

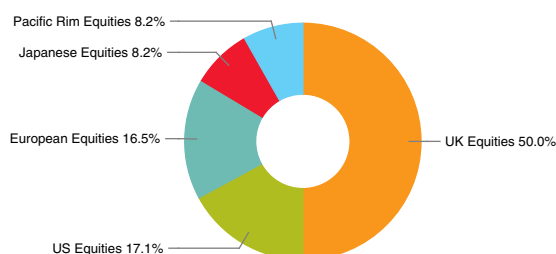
# Prudential BlackRock Aquila (50:50) Global Equity Index fund (Series 4)

# BLACKROCK

## Fund description

The investment strategy of the fund is to purchase units in the BlackRock Aquila (50:50) Global Equity Index Fund. This 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 equally between the US, Europe ex-UK and the Far East. The fund aims to provide returns consistent with the markets in which it invests and provides broad exposure to countries around the world.

## Fund breakdown



The asset mix is likely to vary in the future.

## Top holdings

	%
1 Aquila Life UK Equity Index fund	50.0
2 Aquila Life US Equity Index fund	17.1
3 Aquila Life European Equity Index fund	16.5
4 Aquila Life Japanese Equity Index fund	8.2
5 Aquila Life Pacific Rim Equity Index fund	8.2

The asset mix is likely to vary in the future.

Source: BlackRock

All figures are as at 30 December 2011, unless otherwise stated.

## Performance

Past performance of the fund over each of the last 5 years to the end of December

	29/12/06 - 31/12/07	31/12/07 - 31/12/08	31/12/08 - 31/12/09	31/12/09 - 31/12/10	31/12/10 - 30/12/11
BlackRock Aquila (50:50) Global Equity Index fund	8.0	-24.0	24.3	14.9	-6.0
Benchmark	8.0	-24.0	23.8	14.9	-5.8

Source: Prudential. \* annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

## Key facts

Underlying fund size	£6,860m
Number of holdings	5
Underlying fund launch date	31/07/2002
Portfolio Manager	Team Approach
Benchmark	Composite Benchmark
Investment Style	Passive
Sedol code	B08NYK8
Performance Objective	To match the performance of the benchmark (a mix of FTSE indices).

## Commentary

The quarter was a volatile one for risk assets. Despite big differences in returns between regions, most equity markets posted positive returns for the quarter, rebounding from a very weak third quarter. US equity outperformed European equity and within Europe, Spanish equities were particularly weak. Japanese equity was weakest of all developed markets, being down over the quarter.

Of the risks facing international equities, the eurozone debt crisis emerged as the dominant one. In Greece, George Papandreou first exasperated other EU heads of state by proposing a public vote on a second bailout package for the debt-stricken country, before reversing his decision and then resigning as prime minister. The focus then moved onto Italy, the world's third largest debt market, where unsustainably high government bond yields forced prime minister Silvio Berlusconi to move aside to be replaced by a technocratic government with an agenda of economic reform.

The US fared best of the developed world's equity markets. Corporate earnings announcements above analyst estimates and a continued upward surge in retail spending were two factors that lent the US relative strength.

Japanese equities fared poorly this quarter. After the tragedy of the Tohoku earthquake, reconstruction is now well underway. However, the anticipated economic recovery from that catastrophe has been hampered by a strong yen, weakening exports and global economic uncertainty.

Past performance of the fund to 30 December 2011

	Quarter	1 Year*	3 Years*	5 Years*
BlackRock Aquila (50:50) Global Equity Index fund	6.9	-6.0	10.4	2.0
Benchmark	7.0	-5.8	10.2	1.9

# Prudential BlackRock Aquila (50:50) Global Equity Index fund (Series 4)

## Prudential risk rating

### Medium to Higher

#### What type of funds are in this risk category?

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.

## What is the risk rating?

- These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by 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.
- We regularly review our fund risk ratings, so they may change in the future. If, in our view, there is a material change in the fund's level of risk, for example due to a significant change to the assets held by the fund or in the way the fund is managed, we will provide information on the new risk rating. We recommend that you make sure you understand the risk rating of any fund before you invest. You will find this information at [www.pru.co.uk/factsheets](http://www.pru.co.uk/factsheets)
- You should also consider discussing your decision and the appropriateness of a fund's risk rating with an adviser.

## Important information

### Who is this factsheet for and what does it do?

This factsheet is intended for the trustees, sponsors, advisers and members of occupational pension schemes using Prudential's Fund Delivery Service.

Its purpose is to provide an insight into how investment markets and funds have performed over the period and is provided for information only.

If you are not familiar with any of the investment terminology included on this factsheet, then please contact an adviser.

### Can I get advice?

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### Who manages the funds?

This fund is managed by BlackRock.

### How are the performance figures calculated?

The performance shown overleaf is measured on the fluctuation of the daily published price. This published price is adjusted to accommodate the fund's dealing cycle where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to [www.pru.co.uk/funds](http://www.pru.co.uk/funds) and choose 'Prudential Corporate Pension Fund Prices' then filter on (Series 4).

### How are the fund prices calculated?

This fund operates on a single swinging price basis, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has a dealing cycle of T+2. This means that money received on day T buys units at the valuation date price applicable at close of business 2 days later.

### Other important information

Exchange Rate fluctuations may cause the Sterling values of overseas investments to rise or fall.

Please note the performance figures shown take into account the effect of the Annual Management Charge (AMC).

Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.



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The Prudential Assurance Company Limited is registered in England and Wales. Registered Office at Laurence Pountney Hill, London EC4R 0HH. Registered number 15454.

Authorised and regulated by the Financial Services Authority. M&G Investments is a trading name of Prudential Pensions Limited and M&G Investment Management Limited whose business addresses are at Laurence Pountney Hill, London EC4R 0HH and Prudential Property Investment Managers Limited whose business address is Princeton House, 271-273 High Holborn, London WC1V 7NE. Part of Prudential plc. Prudential Pensions Limited and M&G Investment Management Limited are authorised and regulated by the Financial Services Authority.

# Prudential BlackRock Aquila UK Equity Index fund (Series 4)

# BLACKROCK

## Fund description

The investment strategy of the fund is to purchase units in the BlackRock Aquila UK Equity Index Fund. This fund invests in the shares of UK companies with the aim of achieving a return that is consistent with the return of the FTSE All-Share Index.

## Key facts

Underlying fund size	£18,753m
Number of holdings	648
Underlying fund launch date	30/09/1994
Portfolio Manager	Team Approach
Benchmark	FTSE All-Share Index
Investment Style	Passive
Sedol code	B08NYS6
Performance Objective	To match the performance of the FTSE All-Share Index.

## Top holdings

	%
1 Vodafone	5.3
2 HSBC	5.2
3 BP	5.1
4 Royal Dutch Shell 'A'	5.1
5 GlaxoSmithKline	4.4
6 Royal Dutch Shell 'B'	3.9
7 British American Tobacco	3.6
8 BG	2.7
9 Rio Tinto	2.7
10 BHP Billiton	2.3

The asset mix is likely to vary in the future.

Source: BlackRock

All figures are as at 30 December 2011, unless otherwise stated.

## Commentary

UK equities had a positive quarter as they recovered from a sharp drawdown in the third quarter. Performance was better than the eurozone markets, but lagged that of the US.

The issues surrounding the stability of the European single currency became a risk factor of global significance for equity markets and for the UK in particular, since Europe is the UK's largest trading partner. A recession in Europe looked increasingly likely and forecasts for UK growth were also revised downwards. However, government finances remain credible and the independence of both currency and fiscal policy was seen favourably by investors.

Amongst the best performing sectors this quarter were Industrial Engineering and Oil & Gas. Tobacco and Beverages also performed notably well. Sectors under-performing the broad UK market included Financials, Banks and Non-Life Insurance.

## Performance

Past performance of the fund over each of the last 5 years to the end of December

	29/12/06 - 31/12/07	31/12/07 - 31/12/08	31/12/08 - 31/12/09	31/12/09 - 31/12/10	31/12/10 - 30/12/11
BlackRock Aquila UK Equity Index fund	5.2	-29.9	30.2	14.4	-3.6
Benchmark	5.3	-29.9	30.1	14.5	-3.5

Past performance of the fund to 30 December 2011

	Quarter	1 Year*	3 Years*	5 Years*
BlackRock Aquila UK Equity Index fund	8.4	-3.6	12.8	1.2
Benchmark	8.4	-3.5	12.9	1.2

Source: Prudential. \* annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

# Prudential BlackRock Aquila UK Equity Index fund (Series 4)

## Prudential risk rating

### Higher

#### What type of funds are in this risk category?

These are specialist equity funds that focus on set geographical regions or a particular type of share e.g. shares of smaller companies or those that conform to certain criteria.

## What is the risk rating?

- These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by 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.
- We regularly review our fund risk ratings, so they may change in the future. If, in our view, there is a material change in the fund's level of risk, for example due to a significant change to the assets held by the fund or in the way the fund is managed, we will provide information on the new risk rating. We recommend that you make sure you understand the risk rating of any fund before you invest. You will find this information at [www.pru.co.uk/factsheets](http://www.pru.co.uk/factsheets)
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### Who manages the funds?

This fund is managed by BlackRock.

### How are the performance figures calculated?

The performance shown overleaf is measured on the fluctuation of the daily published price. This published price is adjusted to accommodate the fund's dealing cycle where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to [www.pru.co.uk/funds](http://www.pru.co.uk/funds) and choose 'Prudential Corporate Pension Fund Prices' then filter on (Series 4).

### How are the fund prices calculated?

This fund operates on a single swinging price basis, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has a dealing cycle of T+2. This means that money received on day T buys units at the valuation date price applicable at close of business 2 days later.

### Other important information

Please note the performance figures shown take into account the effect of the Annual Management Charge (AMC).

Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.



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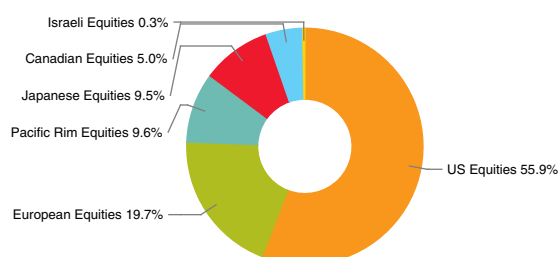
# Prudential BlackRock Aquila World ex-UK Index fund (Series 4)

# BLACKROCK

## Fund description

The investment strategy of the fund is to purchase units in the BlackRock Aquila World ex-UK Equity Index Fund. This fund invests in the shares of overseas companies based primarily in the markets of Europe, Japan, Far East, US and Canada. The proportion of the fund invested in each market reflects the market capitalisation weightings of those markets in the FTSE All World Developed ex-UK Index. Within each of those markets the fund aims to generate returns consistent with those of each country's primary stock market.

## Fund breakdown



The asset mix is likely to vary in the future.

## Top holdings

	%
1 Aquila Life US Equity Index fund	55.9
2 Aquila Life European Equity Index fund	19.7
3 Aquila Life Pacific Rim Equity Index fund	9.6
4 Aquila Life Japanese Equity Index fund	9.5
5 Aquila Life Canadian Equity Index fund	5.0
6 Aquila Life Israel Equity Index Fund	0.3

The asset mix is likely to vary in the future.

Source: BlackRock

All figures are as at 30 December 2011, unless otherwise stated.

## Performance

Past performance of the fund over each of the last 5 years to the end of December

	29/12/06 - 31/12/07	31/12/07 - 31/12/08	31/12/08 - 31/12/09	31/12/09 - 31/12/10	31/12/10 - 30/12/11
BlackRock Aquila World ex-UK Index fund	8.1	-16.1	15.8	15.9	-5.3
Benchmark	8.0	-16.3	15.4	15.8	-5.4

## Key facts

Underlying fund size	£2,746m
Number of holdings	6
Underlying fund launch date	30/09/1999
Portfolio Manager	Team Approach
Benchmark	FTSE All-World Developed ex-UK Index
Investment Style	Passive
Sedol code	B08NYM0
Performance Objective	To match the performance of the FTSE All-World Developed ex-UK Index.

## Commentary

The quarter was a volatile one for risk assets. Despite big differences in returns between regions, most equity markets posted positive returns for the quarter, rebounding from a very weak third quarter. US equity outperformed European equity and within Europe, Spanish equities were particularly weak. Japanese equity was weakest of all developed markets, being down over the quarter.

Of the risks facing international equities, the eurozone debt crisis emerged as the dominant one. In Greece, George Papandreou first exasperated other EU heads of state by proposing a public vote on a second bailout package for the debt-stricken country, before reversing his decision and then resigning as prime minister. The focus then moved onto Italy, the world's third largest debt market, where unsustainably high government bond yields forced prime minister Silvio Berlusconi to move aside to be replaced by a technocratic government with an agenda of economic reform.

The US fared best of the developed world's equity markets. Corporate earnings announcements above analyst estimates and a continued upward surge in retail spending were two factors that lent the US relative strength.

Japanese equities fared poorly this quarter. After the tragedy of the Tohoku earthquake, reconstruction is now well underway. However, the anticipated economic recovery from that catastrophe has been hampered by a strong yen, weakening exports and global economic uncertainty.

Past performance of the fund to 30 December 2011

	Quarter	1 Year*	3 Years*	5 Years*
BlackRock Aquila World ex-UK Index fund	7.7	-5.3	8.3	2.9
Benchmark	7.6	-5.4	8.1	2.7

Source: Prudential. \* annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

# Prudential BlackRock Aquila World ex-UK Index fund (Series 4)

## Prudential risk rating

### Medium to Higher

#### What type of funds are in this risk category?

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.

## What is the risk rating?

- These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by 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.
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### Who manages the funds?

This fund is managed by BlackRock.

### How are the performance figures calculated?

The performance shown overleaf is measured on the fluctuation of the daily published price. This published price is adjusted to accommodate the fund's dealing cycle where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to [www.pru.co.uk/funds](http://www.pru.co.uk/funds) and choose 'Prudential Corporate Pension Fund Prices' then filter on (Series 4).

### How are the fund prices calculated?

This fund operates on a single swinging price basis, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has a dealing cycle of T+2. This means that money received on day T buys units at the valuation date price applicable at close of business 2 days later.

### Other important information

Exchange Rate fluctuations may cause the Sterling values of overseas investments to rise or fall.

Please note the performance figures shown take into account the effect of the Annual Management Charge (AMC).

Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.



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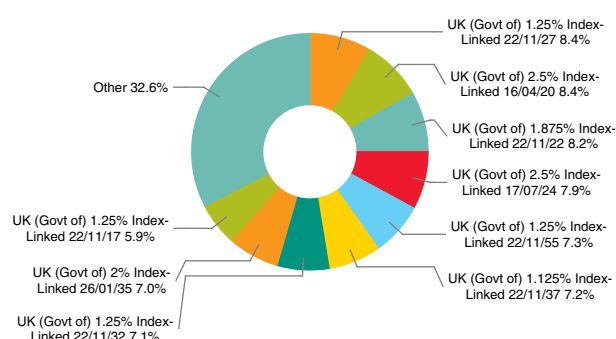
# Prudential Index-Linked Passive fund (Series 4)



## Fund description

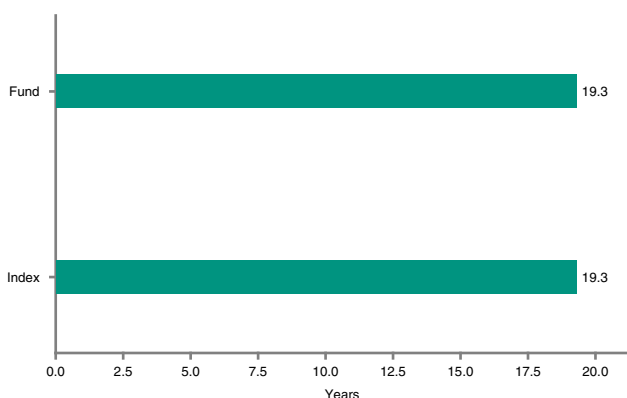
The investment strategy of the fund is to purchase units in the M&G PP Index-Linked Passive Fund. This fund invests in British Government index-linked gilts with over five years to go until maturity. The Fund is passively managed tracking movements in its benchmark, the FTSE British Government Over 5 Years Index-Linked Index. Tracking this index is achieved by fully replicating the small number of stocks in the Index.

## Fund breakdown



The asset mix is likely to vary in the future.

## Duration



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 30 December 2011, unless otherwise stated.

## Performance

### Past performance of the fund over each of the last 5 years to the end of December

	29/12/06 - 31/12/07	31/12/07 - 31/12/08	31/12/08 - 31/12/09	31/12/09 - 31/12/10	31/12/10 - 30/12/11
Index-Linked Passive fund	8.7	4.0	5.2	9.2	23.0
Benchmark	8.6	3.3	5.6	9.0	23.3

### Past performance of the fund to 30 December 2011

	Quarter	1 Year*	3 Years*	5 Years*
Index-Linked Passive fund	9.7	23.0	12.2	9.8
Benchmark	9.8	23.3	12.4	9.7

Source: Prudential. \* annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

## Key facts

Underlying fund size	£424m
Number of holdings	17
Underlying fund launch date	04/02/1998
Portfolio Manager	David Lloyd
Benchmark	FTSE British Government Over 5 Years Index-Linked Index
Investment Style	Passive
Sedol code	B08NWH1
Performance Objective	To match the performance of the benchmark as closely as possible.

## Commentary

UK government bonds (gilts) continued to trade at historically low yields owing to their perceived 'safe haven' status as uncertainty over the eurozone's debt crisis persisted. Gilt prices were also helped by the stable and low interest rate environment. The UK economy has been very sluggish, which explains the Bank of England's unwillingness to raise the key lending rate despite rising inflation. Investors therefore preferred assets that could provide some protection against inflation, particularly in an environment where the central bank continues to print money.

Over the fourth quarter, index-linked gilts outperformed conventional gilts, with the FTSE British Government Index-linked All-Stocks Index returning 8.4% compared with 5.0%. Investors particularly favoured long-dated issues as they expect UK inflation to remain high for some time. Inflation, as measured by the Consumer Prices Index, stood at 4.2% in December, well above the central bank's target of 2%.

In October, the Bank of England announced a new round of quantitative easing, increasing the size of its asset purchase programme by £75 billion to £275 billion, based on what it believes to be a significant deterioration in the country's growth outlook. So far, this exercise has only covered conventional gilts, but more recently, there was discussion that it could be expanded to include index-linked bonds.



# Prudential Index-Linked Passive fund (Series 4)

## Prudential risk rating

### Lower

#### What type of funds are in this risk category?

These funds may invest in fixed interest securities including gilts, index-linked gilts and an element of corporate bonds. These types of investment are generally recognised as low risk.

## What is the risk rating?

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### Who manages the funds?

This fund is managed by M&G Investments.

### How are the performance figures calculated?

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### What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has a dealing cycle of T+0. This means that money received on day T buys units at the valuation date price applicable at close of business on the same day.

### Other important information

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Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.



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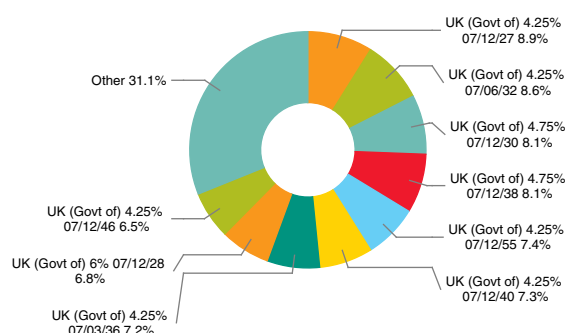
# Prudential Retirement Protection fund (Series 4)



## Fund description

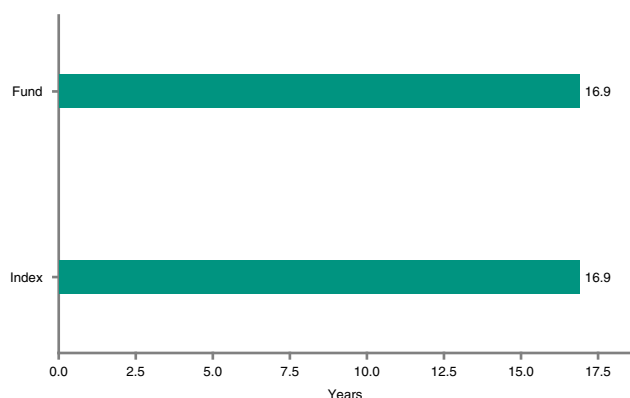
The investment strategy of the fund is to invest in British government gilts with over 15 years to maturity. The fund is passively managed, tracking movements in its benchmark, the FTSE A British Government Over 15 Years Gilt Index. Tracking this index is achieved by fully replicating the small number of stocks in the Index.

## Fund breakdown



The asset mix is likely to vary in the future.

## Duration



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 30 December 2011, unless otherwise stated.

## Performance

Past performance of the fund over each of the last 5 years to the end of December

	29/12/06 - 31/12/07	31/12/07 - 31/12/08	31/12/08 - 31/12/09	31/12/09 - 31/12/10	31/12/10 - 30/12/11
Retirement Protection fund	2.4	13.9	-5.2	8.6	26.0
Benchmark	2.7	13.6	-4.8	8.8	26.3

Past performance of the fund to 30 December 2011

	Quarter	1 Year*	3 Years*	5 Years*
Retirement Protection fund	9.6	26.0	9.1	8.6
Benchmark	9.6	26.3	9.3	8.8

Source: Prudential. \* annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

## Key facts

Underlying fund size	£508m
Number of holdings	15
Underlying fund launch date	05/04/1994
Portfolio Manager	David Lloyd
Benchmark	FTSE A British Government Over 15 Years Gilt Index
Investment Style	Passive
Sedol code	B08NXB2
Performance Objective	To match the performance of the benchmark as closely as possible.

## Commentary

UK government bonds (gilts) continued to trade at historically low yields owing to their perceived 'safe haven' status as uncertainty over the eurozone's debt crisis persisted. The benchmark 10-year gilt yield dropped below 2% for the first time in December. Over the quarter, this 'flight to safety' led to government bonds outperforming corporate issues, with gilts in aggregate returning 5% compared with 3.2%. Investors particularly favoured long-dated issues, which returned 9.6%, while short-dated issues produced just 1.3%.

Gilt prices were also helped by the stable and low interest rate environment. The UK economy has been very sluggish, which explains the Bank of England's unwillingness to raise the key lending rate despite rising inflation.

# Prudential Retirement Protection fund (Series 4)

## Prudential risk rating

### Lower

#### What type of funds are in this risk category?

These funds may invest in fixed interest securities including gilts, index-linked gilts and an element of corporate bonds. These types of investment are generally recognised as low risk.

## What is the risk rating?

- These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by 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.
- We regularly review our fund risk ratings, so they may change in the future. If, in our view, there is a material change in the fund's level of risk, for example due to a significant change to the assets held by the fund or in the way the fund is managed, we will provide information on the new risk rating. We recommend that you make sure you understand the risk rating of any fund before you invest. You will find this information at [www.pru.co.uk/factsheets](http://www.pru.co.uk/factsheets)
- You should also consider discussing your decision and the appropriateness of a fund's risk rating with an adviser.

## Important information

### Who is this factsheet for and what does it do?

This factsheet is intended for the trustees, sponsors, advisers and members of occupational pension schemes using Prudential's Fund Delivery Service.

Its purpose is to provide an insight into how investment markets and funds have performed over the period and is provided for information only.

If you are not familiar with any of the investment terminology included on this factsheet, then please contact an adviser.

### Can I get advice?

This factsheet should not be considered as financial advice and any changes to investment arrangements should be discussed with an adviser. It is not our intention to give an indication of how any particular funds will perform in the future. The commentary in this factsheet reflects the general views of the individual fund manager and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

### Who manages the funds?

This fund is managed by M&G Investments.

### How are the performance figures calculated?

The performance shown overleaf is measured on the fluctuation of the daily published price. This published price is adjusted to accommodate the fund's dealing cycle where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to [www.pru.co.uk/funds](http://www.pru.co.uk/funds) and choose 'Prudential Corporate Pension Fund Prices' then filter on (Series 4).

### How are the fund prices calculated?

This fund operates on a single swinging price basis, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has a dealing cycle of T+0. This means that money received on day T buys units at the valuation date price applicable at close of business on the same day.

### Other important information

Please note the performance figures shown take into account the effect of the Annual Management Charge (AMC).

Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.



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The Prudential Assurance Company Limited is registered in England and Wales. Registered Office at Laurence Pountney Hill, London EC4R 0HH. Registered number 15454.

Authorised and regulated by the Financial Services Authority. M&G Investments is a trading name of Prudential Pensions Limited and M&G Investment Management Limited whose business addresses are at Laurence Pountney Hill, London EC4R 0HH and Prudential Property Investment Managers Limited whose business address is Princeton House, 271-273 High Holborn, London WC1V 7NE. Part of Prudential plc. Prudential Pensions Limited and M&G Investment Management Limited are authorised and regulated by the Financial Services Authority.

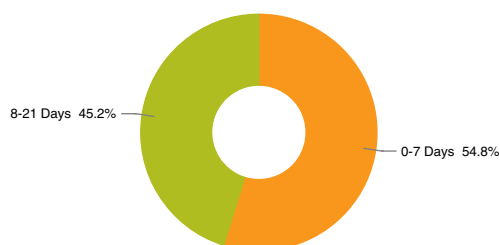
# Prudential Cash fund (Series 4)



## Fund description

The investment strategy of the fund is to purchase units in the M&G PP Cash Fund. 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.

## Maturity profile



The asset mix is likely to vary in the future.

## Top holdings

%

1	Bank Of America Intl 0.55% 11/01/12	9.4
2	Canadian Imperial Bank Of Comm 0.49% 11/01/12	9.4
3	Citibank 0.5% 04/01/12	9.4
4	Lloyds TSB Bank Plc 0.54% 04/01/12	9.4
5	Nationwide Building Society 0.5% 11/01/12	9.4
6	Nordea Bank Finland 0.49% 11/01/12	9.4
7	Rabobank International 0.47% 04/01/12	9.4
8	UBS 0.5% 04/01/12	9.4
9	Royal Bank of Scotland 0.48% 11/01/12	7.0
10	HSBC 0.42% 04/01/12	6.8

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 30 December 2011, unless otherwise stated.

## Performance

Past performance of the fund over each of the last 5 years to the end of December

	29/12/06 - 31/12/07	31/12/07 - 31/12/08	31/12/08 - 31/12/09	31/12/09 - 31/12/10	31/12/10 - 30/12/11
Cash fund	5.4	0.9	3.7	2.2	0.4
Benchmark	5.8	4.8	0.6	0.5	0.5

## Key facts

Underlying fund size	£180m
Number of holdings	11
Underlying fund launch date	28/04/1982
Portfolio Manager	Prudential Capital
Benchmark	London Interbank 7 Day Deposit Rate
Investment Style	Active
Sedol code	B08NW48
Performance Objective	To beat the London Interbank 7 Day Deposit rate.

## Commentary

The fund currently invests in short-term money market deposits from banks within M&G's counterparty credit risk panel. At the end of the quarter, all of the fund's assets were invested in deposits with a maturity of no more than 21 days.

The fund continues to be actively managed with a focus on capital preservation and liquidity.

The fund aims to provide a return consistent with investing in interest bearing deposits and/or short-term UK government bonds.

Past performance of the fund to 30 December 2011

	Quarter	1 Year*	3 Years*	5 Years*
Cash fund	0.2	0.4	2.1	2.5
Benchmark	0.1	0.5	0.5	2.4

Source: Prudential. \* annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

# Prudential Cash fund (Series 4)

## Prudential risk rating

### Minimal

#### What type of funds are in this risk category?

These funds may invest in a combination of deposits, money market instruments and other interest bearing securities.

## What is the risk rating?

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