05
4,407	Dexia	17	0.02
5,345	Fortis	12	0.01
567	GDF Suez VVPR Strip	0	0.00
889	KBC Group	24	0.03
Canada		0.73	0.85
1,260	Bank Of Nova Scotia	33	0.04
1,854	Barrick Gold	41	0.05
3,000	Brookfield Asset Management	38	0.05
750	Canadian Natural Resources	30	0.04
1,100	Cenovus Energy	16	0.02
1,100	EnCana	21	0.03
2,000	Imperial Oil	45	0.05
2,400	Manulife Financial	28	0.03
800	Potash Corp. of Saskatchewan	52	0.06
500	Research in Motion	20	0.02
2,138	Royal Bank of Canada	67	0.08
1,500	Sun Life Financial	27	0.03
1,900	Suncor Energy	38	0.05
1,900	Teck Resources (formerly Teck Cominco 'B')	41	0.05
1,400	Toronto-Dominion	52	0.06
2,700	TransCanada	54	0.07
Denmark		0.30	0.27
17	AP Moller-Maersk	82	0.10
4,000	Danske Bank	61	0.07
2,000	Novo-Nordisk 'B'	85	0.10
800	Vestas Wind Systems	26	0.03

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Eire		0.10	0.13
3,259 Allied Irish Banks	4	0.00	
3,602 Bank of Ireland	4	0.00	
2,714 CRH	40	0.05	
3,900 Elan	18	0.02	
7,500 Ryanair Holdings	22	0.03	
Finland		0.22	0.22
3,000 Fortum	48	0.06	
1,600 Metso	33	0.04	
9,776 Nokia	86	0.10	
5,300 Stora Enso	20	0.02	
France		2.67	2.53
801 Accor	25	0.03	
94 Air Liquide	6	0.01	
500 Air Liquide (Prime Fidelite 2012) (January 10)	33	0.04	
594 Air Liquide (Prime Fidelite 2012) (June 07)	39	0.05	
6,362 Alcatel-Lucent	13	0.02	
1,000 Alstom	42	0.05	
8,175 AXA	106	0.13	
3,597 BNP Paribas	160	0.19	
1,328 Bouygues	41	0.05	
770 Cap Gemini	21	0.03	
3,412 Carrefour	104	0.13	
2,238 Compagnie de Saint Gobain	66	0.08	
4,196 Crédit Agricole	41	0.05	
1,015 Électricité de France	34	0.04	
1,500 Essilor International	54	0.07	
7,255 France Telecom	104	0.13	
5,495 GDF Suez (French listing)	130	0.16	
2,247 Groupe Danone	80	0.10	
101 Lafarge	5	0.01	
640 Lafarge (Prime Fidelite 2010)	30	0.04	
400 Lafarge (Prime Fidelite 2012)	19	0.02	
1,332 L'Oréal (Prime Fidelite 2012)	88	0.11	
1,358 LVMH	92	0.11	
460 PPR	35	0.04	
1,398 Renault	41	0.05	
3,297 Sanofi-Aventis	152	0.18	
937 Schneider Electric	60	0.07	

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
France (continued)			
2,563	Société Générale	94	0.11
1,909	STMicroelectronics	10	0.01
1,078	Suez Environnement	15	0.02
7,744	Total	282	0.34
450	Unibail-Rodamco	61	0.07
1,617	Veolia Environnement	33	0.04
4,549	Vivendi	75	0.09
		1.94	1.89
Germany			
1,837	Allianz	127	0.15
3,496	BASF	123	0.15
2,491	Bayer	107	0.13
1,312	Bayerische Motoren Werke	35	0.04
4,000	Commerzbank	19	0.02
3,585	Daimler	104	0.13
2,259	Deutsche Bank	87	0.11
1,200	Deutsche Börse	49	0.06
5,500	Deutsche Post	60	0.07
11,839	Deutsche Telekom	96	0.12
6,426	E.ON	149	0.18
1,600	Fresenius Medical Care	51	0.06
928	K&S	33	0.04
1,249	LANXESS	30	0.04
1,286	Metro	44	0.05
748	Munich Re	70	0.08
1,329	RWE	74	0.09
3,420	SAP	97	0.12
3,077	Siemens	173	0.21
1,500	ThyssenKrupp	30	0.04
3,091	TUI	17	0.02
440	Volkswagen	25	0.03
		0.04	0.05
Greece			
2,542	National Bank of Greece	34	0.04
		2.20	3.07
Hong Kong			
35,000	Alibaba	49	0.06
28,305	Bank of East Asia	60	0.07
63,000	BOC Hong Kong Holdings	82	0.10
18,500	Cheung Kong Holdings	136	0.16
40,000	China Mengniu Dairy	77	0.09
27,000	CLP Holdings	113	0.14
10,247	Esprit	45	0.05
160,000	Foxconn International Holdings	106	0.13

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Hong Kong (continued)			
25,000	Hang Lung Properties	53	0.06
10,600	Hang Seng Bank	92	0.11
20,000	Henderson Land Development	78	0.09
23,035	Hong Kong Electric Holdings	80	0.10
15,000	Hong Kong Exchanges and Clearing	158	0.19
65,260	Hutchison Telecommunications	11	0.01
65,260	Hutchison Telecommunications 'H' Shares	7	0.01
30,500	Hutchison Whampoa	129	0.16
2,300	I-Cable Communications	0	0.00
157,000	Johnson Electric Holdings	46	0.06
50,000	Lenovo	21	0.03
32,000	Li & Fung	91	0.11
20,793	MTR	42	0.05
21,000	Sun Hung Kai Properties	168	0.20
15,000	Swire Pacific 'A'	102	0.12
25,875	Wharf Holdings	80	0.10
Italy		0.97	0.91
4,892	Assicurazioni Generali	72	0.09
26,526	Enel	89	0.11
9,778	Eni	142	0.17
3,746	Fiat	29	0.04
3,900	Finmeccanica	34	0.04
35,393	Intesa Sanpaolo	85	0.10
6,937	Mediaset	33	0.04
3,357	Saipem	68	0.08
52,022	Telecom Italia	49	0.06
40,000	Telecom Italia (Savings shares)	29	0.04
3,000	UBI Banca	26	0.03
83,657	UniCredit (formerly UniCredito Italiano)	142	0.17
Japan		3.43	3.47
451,000	Nomura TOPIX Exchange Traded Fund	2,835	3.43
Netherlands		0.93	0.82
6,940	Aegon	26	0.03
4,824	Ahold	38	0.05
3,638	ArcelorMittal	88	0.11
2,046	ASML Holding	41	0.05
1,795	Heineken	55	0.07
15,799	ING Groep	93	0.11
6,486	KPN	67	0.08

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Netherlands (continued)			
3,566	Philips Electronics	67	0.08
4,614	Reed Elsevier (Dutch listing)	35	0.04
2,158	Schlumberger	86	0.10
1,340	TNT	24	0.03
6,302	Unilever (Dutch listing)	121	0.15
2,037	Wolters Kluwer	27	0.03
New Zealand		0.10	0.05
30,571	Fisher & Paykel Healthcare	45	0.05
40,231	Telecom Corporation of New Zealand	42	0.05
Norway		0.20	0.21
12,600	Norsk Hydro	57	0.07
4,034	Renewable Energy	15	0.02
4,366	Statoil (formerly StatoilHydro)	61	0.07
4,000	Telenor	32	0.04
Republic of Korea		2.93	2.69
1,458	CJ	53	0.06
500	CJ Cheiljedang	56	0.07
4,000	Daewoo Securities	41	0.05
9,000	Hynix Semiconductor	110	0.13
2,200	Hyundai Engineering & Construction	76	0.09
750	Hyundai Heavy Industry	75	0.09
3,000	Hyundai Merchant Marine	47	0.06
3,100	Hyundai Motor	188	0.23
7,500	Kangwon Land	64	0.08
3,000	KB Financial Group	81	0.10
1,500	KT & G	54	0.07
2,300	LG	78	0.09
1,500	LG Electronics	88	0.11
350	Lotte Shopping	56	0.07
700	NHN	65	0.08
880	POSCO	253	0.31
1,440	Samsung Electronic	606	0.73
500	Samsung Fire & Marine Insurance	50	0.06
3,500	Samsung Heavy Industry	45	0.05
1,600	Samsung Securities	54	0.07
190	Shinsegae	53	0.06
1,500	SK Energy	85	0.10
500	SK Telecom	49	0.06
12,500	Woori Finance Holdings	90	0.11

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Singapore		1.15	1.04
82,500	CapitaLand	141	0.17
19,500	DBS Group Holdings	123	0.15
8,245	Haw Par	21	0.03
37,781	Oversea-Chinese Banking	137	0.17
10,267	Singapore Airlines	63	0.08
25,500	Singapore Press Holdings	42	0.05
73,278	Singapore Telecommunications	97	0.12
13,000	United Overseas Bank	104	0.13
60,900	UOL Group	100	0.12
7,000	Venture	26	0.03
28,000	Wilmar International	81	0.10
Spain		1.08	1.18
1,800	ACS Actividades	53	0.06
12,085	Banco Bilbao Vizcaya Argentaria	115	0.14
5,610	Banco Popular Español	27	0.03
26,447	Banco Santander (formerly Banco Santander Central Hispano)	233	0.28
2,400	Gamesa Technologica	21	0.03
1,284	Gas Natural	16	0.02
23,344	Iberdrola	124	0.15
5,097	Repsol YPF	75	0.09
15,444	Telefónica	231	0.28
Sweden		0.66	0.56
8,000	Atlas Copco 'A'	67	0.08
1,615	Electrolux 'B'	24	0.03
9,950	Ericsson 'B'	60	0.07
814	Hennes & Mauritz 'B'	30	0.04
6,022	Husqvarna 'B'	25	0.03
17,825	Nordea Bank	102	0.12
5,980	Sandvik	41	0.05
2,300	Securitas 'B'	14	0.02
3,000	Skanska 'B'	29	0.04
3,000	SSAB Svenskt Stål 'A'	30	0.04
5,442	Svenska Cellulosa 'B'	46	0.06
4,446	Swedbank 'A'	24	0.03
7,260	Volvo AB 'B'	38	0.05

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
Switzerland		1.90	1.75
9,000 ABB (Regd.)	102	0.12	
800 Adecco (Regd.)	27	0.03	
3,394 Compagnie Financière Richemont (Bearer)	72	0.09	
3,516 Credit Suisse Group (Regd.)	97	0.12	
2,000 GAM Holding (Regd.) (formerly Julius Baer)	14	0.02	
86 Givaudan	44	0.05	
867 Holcim (Regd.)	37	0.04	
800 Julius Baer Gruppe (Regd.)	16	0.02	
539 Lonza Group (Regd.)	24	0.03	
11,670 Nestlé (Regd.)	348	0.42	
7,288 Novartis (Regd.)	244	0.30	
700 Pargesa Holdings (Bearer)	37	0.05	
2,270 Roche Holding 'Genussscheine' (non-voting)	241	0.29	
1,263 Swiss Reinsurance (Regd.)	34	0.04	
390 Syngenta (Regd.)	63	0.08	
9,595 UBS (Regd.)	80	0.10	
590 Zurich Financial Services Group (Regd.)	79	0.10	
Taiwan		2.21	1.97
50,893 ASUSTeK Computer	61	0.07	
106,018 AU Optronics	74	0.09	
77,154 Cathay Financial Holdings	81	0.10	
176,142 China Steel	111	0.13	
273,116 Chinatrust Financial	93	0.11	
40,428 Chunghwa Telecom	50	0.06	
40,800 Delta Electronics	77	0.09	
159,324 Far Eastern Textile	109	0.13	
103,000 Formosa Chemical & Fibre	139	0.17	
99,189 Formosa Plastics	128	0.16	
150,000 Fubon Financial	109	0.13	
81,249 Hon Hai Precision Industry	212	0.26	
7,350 HTC	45	0.05	
6,688 MediaTek	67	0.08	
90,000 Taiwan Cement	52	0.06	
302,531 Taiwan Semiconductor Manufacturing	361	0.44	
224,696 United Microelectronics	70	0.08	

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom		58.70	56.32
Government stocks		15.54	14.75
£1,288,000	Treasury 2.25% 2014	1,268	1.53
£479,000	Treasury 2.75% 2015	474	0.57
£1,110,000	Treasury 3.25% 2011	1,150	1.39
£186,000	Treasury 4% 2016	193	0.23
£100,000	Treasury 4% 2022	98	0.12
£30,000	Treasury 4% 2060	28	0.03
£171,000	Treasury 4.25% 2027	168	0.20
£367,000	Treasury 4.25% 2039	357	0.43
£590,000	Treasury 4.25% 2049	581	0.70
£469,000	Treasury 4.25% 2055	465	0.56
£380,000	Treasury 4.5% 2013	406	0.49
£775,000	Treasury 4.5% 2019	809	0.98
£339,000	Treasury 4.5% 2042	346	0.42
£743,000	Treasury 4.75% 2020	788	0.95
£1,000,000	Treasury 4.75% 2030	1,043	1.26
£610,000	Treasury 4.75% 2038	645	0.78
£1,006,000	Treasury 5% 2025	1,073	1.30
£552,000	Treasury 5.25% 2012	596	0.72
£168,000	Treasury 6.25% 2010	176	0.21
£132,000	Treasury 8% 2013	158	0.19
£663,000	Treasury 8% 2015	834	1.01
£324,000	Treasury 8% 2021	439	0.53
£581,000	Treasury 8.75% 2017	779	0.94
Oil & gas producers		7.74	7.48
76,498	BG Group	885	1.07
431,188	BP	2,542	3.08
27,910	Cairn Energy	90	0.11
79,891	Royal Dutch Shell 'A'	1,398	1.69
65,370	Royal Dutch Shell 'B'	1,101	1.33
5,110	Soco International	74	0.09
23,786	Tullow Oil	274	0.33
3,000	Tullow Oil (Placing)	35	0.04
Oil equipment, services & distribution		0.19	0.19
13,600	AMEC	101	0.12
12,013	Wellstream Holdings	60	0.07
Chemicals		0.15	0.12
63,457	Elementis	32	0.04
6,000	Johnson Matthey	88	0.11

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Forestry & paper			
9,734	Mondi	35	0.04
Mining			
32,206	Anglo American	745	0.90
13,333	Aquarius Platinum	49	0.06
50,207	BHP Billiton (London listing)	936	1.13
10,000	Eurasian Natural Resources	89	0.11
7,000	Fresnillo	46	0.06
6,000	Kazakhmys	73	0.09
5,168	Lonmin	93	0.11
1,674	Petropavlovsk (formerly Peter Hambro Mining)	15	0.02
2,300	Randgold Resources	101	0.12
34,856	Rio Tinto (Regd.)	1,079	1.31
4,500	Vedanta Resources	107	0.13
50,916	Xstrata	514	0.62
Aerospace & defence			
88,572	BAE Systems	313	0.38
37,260	Cobham	87	0.11
42,850	QinetiQ Group	57	0.07
43,428	Rolls-Royce Group	206	0.25
Construction & materials			
12,652	Balfour Beatty	34	0.04
20,860	Galliford Try	65	0.08
Electronic & electrical equipment			
13,400	Domino Printing Sciences	44	0.05
3,036	Spectris	23	0.03
23,000	TT electronics	20	0.02
General industrials			
14,300	Cookson Group	61	0.07
19,470	Rexam	58	0.07
6,929	Smiths Group	69	0.08
22,174	Tomkins	41	0.05
Industrial engineering			
6,604	IMI	36	0.04
53,183	Melrose	90	0.11
5,269	Weir Group	40	0.05
Industrial transportation			
9,758	BBA Aviation	16	0.02
10,801	Wincanton	24	0.03

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Support services		1.41	1.30
9,147	Aggreko	81	0.10
14,128	BSS Group	37	0.05
10,008	Bunzl	62	0.08
14,283	Capita Group	103	0.12
19,909	Carillion	59	0.07
14,584	Davis Service Group	59	0.07
4,962	De La Rue	48	0.06
14,421	Electrocomponents	25	0.03
23,296	Experian Group	138	0.17
6,434	Filtrona	12	0.01
41,937	G4S	106	0.13
51,395	Galiform	45	0.05
13,651	Premier Farnell	24	0.03
48,900	Rentokil Initial	56	0.07
14,872	Serco Group	74	0.09
14,400	SIG	16	0.02
34,336	Smiths News	41	0.05
7,200	St. Ives	4	0.00
6,669	Travis Perkins	49	0.06
8,947	Wolseley	122	0.15
Automobiles & parts		0.05	0.04
35,981	GKN	41	0.05
Beverages		1.31	1.20
57,671	Diageo	607	0.73
28,200	SABMiller	483	0.58
Food producers		1.22	1.08
10,428	Associated British Foods	92	0.11
32,042	Cadbury	265	0.32
67,019	Premier Foods	22	0.03
14,564	Tate & Lyle	58	0.07
30,106	Unilever (London listing)	572	0.69
Household goods & home construction		0.83	0.89
71,893	Barratt Developments	85	0.10
9,235	Bovis Homes Group	37	0.05
3,821	Persimmon	16	0.02
15,930	Reckitt Benckiser	517	0.63
73,250	Taylor Wimpey	28	0.03
Leisure goods		0.03	0.02
6,000	Vitec Group	24	0.03

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Personal goods			
7,558	Burberry Group	46	0.06
8,844	SSL International	69	0.08
		1.73	1.69
Tobacco			
46,717	British American Tobacco	967	1.17
22,780	Imperial Tobacco	461	0.56
		0.17	0.16
Healthcare equipment & services			
20,582	Smith & Nephew	130	0.16
8,000	Southern Cross Healthcare Group	12	0.01
		3.26	3.33
Pharmaceuticals & biotechnology			
34,921	AstraZeneca	1,014	1.23
118,913	GlaxoSmithKline	1,453	1.76
8,000	Hikma Pharmaceuticals	45	0.05
124,000	Oxford Biomedica	14	0.02
13,135	Shire	161	0.20
		1.33	1.28
Food & drug retailers			
59,874	Morrison (Wm.) Supermarkets	173	0.21
45,805	Sainsbury (J.)	148	0.18
183,713	Tesco	777	0.94
		0.72	0.73
General retailers			
5,790	Brown (N.) Group	13	0.02
100,033	DSG International	31	0.04
46,222	Findel	16	0.02
28,053	HMV Group	21	0.03
27,312	Home Retail Group	69	0.08
130,000	Inchcape	34	0.04
21,104	Kesa Electricals	27	0.03
55,769	Kingfisher	117	0.14
42,732	Marks & Spencer Group	148	0.18
5,740	NEXT	112	0.14
		1.07	1.08
Media			
26,564	Aegis Group	32	0.04
30,200	British Sky Broadcasting Group	163	0.20
9,014	Daily Mail & General Trust 'A' (non-voting)	41	0.05
13,713	Informa	45	0.05
99,333	ITV	56	0.07
18,212	Johnston Press	5	0.01
19,056	Pearson	168	0.20
25,472	Reed Elsevier (London listing)	127	0.15
2,225	Rightmove	12	0.01

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Media (continued)			
12,109	Trinity Mirror	18	0.02
6,254	United Business Media	27	0.03
30,586	WPP Group	178	0.22
44,000	Yell Group	15	0.02
Travel & leisure		1.15	0.96
7,000	Arriva	34	0.04
35,466	British Airways	72	0.09
4,416	Carnival	101	0.12
44,902	Compass Group	191	0.23
9,710	easyJet	38	0.05
16,400	Enterprise Inns	19	0.02
10,800	FirstGroup	40	0.05
12,380	Greene King	55	0.07
7,788	InterContinental Hotels Group	70	0.08
30,012	Ladbroke's	47	0.06
24,628	Marston's	22	0.03
9,608	Mitchells & Butlers	27	0.03
15,480	Rank Group	14	0.02
17,777	Restaurant Group	37	0.05
31,743	Stagecoach Group	56	0.07
10,029	TUI Travel	26	0.03
3,662	Whitbread	51	0.06
20,000	William Hill	40	0.05
Fixed line telecommunications		0.43	0.42
162,519	BT Group	224	0.27
67,108	Cable & Wireless	96	0.12
23,915	Colt Telecom Group	30	0.04
Mobile telecommunications		2.05	2.05
9,400	Inmarsat	64	0.08
1,213,439	Vodafone Group	1,625	1.97
Electricity		0.48	0.48
4,525	Drax Group	19	0.02
36,909	International Power	119	0.14
22,727	Scottish & Southern Energy	267	0.32
Gas, water & multi-utilities		1.07	0.99
113,734	Centrica	307	0.37
56,282	National Grid	356	0.43
12,000	Northumbrian Water Group	31	0.04
6,395	Pennon Group	33	0.04
5,600	Severn Trent	64	0.08
16,439	United Utilities	88	0.11

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Banks			
		5.56	5.70
258,300	Barclays	691	0.84
401,568	HSBC Holdings	2,704	3.27
771,774	Lloyds Banking Group	392	0.47
397,309	Royal Bank of Scotland Group	127	0.15
47,659	Standard Chartered	690	0.83
Equity investment instruments			
		1.19	1.19
8,604	Aberforth Smaller Companies Trust	46	0.06
17,950	Alliance Trust	56	0.07
14,400	BlackRock World Mining Trust	74	0.09
2,659	Caledonia Investments	41	0.05
25,000	Edinburgh Dragon Trust	45	0.05
14,452	Edinburgh Investment Trust	54	0.07
3,088	Electra Investment Trust	40	0.05
4,000	Fidelity European Values	41	0.05
18,877	Foreign & Colonial Investment Trust	50	0.06
11,784	INVESCO English and International Trust	25	0.03
6,000	JPMorgan Mercantile Investment Trust	52	0.06
15,000	Monks Investment Trust	41	0.05
3,681	RIT Capital Partners	37	0.05
15,000	Scottish Investment Trust	62	0.08
13,178	Scottish Mortgage Investment Trust	64	0.08
17,850	SVG Capital	25	0.03
17,690	Templeton Emerging Markets Investment Trust	85	0.10
13,650	TR European Growth Trust	52	0.06
3,000	TR Property Investment Trust	5	0.01
18,214	Witan Investment Trust	78	0.09
Financial services			
		0.71	0.75
27,472	3i Group	72	0.09
3,729	Close Brothers Group	26	0.03
5,346	F&C Asset Management	4	0.00
16,718	ICAP	63	0.08
12,667	International Personal Finance	28	0.03
14,500	Investec	61	0.07
8,008	London Stock Exchange	51	0.06
39,509	Man Group	93	0.11
6,333	Provident Financial	59	0.07
5,000	Rathbone Brothers	42	0.05
7,932	Schroders	99	0.12

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Life insurance		1.17	1.14
58,909	Aviva	227	0.27
16,075	Chesnara	33	0.04
127,388	Legal & General Group	96	0.12
116,372	Old Mutual	118	0.14
56,000	Prudential	324	0.39
48,119	Resolution	38	0.05
11,196	St. James's Place	29	0.04
50,230	Standard Life	98	0.12
Non-life insurance		0.41	0.36
5,000	Admiral Group	57	0.07
12,277	Amlin	48	0.06
20,805	Brit Insurance Holdings	39	0.05
14,481	Catlin Group	50	0.06
9,117	Jardine Lloyd Thompson Group	43	0.05
79,573	RSA Insurance Group	103	0.12
Real estate investment & services		0.11	0.07
45,000	ING UK Real Estate Income	23	0.03
7,000	Savills	22	0.03
15,196	UNITE Group	43	0.05
Real estate investment trusts		0.57	0.57
18,822	British Land	82	0.10
3,526	Derwent Valley Holdings	47	0.06
13,494	Hammerson	51	0.06
17,679	Land Securities Group	113	0.14
13,040	Liberty International	60	0.07
19,915	Segro	62	0.08
13,333	Shaftesbury	50	0.06
Software & computer services		0.49	0.42
5,994	Autonomy	92	0.11
12,500	Computacenter	38	0.05
65,124	Dimension Data Holdings	50	0.06
23,351	Invensys	71	0.09
38,708	LogicaCMG	45	0.05
15,462	Misys	33	0.04
30,709	Sage Group	73	0.09
Technology hardware & equipment		0.17	0.13
35,508	ARM Holdings	69	0.08
17,271	Imagination Technologies Group	46	0.06
11,169	Psion	10	0.01
18,457	Spirent Communications	20	0.02

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United Kingdom (continued)			
Unquoted / unlisted		0.00	0.00
16,213	Bradford & Bingley ^[b]	0	0.00
11,008	Northern Rock ^[c]	0	0.00
United States		9.30	8.68
580	3M	29	0.04
1,300	5th Third Bancorp	10	0.01
2,056	Abbott Laboratories	69	0.08
1,000	Adobe Systems	20	0.02
5,500	Alcoa	44	0.05
1,127	Allstate	21	0.03
2,293	Altria Group	28	0.03
2,050	American Electric Power	45	0.05
1,875	American Express	43	0.05
101	American International Group	2	0.00
1,045	Ameriprise Financial	26	0.03
1,365	Amgen	49	0.06
134	AOL	2	0.00
1,500	Aon	36	0.04
1,000	Apple	123	0.15
1,627	Applied Materials	13	0.02
2,000	Archer Daniels Midland	37	0.05
7,684	AT&T	122	0.15
1,272	Automatic Data Processing	32	0.04
9,667	Bank of America	92	0.11
2,000	Bank of America Common Equivalent shares	19	0.02
3,354	Bank of New York Mellon	61	0.07
1,300	Baxter International	47	0.06
1	Berkshire Hathaway	69	0.08
1,400	Best Buy Co	32	0.04
1,008	BNSF	62	0.08
1,113	Boeing	43	0.05
6,000	Boston Scientific	32	0.04
2,993	Bristol-Myers Squibb	45	0.05
1,818	Broadridge Financial Solutions	25	0.03
500	Capital One Financial	11	0.01
2,020	Cardinal Health	41	0.05
1,010	CareFusion	16	0.02
1,244	Carnival	27	0.03
1,300	Caterpillar	42	0.05
7,383	CBS 'B'	60	0.07
284	Centurytel	6	0.01

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United States (continued)			
2,724	Chevron	124	0.15
1,242	CIGNA	27	0.03
8,108	Cisco Systems	113	0.14
23,754	Citigroup	48	0.06
3,459	Coca-Cola	116	0.14
1,197	Colgate-Palmolive	59	0.07
2,121	Comcast 'A'	21	0.03
1,516	Computer Associates	21	0.03
2,392	ConocoPhillips	72	0.09
1,200	Costco Wholesale	43	0.05
1,402	Covidien	44	0.05
2,000	CVS	40	0.05
1,000	D.R. Horton	7	0.01
800	Danaher Group	36	0.04
3,262	Dell	27	0.03
800	Devon Energy	34	0.04
1,400	DIRECTV	27	0.03
750	Discover Financial Services	6	0.01
1,050	Discovery Communications 'A'	20	0.02
1,050	Discovery Communications 'C'	17	0.02
1,600	Dominion Resources	37	0.05
1,148	Donnelley RR & Son	14	0.02
2,562	Dow Chemical	43	0.05
2,593	Duke Energy	27	0.03
2,200	DuPont	44	0.05
4,076	eBay	59	0.07
3,000	Electronic Arts	31	0.04
1,445	Eli Lilly	32	0.04
2,492	EMC	26	0.03
1,072	Emerson Electronic	28	0.03
1,000	Equity Residential	20	0.02
1,240	Exelon	35	0.04
6,256	Exxon Mobil	252	0.31
1,100	FirstEnergy	30	0.04
4,435	Ford Motor	31	0.04
700	FPL Group	21	0.03
2,400	Gap	28	0.03
600	General Dynamics	25	0.03
13,867	General Electric	139	0.17
1,401	General Mills	62	0.08
688	Genuine Parts	16	0.02
1,000	Genzyme	34	0.04

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United States (continued)			
600	Goldman Sachs Group	57	0.07
320	Google	106	0.13
2,200	Halliburton	40	0.05
3,536	Hewlett-Packard	105	0.13
2,903	Home Depot	49	0.06
1,045	Honeywell International	26	0.03
925	Hospira	29	0.04
1,152	Illinois Tool Works	31	0.04
1,500	Ingersoll-Rand	31	0.04
8,303	Intel	102	0.12
1,650	International Business Machines	127	0.15
818	International Paper	12	0.01
2,599	Invesco	33	0.04
3,837	Johnson & Johnson	152	0.18
5,197	JPMorgan Chase	127	0.15
2,186	Kraft Foods	38	0.05
140	Liberty Media - Starz Series 'A'	4	0.00
880	Liberty Global 'A'	14	0.02
1,752	Liberty Media - Interactive 'A'	12	0.01
600	Lockheed Martin	28	0.03
918	Loews	20	0.02
457	Lorillard	22	0.03
2,118	Lowe's	29	0.04
4,618	LSI	16	0.02
1,600	Macy's	16	0.02
2,400	Marathon Oil	45	0.05
3,074	Masco	26	0.03
1,498	McDonald's	58	0.07
1,162	Medco Health Solutions	45	0.05
1,614	Medtronic	43	0.05
4,201	Merck	99	0.12
2,526	Metlife	56	0.07
11,868	Microsoft	214	0.26
740	Monsanto	35	0.04
2,500	Morgan Stanley	43	0.05
2,626	Motorola	11	0.01
4,000	New York Community Bancorp	37	0.05
848	Newell Rubbermaid	7	0.01
1,317	Newmont Mining	36	0.04
2,000	News Corporation	16	0.02
856	Northrop Grumman	30	0.04
1,200	Occidental Petroleum	58	0.07
6,426	Oracle	93	0.11

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %
United States (continued)			
2,257	PepsiCo	84	0.10
9,573	Pfizer	111	0.13
2,293	Philip Morris International	66	0.08
978	PNC Financial Services	33	0.04
4,143	Procter & Gamble	158	0.19
2,200	Progressive	23	0.03
600	Prudential Financial	19	0.02
1,000	Public Service Enterprise	19	0.02
2,900	Qualcomm	73	0.09
1,365	Safeway	19	0.02
3,477	Schwab (Charles)	40	0.05
3,500	Seagate Technology	40	0.05
1,132	Sealed Air	14	0.02
300	Sempra Energy	9	0.01
521	Simon Property Group	23	0.03
624	Slm	4	0.00
2,005	Southern	40	0.05
1,296	Spectra Energy	17	0.02
10,660	Sprint Nextel	22	0.03
2,000	Starbucks	27	0.03
4,273	Sun Microsystems	25	0.03
2,998	SunTrust Banks	46	0.06
1,500	Symantec	16	0.02
1,300	Sysco	22	0.03
1,332	Target	43	0.05
1,606	Texas Instruments	23	0.03
4,000	The Hartford Financial Services Group	60	0.07
549	The Travelers Companies	17	0.02
1,483	Time Warner	25	0.03
372	Time Warner Cable	10	0.01
882	Transocean	47	0.06
2,002	Tyco Electronics	31	0.04
1,402	Tyco International	31	0.04
1,954	Union Pacific	75	0.09
1,000	United Parcel Service 'B'	37	0.04
1,500	United Technologies	63	0.08
1,834	UnitedHealth Group	38	0.05
2,000	US Bancorp	31	0.04
1,400	Valero Energy	16	0.02
4,582	Verizon Communications	83	0.10
466	VF	21	0.03
453	Viacom 'B'	8	0.01
1,012	Virgin Media	9	0.01

Portfolio

Portfolio statement (continued)

as at 31 January 2010

Holding	Value £'000	31.01.10 %	31.07.09 ^[a] %	
United States (continued)				
829	Vornado Realty Trust	33	0.04	
877	Walgreen	20	0.02	
3,381	Wal-Mart Stores	110	0.13	
2,179	Walt Disney	40	0.05	
1,398	Waste Management	28	0.03	
1,000	WellPoint	40	0.05	
6,466	Wells Fargo	114	0.14	
1,444	Western Union	16	0.02	
2,400	Wyndham Worldwide	31	0.04	
2,164	Yahoo	21	0.03	
1,025	Zimmer Holdings	36	0.04	
Portfolio of investments		80,484	97.40	93.69
Net other assets		2,151	2.60	6.31
Net assets attributable to unitholders		82,635	100.00	100.00

[a] The comparative sector weightings have been re-analysed to reflect changes to the sector classifications.

[b] Delisted 29 September 2008.

[c] Delisted 25 February 2008.

Portfolio

Asset class split

	Value £'000	31.01.10 %	31.07.09 %
Bonds	12,874	15.58	14.75
Equities	67,610	81.82	78.94
Net other assets	2,151	2.60	6.31
Net assets attributable to unitholders	82,635	100.00	100.00

Portfolio transactions

For the six months ended 31 January 2010

	2010 £'000	2009 £'000
Total purchases	5,008	7,752
Total sales	8,809	5,125

Financial statements (unaudited)

for the six months ended 31 January 2010

Statement of total return

	2010		2009	
	£'000	£'000	£'000	£'000
Income				
Net capital gains / (losses)		7,739		(12,926)
Revenue	1,121		1,411	
Expenses	(29)		(26)	
Net revenue before taxation	1,092		1,385	
Taxation	(99)		(180)	
Net revenue after taxation		993		1,205
Total return before distributions		8,732		(11,721)
Finance costs: Distributions		(859)		(1,169)
Change in net assets attributable to unitholders from investment activities		7,873		(12,890)

Statement of change in net assets attributable to unitholders

	2010		2009	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		81,759		85,062
Amounts received on issue of units	60		3,017	
Amounts paid on cancellation of units	(7,061)		(1,183)	
		(7,001)		1,834
Stamp Duty Reserve Tax		(5)		(2)
Change in net assets attributable to unitholders from investment activities (see above)		7,873		(12,890)
Retained distributions on Accumulation units		9		17
Closing net assets attributable to unitholders		82,635		74,021

The opening net assets attributable to unitholders for 2010 differs to the closing position in 2009 by the change in unitholders' net assets for the second half of the comparative financial year.

Financial statements (unaudited)

Balance sheet

	as at 31 January 2010 £'000		as at 31 July 2009 £'000	
Assets				
Investment assets		80,484		76,600
Debtors	287		415	
Cash and bank balances	<u>2,771</u>		<u>6,270</u>	
Total other assets		3,058		6,685
Total assets		83,542		83,285
Liabilities				
Creditors				
Net distributions payable on Income units	(805)		(1,279)	
Other creditors	<u>(102)</u>		<u>(247)</u>	
Total liabilities		(907)		(1,526)
Net assets attributable to unitholders		82,635		81,759

Financial statements (unaudited)

Note to the financial statements

Accounting policies

The interim financial statements have been prepared on the same basis as the audited annual financial statements for the year ended 31 July 2009. They are in accordance with the historical cost convention, as modified by the revaluation of investments, and the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association (IMA) in November 2008.

EU savings directive

as at 31 January 2010

The percentage of the Prudential Managed Funds Tracker Trust held in interest-bearing assets (as defined by the UK rules for the EU Savings Directive 2003/48/EC) is 18.18%.

Directors' statement

This report has been prepared in accordance with the requirements of the Collective Investment Schemes sourcebook, as issued (and amended) by the Financial Services Authority.

G W MacDowall

J R Talbot

Directors

Prudential Unit Trusts Limited

12 March 2010

Note to unitholders

The annual management charge is paid fortnightly in arrears from the Trust's Scheme Property. It was previously paid fortnightly in advance from the Trust's Scheme Property.

General information

If you would like further details about any aspects of your investment please contact Customer Relations.

Prudential Unit Trusts Limited,
PO Box 9022, Chelmsford, Essex CM99 2WA

Please remember to quote your name, customer number, and sign any written communication to Prudential. Failure to provide this may affect your ability to transact with us.

Alternatively, if you are unsure whether your investment remains suitable, you should seek financial advice.

Prudential Unit Trust prices can be obtained from our website at www.pru.co.uk or by telephoning Customer Relations on 0845 783 5500.

For security purposes and to improve the quality of our service, we may record and monitor telephone calls. You will require your customer number. Failure to provide this will affect your ability to transact with us.

Copies of the Prospectus are available on request free of charge.

Prudential Unit Trusts Limited is a member of the Investment Management Association.

You are classified as a 'Retail Client' as defined in the FSA Handbook unless we notify you in writing to the contrary.

Category of Trust

The Prudential Managed Funds Tracker Trust is an Authorised Unit Trust Scheme within the meaning of the Financial Services & Markets Act 2000 and has been established as a 'UCITS' Scheme (Undertakings for Collective Investment in Transferable Securities).

Manager

Prudential Unit Trusts Limited,
Laurence Pountney Hill, London EC4R 0HH
Telephone: 0845 783 5500
(Authorised and regulated by the Financial Services Authority)

Directors

T Cheal

C I Jackson

M Lewis

G W MacDowall

L U Midwinter

L J Mumford

W J Nott

L J Scrine

J R Talbot

Secretary

M&G Management Services Limited

Investment adviser

M&G Investment Management Limited,

Laurence Pountney Hill, London EC4R 0HH

(Authorised and regulated by the Financial Services Authority)

Registrar

International Financial Data Services (UK) Limited,

IFDS House, St. Nicholas Lane, Basildon, Essex SS15 5FS

(Authorised and regulated by the Financial Services Authority)

Trustee

The Royal Bank of Scotland plc,

Trustee & Depositary Services, The Broadstone,

50 South Gyle Crescent, Edinburgh EH12 9UZ

(Authorised and regulated by the Financial Services Authority)

Independent auditors

Each trust has its financial statements audited by an independent firm of auditors. The audited financial statements are published every year within the Manager's Annual Report.

PricewaterhouseCoopers LLP,

Hay's Galleria, 1 Hay's Lane, London SE1 2RD



www.pru.co.uk

'Prudential' is a trading name of Prudential Unit Trusts Limited and Prudential Personal Equity Plans Limited. This name is also used by other companies within the Prudential Group, which between them provide a range of financial products including life assurance, pensions, savings and investment products. Prudential Unit Trusts Limited and Prudential Personal Equity Plans Limited are registered in England and Wales under numbers 1796126 and 2059989 respectively. Registered Office at Laurence Pountney Hill, London EC4R 0HH. Authorised and regulated by the Financial Services Authority.