

A Guide to Fund Options

Key Features Appendix for Company Pension Transfer Plan

Retirement has more potential with

PRUDENTIAL



The Funds

Prudential is committed to providing a broad range of investment funds from leading fund managers. These funds have been specifically selected for your scheme and offer a varied choice for you. Investment funds managed by Prudential M&G and other leading external investment managers are available on our platform. If you choose an externally managed investment fund, Prudential will act on your behalf by buying the appropriate number of units in your chosen fund. All of the available funds are Prudential funds – Prudential simply delegates the investment management of the funds to the external managers on the platform.

You can obtain more information about the funds listed in the following pages on www.pru.co.uk/factsheets, or alternatively you can contact your pensions department.

You can choose a combination up to six funds from those provided below. However, once your transfer has been invested, you may choose up to 20 different funds. Alternatively, you may invest in a Lifestyle Option. Please refer to the list of funds in conjunction with the Key Features Document.

Lifestyling – the right option for you?

Lifestyling is an investment option that starts with investing your pension fund in a higher risk investment such as Prudential Retirement Protection Fund, and as you move closer to retirement your pension fund is gradually switched to invest in lower risk investment such as Prudential Cash Fund. This is done to try and protect your pension fund, as the closer you are to retirement age, the less time you have to recoup any short term losses. Essentially, lifestyling is an investment strategy that aims to provide long term growth over eight years, but with an element of capital protection.

If you choose this option, all of your payments will be made into this option and you will not be able to select any other investment funds. You can switch all of your savings out of this option at any time.

The lifestyling option available to you is shown below.

The switches between the funds are automatically done and free of charge.

Lifestyle Option example	Where does the Fund Invest?	Risk Rating	Charges per Year																																								
<p data-bbox="94 261 437 571"> <table border="1" data-bbox="94 261 437 571"> <caption>Estimated data from the Lifestyle Option example chart</caption> <thead> <tr> <th>Years to Retirement</th> <th>Fund selection(s) of choice (%)</th> <th>Prudential Retirement Protection Fund (%)</th> <th>Prudential Cash Fund (%)</th> </tr> </thead> <tbody> <tr><td>8</td><td>100</td><td>0</td><td>0</td></tr> <tr><td>7</td><td>88</td><td>12</td><td>0</td></tr> <tr><td>6</td><td>75</td><td>25</td><td>0</td></tr> <tr><td>5</td><td>60</td><td>40</td><td>0</td></tr> <tr><td>4</td><td>45</td><td>55</td><td>0</td></tr> <tr><td>3</td><td>35</td><td>65</td><td>0</td></tr> <tr><td>2</td><td>10</td><td>65</td><td>25</td></tr> <tr><td>1</td><td>5</td><td>70</td><td>25</td></tr> <tr><td>0</td><td>0</td><td>75</td><td>25</td></tr> </tbody> </table> <p data-bbox="94 719 437 767">Please note that the proportion of funds change monthly throughout the year.</p> </p>	Years to Retirement	Fund selection(s) of choice (%)	Prudential Retirement Protection Fund (%)	Prudential Cash Fund (%)	8	100	0	0	7	88	12	0	6	75	25	0	5	60	40	0	4	45	55	0	3	35	65	0	2	10	65	25	1	5	70	25	0	0	75	25	<p data-bbox="456 261 668 767"> In this example, initially your money would be invested in the fund(s) of your/your trustees choice. Then between the period of eight and three years before your retirement age, your investments would be automatically switched gradually into the Prudential Retirement Protection Fund. Over the final three years, the remaining amount in the fund(s) of your/your trustees choice would be gradually switched to the Prudential Cash Fund. </p>	<p data-bbox="691 261 863 309">Higher moving to lower/minimal.</p>	<p data-bbox="874 261 1039 432">The charge will depend on which funds your money is invested in and the proportion invested in each.</p>
Years to Retirement	Fund selection(s) of choice (%)	Prudential Retirement Protection Fund (%)	Prudential Cash Fund (%)																																								
8	100	0	0																																								
7	88	12	0																																								
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3	35	65	0																																								
2	10	65	25																																								
1	5	70	25																																								
0	0	75	25																																								

Prudential reserve the right to change the terms of the lifestyle option, subject to certain restrictions in respect of existing investments.

Details of the funds used for investment in this lifestyle option are detailed within the Available Funds section. Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Other companies may use different descriptions and as such these risk ratings should not be considered as generic across the fund management industry.

Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. You will find this information at www.pru.co.uk/factsheets

You should also consider discussing your decision and the appropriateness of this risk rating with an adviser.

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Bespoke Lifestyling

The trustees may choose different lifestyling funds and/or switching periods from those shown above. You will be given full details of the fund options chosen for you. For a detailed explanation of how this works please refer to the Technical Guide, Key Features illustration.

Barclays Global Investors (BGI) has combined with BlackRock, and as a result the funds available from Prudential which start with either the name BGI Aquila or BGI Ascent will be renamed either BlackRock Aquila or BlackRock Ascent.

The table below shows the old and new fund names.

Old Name of Funds available from Prudential	New Name of Funds available from Prudential
BGI Ascent Sterling Govt Liquidity	BlackRock Aquila Sterling Government Liquidity
BGI Ascent European Equity	BlackRock Ascent European Equity
BGI Ascent Global Equity 50:50	BlackRock Ascent 50:50 Global Equity
BGI Ascent Japanese Equity	BlackRock Ascent Japanese Equity
BGI Ascent Overseas Equity	BlackRock Ascent Overseas Equity
BGI Ascent Pacific Rim Equity	BlackRock Ascent Pacific Rim Equity
BGI Ascent US Equity	BlackRock Ascent US Equity
BGI Aquila All Stocks Corporate Bond Index	BlackRock Aquila All Stocks Corporate Bond Index
BGI Aquila Consensus	BlackRock Aquila Consensus
BGI Aquila 50:50 Global Equity Index	BlackRock Aquila 50:50 Global Equity Index
BGI Aquila 60:40 Global Equity Index	BlackRock Aquila 60:40 Global Equity Index
BGI Aquila UK Equity	BlackRock Aquila UK Equity Index
BGI Aquila World ex-UK Index	BlackRock Aquila World ex-UK Index
BGI Aquila Over 15 Years UK Gilt Index	BlackRock Aquila Over 15 Years UK Gilt Index

Whilst the names of the funds are changing, the objectives and where the funds invest will not be changing and the charges will remain the same.

We are in the process of updating all of our literature and administration systems with the new fund names and, while in this booklet the funds are named BlackRock Aquila or BlackRock Ascent, you may continue to see references to BGI. Once this process has been completed all references to BGI will be removed and replaced with BlackRock.

Whether the fund is named BGI or BlackRock it is the same Prudential fund in which you are investing.

Available Funds

The funds available to you are either actively or passively managed. An actively managed fund tries to achieve returns that are in excess of a benchmark. Whereas a passively managed fund (also known as index tracking) aims to match the performance of a market or index. Actively managed funds have the potential to generate higher returns than passively managed funds, but they also carry a higher risk of underperforming.

Fund Name and Manager	Objective*	Where does the Fund invest?
Minimal Risk	These funds may invest in a combination of deposits, money market instruments and other types of interest bearing securities.	
<p>Prudential Cash Fund</p> <p>Prudential</p>	<p>The fund invests in both high quality Floating Rate Notes (FRNs) and short-term deposits. The fund is actively managed with the aim of outperforming its benchmark of the London Interbank 7 Day Deposit Rate on a consistent basis. The financial instruments held in the fund are issued by well known banks and leading financial institutions.</p> <p>From 28 May 2010 the objective of the Prudential Cash Fund will be:</p> <p>This fund aims to provide a return consistent with investing in interest bearing deposits and/or short-term UK Government bonds. The fund is actively managed with the aim of beating its benchmark of the London Interbank 7 Day Deposit rate.</p>	<p>Short-term deposits and FRNs. An FRN is basically a short-term loan to a financial organisation, such as a bank, under which the investor receives interest payments from that financial organisation. At the end of an agreed period the financial organisation has to repay the loan. The interest payment rates are linked to a specified "floating" rate, typically the London Interbank Offered Rate (LIBOR). This means that interest rate payments may go up or down.</p> <p>From 28 May 2010 the fund will invest in interest bearing deposits and/or short term UK Government bonds.</p>

Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made.

Fund Name and Manager	Objective*	Where does the Fund invest?
Lower Risk	These funds may invest in fixed interest securities including gilts, index-linked bonds and an element of corporate bonds. These types of investment are generally recognised as low risk.	
Prudential Fixed Interest Fund Prudential	Actively managed to outperform the benchmark by 0.75% gross per annum on a rolling three year basis. The benchmark is the FTSE A British Government All Stocks Index.	British Government bonds (gilts) and Sterling corporate bonds issued by UK and overseas borrowers. The fund can also invest in overseas government bonds. The values of any overseas holdings are protected from short-term exchange rate movements by hedging.
Prudential Index-Linked Fund Prudential	Actively managed to outperform the benchmark by 0.75% gross per annum on a rolling three year basis. The benchmark is the FTSE A British Government Over 5 Years Index-Linked Index.	Invests mainly in British Government index-linked bonds (gilts), typically with over five years to maturity. The fund can also invest in index-linked corporate bonds and overseas index-linked government bonds. The values of any overseas holdings are protected from short-term exchange rate movements by hedging.
Prudential Index-Linked Passive Fund Prudential	Passively managed to match the performance of the benchmark as closely as possible. The benchmark is the FTSE A British Government Over 5 Years Index-Linked Index.	British Government index-linked bonds (gilts) with over five years to maturity.

Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.

* The performance objectives apply to the parent (underlying) funds. They may have different charges to those shown above if you were to invest in them directly.

Fund Name and Manager	Objective *	Where does the Fund invest?
Lower Risk	continued	
Prudential Retirement Protection Fund Prudential	Passively managed to match the performance of the benchmark as closely as possible. The benchmark is the FTSE A British Government Over 15 Years Gilt Index.	British Government bonds (gilts) and UK corporate bonds.
Prudential Pre-Retirement Fund Prudential	The fund invests equally in passively managed British Government bonds (gilts) and actively managed UK corporate bonds and aims to match the performance of the benchmark as closely as possible. The benchmark is 50% FTSE A British Government Over 15 Years Gilt Index and 50% iBoxx Sterling Over 15 Years Non-Gilt Index. The split between British Government gilts and UK corporate bonds may alter from time to time to reflect changing economic and market conditions.	British Government bonds (gilts) and UK corporate bonds.
Lower to Medium Risk	Some of these funds invest in fixed interest securities, predominantly corporate bonds, with higher yielding corporate bonds placed towards the top end of this range as they carry higher default risk. The other funds in this category invest in a wide range of assets which help to provide risk diversification.	
Prudential With-Profits Fund Prudential	Actively managed to give each policyholder a return which reflects the earnings on the underlying investments, whilst smoothing investment performance and offering competitive long term returns.	UK and overseas shares, bonds, property, alternative assets and cash.
<p>For investments in the Prudential With-Profits Fund, the value of the Policy depends on how much profit the Fund makes and how we decide to distribute that profit. Policyholders receive a distribution of profits by means of bonuses, or other methods as specified in the relevant policy documentation.</p>		
<p>Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.</p>		

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Fund Name and Manager	Objective *	Where does the Fund invest?
Lower to Medium Risk	continued	
Prudential Corporate Bond Fund Prudential	Actively managed to outperform the benchmark by 0.80% gross per annum on a rolling three year basis. The benchmark is the iBoxx Sterling Non-Gilts Index.	Mainly in high quality Sterling corporate bonds across the range of maturities. The fund may also hold British Government bonds (gilts) and derivatives (such as options and swaps) together with limited amounts of non-Sterling and high yield corporate bonds.
Prudential International Bond Fund Prudential	Actively managed to outperform the benchmark by 0.75% gross per annum on a rolling three year basis. The benchmark is the Saloman World Government Bond ex-UK Index in sterling terms.	All major bond markets outside the UK with principal holdings in US, Japanese and European bonds.
Prudential Long Dated Corporate Bond Fund Prudential	Actively managed to outperform the benchmark by 0.80% gross per annum on a rolling three year basis. The benchmark is the iBoxx Over 15 Years Non-Gilt Index.	Mainly in high quality Sterling corporate bonds with over 15 years to maturity. The fund may also hold British Government bonds (gilts) and derivatives (such as options and swaps) together with limited amounts of non-Sterling and high yield corporate bonds.

Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.

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Fund Name and Manager	Objective *	Where does the Fund invest?
Medium Risk	These funds are predominantly multi-asset funds with a higher weighting in equities. The Property Fund itself is also in this category.	
Prudential Discretionary Fund Prudential	Actively managed to outperform the benchmark by 1.15% – 1.4% gross per annum on a rolling three year basis. The benchmark is the BNY Mellon CAPS Balanced Pooled Fund Median.	UK and overseas company shares, bonds, cash and property.
Prudential Property Fund Prudential	Actively managed to outperform the benchmark by 0.50% net per annum on a rolling three year basis. The benchmark is the IPD UK Pooled Property Fund All Balanced Index.	Invests directly in commercial properties in the UK, including retail, office and industrial sectors.
Aberdeen Life Balanced Fund** Aberdeen Asset Management	Actively managed to outperform the benchmark by 1% per annum on a rolling three year basis. The benchmark is the CAPS Balanced Pooled Fund Median.	UK and overseas company shares, UK and overseas bonds and cash.
<p>Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.</p>		

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Fund Name and Manager	Objective *	Where does the Fund invest?
Medium to Higher Risk	These funds offer a diverse geographical spread of equity investment. The funds within this category will have greater overseas exposure and underlying volatility than the "medium" sector.	
Prudential Global Equity Fund Prudential	Actively managed to outperform the benchmark by 1.0% gross per annum on a rolling three year basis. The benchmark is a mix of FTSE and MSCI Regional Indices.	UK and overseas company shares.
Prudential Long Term Growth Fund Prudential	Passively managed to match the performance of benchmark as closely as possible. The benchmark is a 50% FTSE All-Share Index & 50% composite of FTSE World and MSCI Regional Market Indices.	UK and overseas company shares with about 50% invested in the UK and 50% overseas roughly in proportion to each region's economic importance. The split between UK and overseas company shares and between overseas regions may alter from time to time to reflect changing economic and markets conditions.
Prudential International Equity Fund Prudential	Actively managed to outperform the benchmark by 1.0% gross per annum on a rolling three year basis. The benchmark is Mix of FTSE and MSCI Regional Indices in the same proportions as the average overseas equity distribution in the BNY Mellon CAPS Balanced Pooled Fund Survey	Company shares in the major overseas markets including Europe, Japan, Pacific Basin, North America and Emerging Markets.

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Fund Name and Manager	Objective *	Where does the Fund invest?
Medium to Higher Risk	continued	
Prudential Overseas Equity Fund Prudential	Actively managed to outperform the benchmark by 1.0% gross per annum on a rolling three year basis. The benchmark is a mix of FTSE and MSCI Regional Indices of fixed weights broadly reflecting each region's GDP.	Company shares in the major markets, including Europe, Japan, North America, Pacific Basin and Emerging Markets and roughly in proportion to each region's economic importance. The split between regions may alter from time to time to reflect changing economic and markets conditions.
Prudential Overseas Equity Passive Fund Prudential	Passively managed to match the performance of benchmark as closely as possible. The benchmark is a mix of FTSE and MSCI Regional Indices of fixed weights broadly reflecting each region's GDP.	Company shares in the major markets, including Europe, Japan, North America, Pacific Basin and Emerging Markets and roughly in proportion to each region's economic importance. The split between regions may alter from time to time to reflect changing economic and markets conditions.
Baillie Gifford Overseas Equity Fund** Baillie Gifford	Actively managed to outperform the benchmark by 1.5% per annum on a rolling three year basis. The benchmark is a mix of FTSE Regional Indices.	Overseas company shares including Europe (ex-UK), North America, Japan and Pacific Basin.

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Fund Name and Manager	Objective *	Where does the Fund invest?
Medium to Higher Risk	continued	
BlackRock Ascent 50:50 Global Equity Fund** BlackRock Ascent	Actively managed to outperform the performance of the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is a mix of FTSE UK and regional indices.	UK and overseas company shares.
BlackRock Ascent Overseas Equity Fund** BlackRock Ascent	Actively managed to outperform the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is a mix of FTSE Regional Indices.	Overseas company shares including: US, Europe, Japan and the Pacific Basin.
BlackRock Aquila 60:40 Global Equity Index Fund** BlackRock Aquila	Passively managed to replicate the performance of benchmark. The benchmark is a mix of the FTSE All-Share Index and the FTSE World ex-UK Index split 60:40.	Approximately 60% UK company shares and 40% overseas company shares, split between the US, Europe (ex-UK), and the Far East.
Newton International Growth Fund** Newton	Actively managed to outperform the benchmark by over 2% per annum over a rolling five year period. The benchmark is the FTSE World Index.	Overseas company shares including the UK, North America, Japan, Pacific Basin, Europe and Latin America.
<p>Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.</p>		

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Fund Name and Manager	Objective *	Where does the Fund invest?
Higher Risk	These are specialist equity funds that focus on a set geographical region or a particular type of share e.g. shares of smaller companies or those that conform to certain criteria.	
Prudential Europe Equity Passive Fund Prudential	Passively managed to match the performance of the benchmark as closely as possible. The benchmark is the FTSE World Europe (ex UK) Index.	European company shares.
Prudential Equity Fund Prudential	Actively managed to outperform the benchmark by 0.75% – 1.0% gross on a rolling three year basis. The benchmark is the FTSE All-Share Index.	UK company shares.
Prudential Japan Equity Passive Fund Prudential	Passively managed to match the performance of the benchmark as closely as possible. The benchmark is the FTSE World Japan Index.	Japanese company shares.
Prudential North America Equity Passive Fund Prudential	Passively managed to match the performance of the benchmark as closely as possible. The benchmark is the FTSE All World Developed North America Index.	North American company shares.
Prudential Pacific Basin (ex Japan) Equity Passive Fund Prudential	Passively managed to match the performance of the benchmark as closely as possible. The benchmark is the FTSE World Asia Pacific ex-Japan Index.	Shares of companies around the Pacific Basin excluding Japan.
Prudential UK Specialist Equity Fund Prudential	Actively managed to outperform the benchmark by 2.5% gross per annum on a rolling three year basis. The benchmark is the FTSE All-Share Index.	UK company shares, focusing on around 50 companies in the FTSE 350 Index and around 30 smaller companies going through changes in their business.

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Fund Name and Manager	Objective *	Where does the Fund invest?
Higher Risk	continued	
Prudential UK Smaller Companies Fund Prudential	Actively managed to outperform the benchmark by 2.0% gross per annum on a rolling three year basis. The benchmark is the FTSE Smaller Companies (ex-Investment Trusts) Index.	Shares of smaller UK companies.
Prudential Socially Responsible Fund Prudential	Actively managed to outperform the benchmark by 1.0% gross per annum on a rolling three year basis. The benchmark is a subset of the FTSE All-Share Index, defined in conjunction with EIRIS.	Shares of UK companies that meet a set of socially responsible criteria.
Aberdeen Life North American Equity Fund** Aberdeen Asset Management	Actively managed to outperform the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is the FTSE World North America Index.	US and Canadian company shares.
Aberdeen Life UK Equity Fund** Aberdeen Asset Management	Actively managed to outperform the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is the FTSE All-Share Index.	UK company shares.
Baillie Gifford UK Equity Fund** Baillie Gifford	Actively managed to outperform the benchmark by 1-1.5% per annum on a rolling three year basis. The benchmark is the FTSE All-Share Index.	UK company shares.

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Fund Name and Manager	Objective *	Where does the Fund invest?
Higher Risk	continued	
BlackRock Ascent European Equity Fund** BlackRock Ascent	Actively managed to outperform the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is the FTSE All-World Europe ex-UK Index.	European company shares.
BlackRock Ascent Japanese Equity Fund** BlackRock Ascent	Actively managed to outperform the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is the FTSE All-World Japan Index.	Japanese company shares.
BlackRock Ascent Pacific Rim Equity Fund** BlackRock Ascent	Actively managed to outperform the benchmark by 0.5% per annum on a rolling three year basis. The benchmark is the FTSE All-World Developed Asia Pacific ex-Japan Index.	Shares of companies in the Pacific Rim (excluding Japan).
BlackRock Ascent US Equity Fund** BlackRock Ascent	Actively managed to outperform the benchmark by 1.0% per annum on a rolling three year basis. The benchmark is the FTSE All-World North America Index.	US company shares.
BlackRock Aquila UK Equity Index Fund** BlackRock Aquila	Passively managed to replicate the performance of benchmark. The benchmark is the FTSE All-Share Index.	UK company shares.
<p>Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.</p>		

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Fund Name and Manager	Objective *	Where does the Fund invest?
Higher Risk	continued	
Newton Income Fund** Newton	Actively managed to achieve capital growth and income and to outperform the benchmark by over 2% per annum over a rolling 5 year period. The benchmark is the FTSE All-Share Index.	UK company shares. The fund also has the flexibility to hold up to 20% in international and fixed interest securities.
Newton Higher Income Fund** Newton	Actively managed to achieve capital growth and income and to outperform the benchmark by over 2% per annum over a rolling 5 year period. The benchmark is the FTSE All-Share Index.	High-yielding UK company shares.
Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. The value of your investment may go down as well as up and the fund value in the future may be less than the payments you have made. If the charges per year exceed the returns achieved, the value of your investment will go down.		

- * The performance objectives apply to the parent (underlying) funds. They may have different charges to those shown above if you were to invest in them directly.
- ** These funds are Prudential Funds that are managed on our behalf by the fund management group stated. They should not be confused with the same or similar named funds or unit trusts offered independently by these fund management groups.

Please refer to your Key Features Document in conjunction with this document when you're reviewing funds available to you.

To get unit price information for all managed funds made available through Prudential, simply log on to www.pru.co.uk/funds/funds_table/ and choose the Prudential Pension Funds (Series 3) link.

For detailed information on a fund please visit

www.pru.co.uk/content/factsheets

Please note that information on external fund past performance or prices obtained from sources other than Prudential can be calculated on a different basis, therefore they may not be applicable to your investment.

Asset Classes Glossary

You've now seen a list of the funds that are available through Prudential. To help you understand the options available this table defines each of the available asset classes:

Equities	Also known as shares or stocks, these represent a share of the ownership of a company. Shares give two potential benefits – the share prices increase as the value of the company increases and regular payments, known as dividends, may be made to shareholders based on how well the company is doing.
Corporate Bond	Loans to companies where the purchaser of the Corporate Bond lends money to the company in return for regular interest payments and the promise that the initial sum will be repaid on a specified later date.
Fixed Interest Securities	More commonly known as "bonds" these are loans issued by companies or by governments in order to raise money. Bonds issued by companies are called corporate bonds, those issued by the British Government are called gilts and those issued by the US government are called treasury bonds. In effect all bonds are IOUs that promise to pay a sum on a specified date and pay a fixed rate of interest along the way.
Gilt	A bond issued by the British Government.

Government Bond	<p>Loans to a Government where the purchaser of the Government Bond lends money to the Government in return for regular interest payments and the promise that the initial sum will be repaid on a specified later date. These work in much the same way as Corporate Bonds, but they are loans to the Government instead of to companies.</p> <p>A short-term Government Bond is a Bond with a repayment period of twelve months or less.</p>
Index-Linked Bond	<p>These are similar to fixed interest securities but the payments are normally increased by a price index e.g. for British Government index-linked bonds, payments are increased in line with the UK Retail Price Index.</p>
Property	<p>Investment in commercial property such as offices, shops and industrial premises.</p>
Cash	<p>Money that is invested with banks, building societies and other organisations to earn cash</p>

Important Information

It is important to understand the risks involved. You need to consider the amount of risk you are taking against the potential performance of the fund.

Key risks include:

- › Investment Risk – also known as volatility; events in financial markets cause the value of investments to rise and fall.
- › Inflation Risk – the risk that the value of investments doesn't grow quickly enough to keep up with inflation.
- › Pension Conversion Risk – the pension you eventually receive will depend on annuity rates at the time you convert your fund into an annuity which will provide you with an income which cannot be guaranteed.
- › Exchange Rate Risk – changes in exchange rates may cause the sterling values of overseas investments to rise or fall.
- › Property Risk – there are certain risks associated with investing in property.
- › With-Profits Risk – bonuses will depend primarily on the performance of the assets in the With-Profits Fund. If you move money out of the With-Profits Fund we may apply a Market Value Reduction, which will reduce the value of your fund.

Please see your key features for more information on risk factors and market value reductions.

Important Information.
Please read carefully

- › The investment funds excluding the Prudential With-Profits Fund, are "forward priced". This means that the unit price(s) is set after money is invested and after we have sold units to pay for any benefits you have taken or a transfer out of the Fund or switches between investment funds.

There is a short time lag between money being received, passing through the accounting system and then buying the underlying investments. This is known as a fund's dealing cycle and varies between fund managers. The dealing cycle can be several days, depending on the fund.

For Prudential funds, if a transaction takes place on a Monday, the unit price will normally be known on Tuesday and the proceeds of any sale of units will be available on Wednesday. For external funds please see the Important Information section on the factsheet, available from www.pru.co.uk/factsheets or speak to your pensions department.

- › When switching between different investment funds excluding the Prudential With-Profits Fund and (including under the Lifestyle Option), the sale of existing units and the purchase of new units will not normally take place on the same date.
- › Some of the Prudential funds listed in this guide may gain all or part of their investment exposure by investing in collective investment vehicles (e.g. Unit Trusts, Open Ended Investment Companies (OEICs)), derivatives or other investment vehicles, for which the aims and underlying assets are consistent with the objectives of the fund. These Prudential funds may hold an element of cash due to the short delay between new investments being received by the Prudential fund and being placed in the underlying investment(s), and this may have an impact on the performance of the Prudential fund when compared to the underlying investment(s).
- › For With-Profits investment, the rate of future bonuses cannot be guaranteed. Final bonus may vary and is not guaranteed.

- › There will be a lead-time involved in making unit prices available and where external companies are involved we may increase this lead-time. The prices of units can go up or down during that time: this is a risk to you. The exact time lapse between sale and purchase will depend on the investment funds involved in the switch.
- › Please see the Important information section on the factsheet, available from www.pru.co.uk/factsheets or speak to your pensions department. No interest is due for the period between the sale and purchase of units.
- › In addition, the sale and purchase of units in any of the investment funds, excluding the Prudential With-Profits Fund, (including switches between funds) may be delayed in some circumstances, for example, where the interests of all policyholders need to be protected, or where there is a delay in receiving the proceeds of a sale of assets, or in circumstances where it is not possible to trade.
- › The Property Fund and Discretionary Fund invests in property and land. This can be difficult to sell – so you may not be able to sell/cash in this investment when you want to. We may have to delay acting on your instructions to sell your investment. You should look upon your investment in property as being long term. There are large costs when we buy and sell property. The allowance for these costs amongst other factors can lead to short-term falls in the price of units in the fund. The value of property is generally a matter of a valuer's opinion rather than fact. Under certain circumstances, in the interest of other investors, we reserve the right to defer any early encashment or switch between funds. This may be for a period of up to 6 months in the case of units held in these funds.

If you choose the Lifestyle Option in your new plan, the total fund value (excluding savings invested in the With-Profits Fund – which may be subject to a Market Value Reduction) will automatically begin switching between funds when you are eight years or less to retirement.

- › When switching an existing investment to the Lifestyle Option, the total fund value (excluding savings invested in the With-Profits Fund – which may be subject to a Market Value Reduction) will be switched automatically. You will need to contact us if you'd like to switch savings from the With-Profits Fund to the Lifestyle Option.
- › The value of an investment may go down as well as up, and the fund's value in the future may be lower than the amount you've paid in. For investments in the With-Profits Fund, the value of the Policy depends on how much profit the Fund makes and how we decide to distribute that profit. Policyholders usually receive their shares of any profits as bonuses but we may use other methods to distribute profits.
- › We reserve the right to withdraw or change the funds available at any time, subject to certain restrictions. We may also introduce new funds.
- › Our charges may vary in the future and may be higher than they are now.
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Can I change my mind?

You can switch your money between funds at any time. We won't charge you for this.

If you move money from the With-Profits Fund to another fund a Market Value Reduction may be applied, which would cause the value of your fund to fall.

Retirement has more potential with

PRUDENTIAL



www.pru.co.uk

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