

# Prudential With-Profits fund

This document has been produced to provide factual information on Prudential's With-Profits funds and should not be used as financial advice. If you are unsure what bonus series you are invested in or if there is information or terminology included that you would like to discuss, then please contact your adviser.



## Key facts

Fund size **£55.5 billion as at 28 September 2012**

Prudential Financial  
Strength rating\* **AA**

Portfolio Manager **Martin Brookes**

Investment Style **Prudent Active**

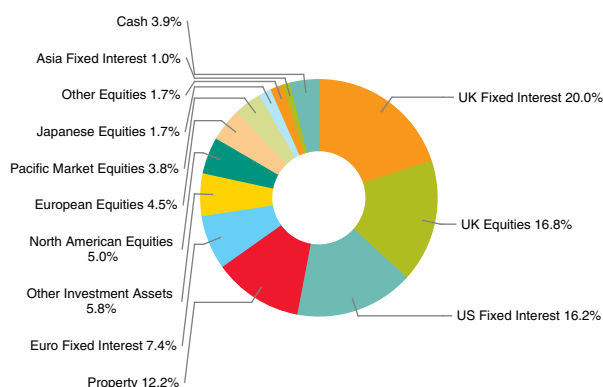
Performance Objective To offer competitive long term returns

\* Standard & Poor's as at September 2011

## Fund description

The fund offers the prospect of competitive long-term real returns whilst smoothing the peaks and troughs of day-to-day market movements. Investment returns are passed to policyholders through bonuses. The fund is invested in a diversified portfolio of UK and overseas shares, bonds, property and cash. A significant proportion of the fund is invested in shares and property which can be expected to produce attractive long-term returns, but the return on these assets can be volatile and so the fund is actively managed to optimise the returns while controlling risk.

## Fund breakdown



Source: Prudential as at 28 September 2012  
Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.

## Prudential risk rating

**Lower to Medium**

## 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

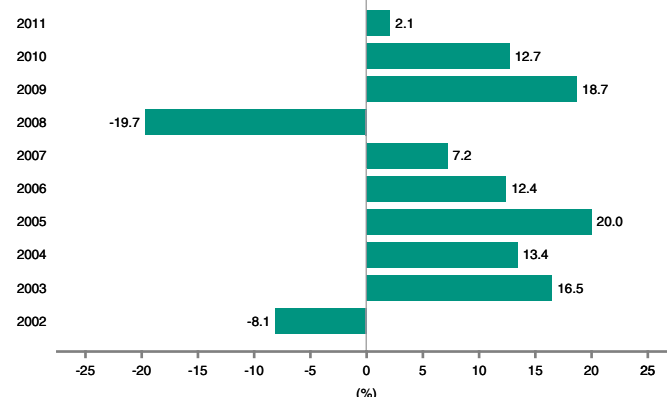
## Commentary

Positive action by the ECB (European Central Bank) and US Federal Reserve has boosted investor risk appetite over the quarter. This is good news given significant tensions in the eurozone and a synchronised global economic slowdown throughout spring and early summer. However economic uncertainty in China and concerns about the US Presidential election in November and the so called 'fiscal cliff' early next year have continued to keep investors in check.

The actions of the central banks are constructive and comprises some of the policy action we think necessary to generate growth. Of particular importance in Europe was the EU move to recapitalise the Spanish banks and very forthright comments by the ECB that it had the mandate (if requested) to intervene directly to support the bond markets of weaker European countries.

Our base case remains that the bias to austerity will eventually moderate to avoid a major slowdown and this makes a disorderly break up of the eurozone unlikely. However the eventual outcome will still most likely be a weak sub trend global growth picture characterised by historically high levels of unemployment and volatility in investment markets.

## Underlying investment returns



Source: Prudential. The above are calendar year returns for the With-Profits fund (before charges, tax and effects of smoothing).

The value of your policy will be sent out in your annual statement or is available on request. The value will depend on when you actually invested allowing for tax, charges and smoothing. The value could change by more or less than the underlying investment return of the overall fund. Past performance is not a reliable indicator of future performance.

- 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.

# Prudential With-Profits fund

## Performance (applicable from 6 April 2012)

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 receive a distribution of profits by means of bonuses, or other methods as specified in the relevant policy documentation. There are two types of bonus, regular (or reversionary) and final (or terminal) bonus.

The performance figures shown are overall annualised returns for contributions made on the dates specified. The returns include both regular and final bonuses added to a benefit paid at normal retirement date, but make no allowance for any applicable initial charges, allocation rates or early cash in charges (explicit charges).

Final bonus may vary and is not guaranteed. The rate of future bonuses cannot be guaranteed. The value of an investment may go down as well as up and the fund value in the future may be less than the payments you have made. Please bear in mind that inflation will reduce what you can buy in the future.

Please read the important information below and the Key Features document for the relevant contract.

The performance figures are declared by Prudential Assurance Company Limited, usually each February.

For the Unitheld returns shown, it is assumed that the contribution was invested without any allowance made for any explicit charges on 6 April 1, 3, 5 or 10 years ago and realised on or after 6 April 2012 to secure benefits at normal retirement age. For the Cash Accumulation returns shown, it is assumed that 1, 3, 5 or 10 scheme revision dates ending after 15 March 2012 have passed since the contribution was invested.

Bonus Series	1 Year*	3 Years*	5 Years*	10 Years*
Unitheld L With-Profits Returns	4.30%	6.60%	4.25%	6.90%
Unitheld N With-Profits Returns	4.30%	6.60%	4.25%	6.85%
Cash Accumulation MPP With-Profits Returns	4.30%	6.60%	4.25%	6.90%
Cash Accumulation AVC With-Profits Returns	4.30%	6.60%	4.25%	6.85%

Source: Prudential. \* overall annualised returns

The value of your policy will be sent out in your annual statement or is available on request. The value will depend on when you actually invested allowing for tax, charges and smoothing. Past performance is not a reliable indicator of future performance.

## With-Profits bonus series explained

### Cash Accumulation With-Profits

Cash Accumulation MPP With-Profits is used solely by the oldest "pre 101" money purchase contracts for occupational pension schemes typically established from 1974.

Cash Accumulation AVC With-Profits is used solely by Additional Voluntary Contribution contracts as part of an occupational scheme (but not where VCs are paid through another Prudential group pension contract).

### Unitheld With-Profits

Unitheld L With-Profits is used by the "101" money purchase contracts for occupational pension schemes and grouped personal pension contracts (including the "Shout/Xafinity" contracts) typically established from 06/04/1987 where holdings are expressed in terms of units.

Unitheld N With-Profits is used by the "Select" group personal pension (established 1997) and "Money Purchase Plan/Group Personal Pension" money purchase contracts for occupational pension schemes and group personal pension contracts established since 2001 where holdings are expressed in terms of units.

## Important information

### Who manages the funds?

Prudential Assurance Company Limited holds the assets of the With-Profits fund through custodians. Prudential has delegated the investment management of the fund through agreements with various investment managers including M&G Investments.

### 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 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 group pension contracts.

Its purpose is to provide an insight into how the fund(s) 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.

### Other important information

If money invested in the With-Profits fund is taken out at any time other than on death or normal retirement date, a Market Value Reduction (MVR) may be applied; this may have the effect of reducing the fund value.

For details on MVR and charges applicable to your investment, please refer to the Key Features document for the relevant contract. For a copy of the Key Features document, please contact your pensions department for scheme members or usual Prudential contact for trustees and advisers.

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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 Deposit fund

## Fund description

The Prudential Deposit Fund earns a variable rate of interest. The current practice, which we can review at anytime, is to set the interest rate on the first of each month, in line with the Bank of England base rate at the time. The Deposit Fund is backed by the assets held within Prudential's With-Profits Fund. Any interest is declared monthly and there are no explicit charges. Interest once added is guaranteed and withdrawals from this fund are not subject to a Market Value Reduction (MVR).

## Performance

	Past Performance to 28 September 2012					
	Quarter 1**	1 Year*	2 Years*	3 Years*	4 Years*	5 Years*
Deposit fund	0.12%	0.50%	0.50%	0.50%	0.79%	1.68%
Benchmark	0.12%	0.50%	0.50%	0.50%	0.71%	1.61%

	12 months to the end of June				
	2008	2009	2010	2011	2012
Deposit fund	5.32%	1.66%	0.50%	0.50%	0.50%
Benchmark	5.31%	1.36%	0.50%	0.50%	0.50%

Source: Prudential. \*Annualised. \*\*This is an annualised rate based on the 3-month deposit rates to 28 September 2012.

It is important to remember that past performance is not a reliable indicator of future performance. Future Deposit fund rates cannot be guaranteed.

## Risk rating – Minimal

- > 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.

## Fund benchmark

Benchmark

**Bank of England Base Rate**

As noted the Deposit fund interest rate is currently set in line with the Bank of England Base Rate on the 1st of each month. The interest rate will then remain fixed for the rest of the month. Should the Bank of England Base Rate change during the month, a change in Deposit fund interest rate will take effect at the beginning of the next month.

## Important information

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

This factsheet is intended for the trustees, advisers and members of additional voluntary contribution arrangements administered by Prudential.

Its purpose is to provide an insight into how the Deposit fund 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.

### How are the performance figures calculated?

Performance is measured by looking at the return after charges earned on a lump sum investment made on the first of the month over the period specified.

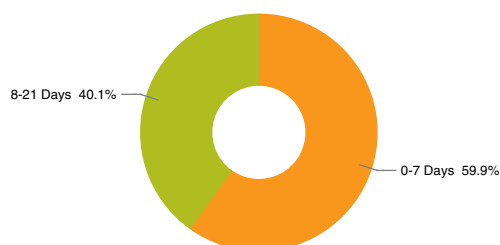
# Prudential Cash fund (Series 3)



## 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	HSBC 0.43% 03/10/12	25.1
2	M&G Time Deposits 0.37% 01/10/12	25.1
3	HSBC 0.44% 10/10/12	20.1
4	HSBC 0.45% 17/10/12	20.1
5	Cash	9.6

## Key facts

Underlying fund size	£199m
Number of holdings	5
Underlying fund launch date	28/04/1982
Portfolio Manager	Prudential Capital
Benchmark	London Interbank 7 Day Deposit Rate
Investment Style	Active
Sedol code	3168110
Performance Objective	To beat the London Interbank 7 Day Deposit rate.

## Commentary

The fund moved into reverse repurchase agreements (or 'reverse repos'), following the ABI's approval of these as a permitted instrument in the Treasury and Deposit sector. Reverse repos provide collateral (typically short term gilts) against cash deposits made by the fund.

As with short-term money market deposits, reverse repos are transacted with banks from M&G's counterparty credit risk panel. At the end of the quarter, 98% of the fund's assets were invested in reverse repos with a maturity of no more than one month.

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

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Cash fund	4.2	0.6	3.6	0.5	0.5
Benchmark	5.5	1.3	0.5	0.5	0.5

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Cash fund	0.1	0.5	1.5	1.9
Benchmark	0.1	0.5	0.5	1.6

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 3)

## 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?

- 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 group pension contracts and Prudential grouped personal pensions and Stakeholder pension contracts.

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

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### Can I get advice?

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### 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 3).

### 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 do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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

Please note if charges exceed the growth on the fund the value of your fund will fall.

For any fund there may be a delay in buying, selling or switching of units. These delays will only apply in exceptional circumstances and we will let you know if they apply to you. For more information please refer to your policy or scheme documentation.



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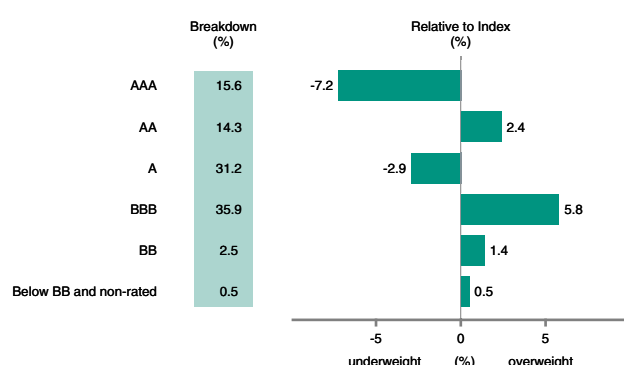
# Prudential Corporate Bond fund (Series 3)



## Fund description

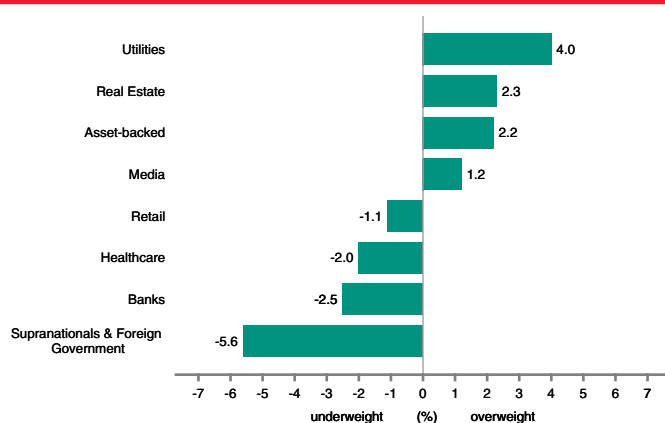
The investment strategy of the fund is to purchase units in the M&G PP All Stocks Corporate Bond Fund. This fund invests mainly in high quality Sterling corporate bonds across the range of maturities. The fund is actively managed against its performance benchmark of the iBoxx Sterling Non-Gilts Index. The fund may also hold British government gilts and derivatives (such as options and swaps) together with limited amounts of non-sterling and high yield corporate bonds where this may prove beneficial in the shorter term.

## Credit ratings and positions



The asset mix is likely to vary in the future.

## Sector positions vs benchmark



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£4,292m
Number of holdings	514
Underlying fund launch date	05/01/2000
Portfolio Manager	Jamie Hamilton
Benchmark	iBoxx Sterling Non-Gilts Index
Investment Style	Active
Sedol code	3168563
Performance Objective	To outperform the benchmark by 0.80% per year (before charges) over rolling 3-year periods.

## Commentary

Credit markets rallied in the third quarter as investors grew more confident following moves by the European Central Bank (ECB) to stabilise the eurozone sovereign debt markets.

In particular, the ECB has announced that it stands ready to buy unlimited amounts of short dated government debt if a member requests assistance.

The fund's performance benefited from being overweight in credit and underweight in sovereign and supranational debt. Within credit, high yield and asset-backed securities such as commercial mortgage-backed securities did particularly well.

Following the rally in credit, the fund manager has moved the portfolio closer to the benchmark, taking profits on a number of high yield and asset-backed security positions. He believes that, in many cases now, investors are no longer being adequately rewarded for taking riskier positions. Although the ECB has recently introduced more serious measures to solve the crisis, many of the risks surrounding the eurozone economies remain.

The fund has minimal duration risk at the moment, relative to the benchmark. Gilt yields are still benefiting from 'safe haven' status and continued quantitative easing by the Bank of England. The fund manager believes that both factors, by their nature, are short term, and therefore do not provide fundamental justification to be aggressively long duration.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Corporate Bond fund	-1.2	14.6	12.3	1.9	16.2
Benchmark	-3.2	11.9	11.5	2.0	13.3

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Corporate Bond fund	6.1	16.2	9.9	8.5
Benchmark	5.7	13.3	8.9	6.9

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 Corporate Bond fund (Series 3)

## Prudential risk rating

### Lower to Medium

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

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.

## 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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## Important information

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### 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 3).

### 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 do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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

For any fund there may be a delay in buying, selling or switching of units. These delays will only apply in exceptional circumstances and we will let you know if they apply to you. For more information please refer to your policy or scheme documentation.



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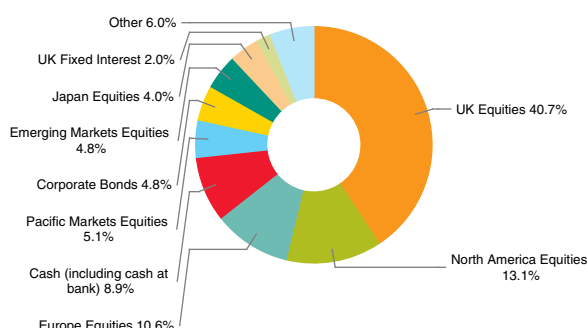
# Prudential Discretionary fund (Series 3)



## Fund description

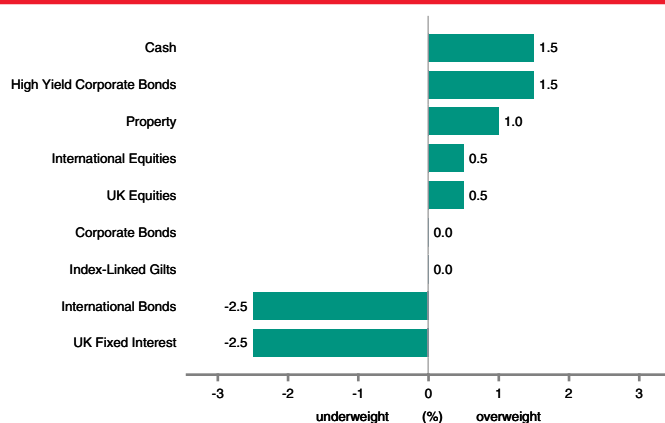
The investment strategy of the fund is to purchase units in the M&G PP Discretionary Fund. This fund aims to provide a traditional balanced approach to investment, holding a mix of UK and overseas shares, bonds, property and cash. The fund is actively managed against its benchmark of the BNY Mellon CAPS Balanced Pooled Fund Median. The significant numbers of stocks held in all areas reflect the prudent approach adopted by this fund. Both active stock selection and asset allocation are used to add value.

## Fund breakdown



The asset mix is likely to vary in the future.

## Target positions vs benchmark



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£860m
Number of holdings	13
Underlying fund launch date	20/04/1983
Portfolio Manager	Portfolio Management Group
Benchmark	BNY Mellon CAPS Balanced Pooled Fund Median (Gross)
Investment Style	Active multi-asset
Sedol code	3168574
Performance Objective	To outperform the benchmark by 1.15%-1.4% per year (before charges) over rolling 3-year periods.

## Commentary

In terms of asset classes, overweight positions in UK equities and high yield corporate bonds proved beneficial, as did an underweight stance in gilts and international government bonds. However, this was offset somewhat by long positions in Japan and property.

Stock selection in the UK was generally helpful for the fund, while performance was held back by stock picking overseas, apart from the Emerging Markets Fund, which came in well ahead of its index.

The fund manager continues to believe that equities represent good value, while gilts and many international government bonds are expensive. As a result, his strategy remains broadly unchanged.

Significant headwinds remain, with eurozone issues featuring prominently on the list of concerns. The UK's economic growth is sluggish and the situation in the US is clouded by uncertainty ahead of the presidential election. The prospect of the 'fiscal cliff' - a set of tax hikes and spending cuts that are scheduled for the new year - is also causing anxiety.

Despite these near-term issues, the fund manager's view is that prospects for the global economy are more favourable over the longer term.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Discretionary fund	-14.8	15.5	9.5	-3.1	15.5
Benchmark	-16.0	15.5	10.1	-3.3	14.6

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Discretionary fund	3.9	15.5	7.0	3.8
Benchmark	4.0	14.6	7.0	3.1

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 Discretionary fund (Series 3)

## Prudential risk rating

### Medium

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

These funds are predominantly multi-asset funds with a higher weighting in equities. The Property Fund is also in this category.

## 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?

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### Can I get advice?

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### 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 3).

### 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

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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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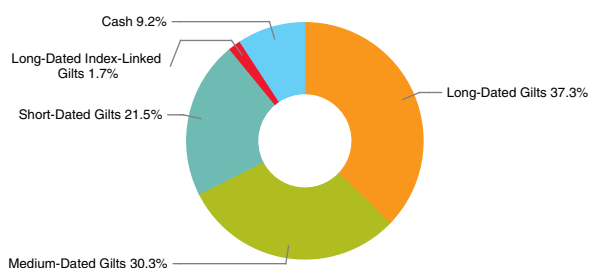
# Prudential Fixed Interest fund (Series 3)



## Fund description

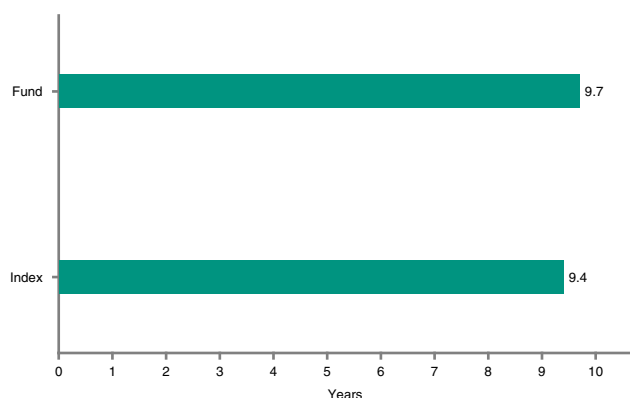
The investment strategy of the fund is to purchase units in the M&G PP Fixed Interest Fund. This fund invests in British government gilts and Sterling corporate bonds issued by UK and overseas borrowers. The fund is actively managed against its benchmark of the FTSE A British Government All Stocks Index. 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.

## 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 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Fixed Interest fund	6.0	12.7	9.2	8.7	8.3
Benchmark	6.8	11.2	7.3	7.8	8.3

## Key facts

Underlying fund size	£104m
Number of holdings	11
Underlying fund launch date	21/04/1971
Portfolio Manager	Miles Tym
Benchmark	FTSE A British Government All Stocks Index
Investment Style	Active
Sedol code	3168585
Performance Objective	To outperform the benchmark by 0.75% per year (before charges) over rolling 3-year periods.

## Commentary

An overweight position at the ultra-long end of the market, particularly in 40-year bonds, and an underweight holding in 10 to 20-year bonds affected the fund during the period.

The spread between these two sets of maturities has widened to its largest ever, whereas the fund was positioned to take advantage of a narrowing of the yield differential.

The fund manager believed the spread would narrow because of an expectation that the Debt Management Office (DMO) would begin issuing debt at shorter maturities, to take advantage of lower yields. However, the DMO continued to issue at the ultra-long end of the market.

The fund manager believes that yields have limited scope for further tightening, although the turning point in yields may still be a long way off. Gilt yields have continued to benefit from their 'safe haven' status and from further quantitative easing by the Bank of England. The fund is no longer positioned for a broad flattening of the yield curve, as it was in the third quarter and is now structured to take advantage of much tighter relative valuation plays. Going into the fourth quarter, the fund is overweight 30 and 40-year maturities and underweight 20 and 50-year maturities.

The fund manager remains prepared to act on relative value opportunities within the yield curve, and he will carry on identifying assets that appear expensive or inexpensive, and moving between them accordingly.

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Fixed Interest fund	0.8	8.3	8.7	9.0
Benchmark	1.1	8.3	7.8	8.3

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 Fixed Interest fund (Series 3)

## 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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- › 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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## Important information

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### 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 3).

### 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

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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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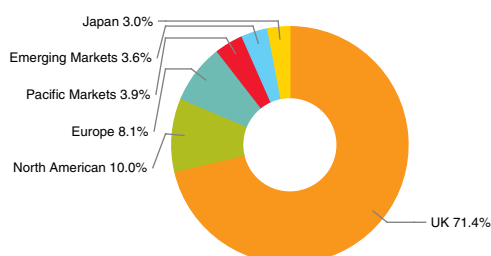
# Prudential Global Equity fund (Series 3)



## Fund description

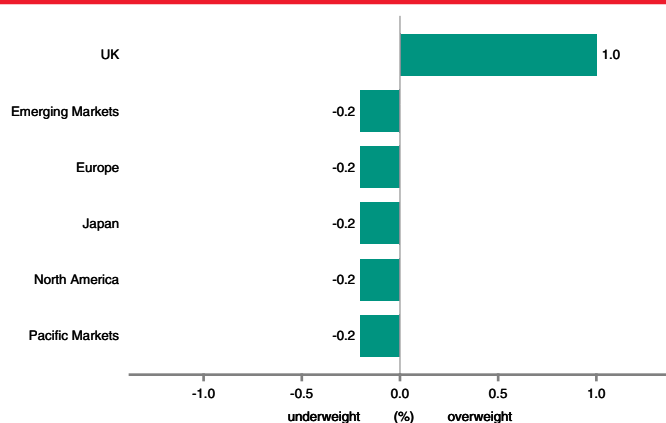
The investment strategy of the fund is to purchase units in the M&G PP Global Equity Fund. This fund invests in the shares of UK and overseas companies. The fund is actively managed with a benchmark of 70% in UK equities and 30% in overseas equities (in the same proportions as the average overseas equity distribution in the BNY Mellon CAPS Balanced Pooled Fund Survey). The significant numbers of stocks held in each region reflect the prudent approach adopted by this fund. Both active stock selection and asset allocation are used to add value.

## Fund breakdown



The asset mix is likely to vary in the future.

## Target positions vs benchmark



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£203m
Number of holdings	2
Underlying fund launch date	24/06/1992
Portfolio Manager	Portfolio Management Group
Benchmark	Mix of FTSE and MSCI Regional Indices
Investment Style	Active
Sedol code	3168596
Performance Objective	To outperform the benchmark by 1.0% per year (before charges) over rolling 3-year periods.

## Commentary

The fund's performance was supported by stock selection in emerging markets, and to a lesser extent, the UK. However, the other overseas funds lagged their respective indices.

Specific contributors from the underlying Emerging Markets Fund included Delta Electronics, a Taiwanese-based electronic components manufacturer, and UK-based AZ Electronic Materials, which makes speciality chemicals used in TV and mobile phone screens. In the UK, substantial value was generated by stakes in Gulf Keystone Petroleum and Sportingbet.

The fund manager is leaving the portfolio unchanged, with a long position in UK equities, which he feels are attractively valued.

The immediate future is clouded by a number of factors, including the ongoing difficulties in the eurozone, lacklustre economic activity in the UK and uncertainty ahead of the presidential election in the US. In addition, there are also concerns about the 'fiscal cliff' in the US, which refers to a set of tax hikes and spending cuts that are scheduled for the new year.

Despite these current headwinds, the fund manager believes the picture is brighter for the global economy over the longer term.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Global Equity fund	-19.3	14.6	11.0	-4.6	19.3
Benchmark	-21.1	12.7	11.6	-5.1	16.5

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Global Equity fund	4.7	19.3	8.1	3.1
Benchmark	4.6	16.5	7.3	1.9

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 Global Equity fund (Series 3)

## 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?

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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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### How are the fund prices 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

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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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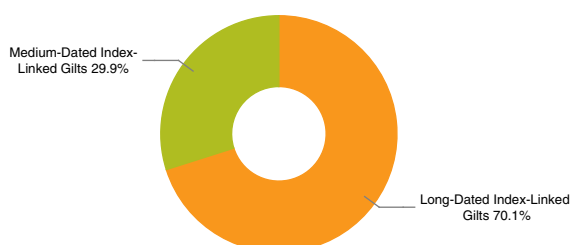
# Prudential Index-Linked fund (Series 3)



## Fund description

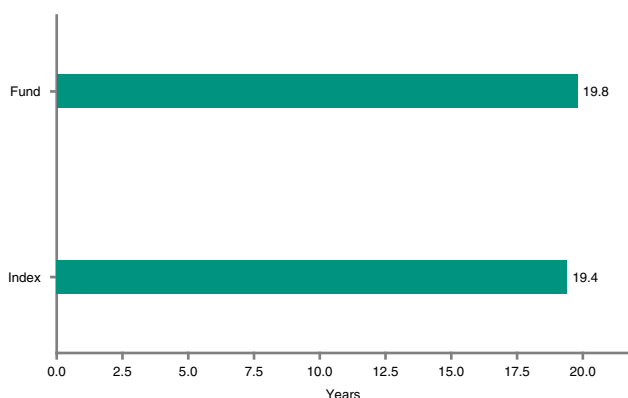
The investment strategy of the fund is to purchase units in the M&G PP Index-Linked Fund. This fund invests mainly in British Government index-linked gilts, typically with over five years to maturity. The fund is actively managed against its benchmark of the FTSE British Government Over 5 Years Index-Linked Index. 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.

## 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 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£322m
Number of holdings	18
Underlying fund launch date	20/04/1983
Portfolio Manager	Miles Tym
Benchmark	FTSE British Government Over 5 Years Index-Linked Index
Investment Style	Active
Sedol code	3168604
Performance Objective	To outperform the benchmark by 0.75% per year (before charges) over rolling 3-year periods.

## Commentary

Index-linked gilts fell during the period and significantly underperformed conventional gilts. This was because of the uncertainty surrounding the basis for the future calculation of the Retail Prices Index (RPI). The fund manager believes that the most likely changes to RPI are now priced in, but not the worst possible outcome.

During the period, the fund manager went underweight index-linked gilts in favour of conventional UK government bonds, which proved beneficial. In addition, he went underweight in the 30-year area of the market, because he felt valuations were expensive and that an increase in supply would depress prices relative to other maturities. This happened and the fund manager has since reversed the trade.

The fund has minimal duration risk at the moment relative to the benchmark. Going into the fourth quarter, the fund manager is overweight 40-year index-linked gilts, while underweight 10-year maturities, as he believes this is set to be the next over-supplied segment of the market. Also, in his view, index-linked gilts are now more fairly valued versus conventional government bonds.

The fund manager remains prepared to act on relative value opportunities within the yield curve, and he will carry on identifying assets that appear expensive or inexpensive, and moving between them accordingly. He believes that the best opportunities will result from attractive valuations following bond syndications, and he will continue taking advantage of these.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Index-Linked fund	9.7	3.0	13.0	14.6	7.2
Benchmark	10.0	3.5	9.5	13.6	5.0

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Index-Linked fund	-2.8	7.2	11.6	9.4
Benchmark	-3.2	5.0	9.3	8.3

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 Index-Linked fund (Series 3)

## 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?

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### How are the performance figures calculated?

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### What is the dealing cycle?

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### Other important information

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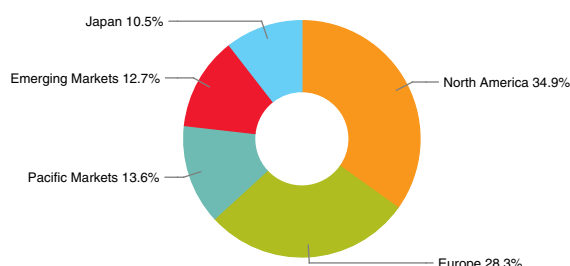
# Prudential International Equity fund (Series 3)



## Fund description

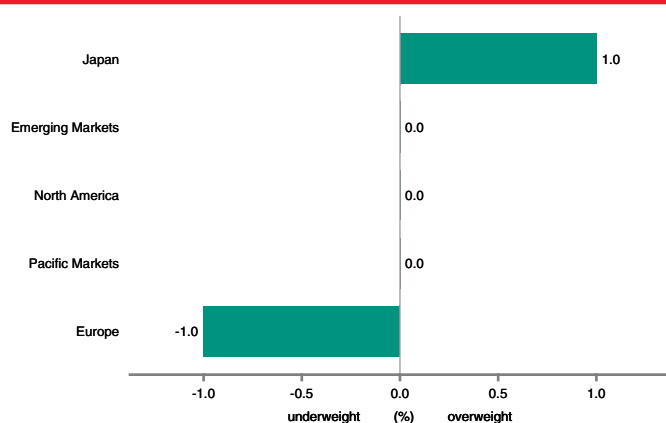
The investment strategy of the fund is to purchase units in the M&G PP International Equity Fund. This fund invests in the shares of companies in all the major overseas equity markets. The fund is actively managed against a benchmark mix of the regional market indices in the same proportions as the average overseas equity distribution in the BNY Mellon CAPS Balanced Pooled Fund Survey. The significant number of stocks held in each region reflect the prudent approach adopted by this fund. Both active stock selection and asset allocation are used to add value.

## Geographical weighting



The asset mix is likely to vary in the future.

## Target positions vs benchmark



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£443m
Number of holdings	7
Underlying fund launch date	15/04/1981
Portfolio Manager	Portfolio Management Group
Benchmark	Mix of FTSE and MSCI Regional Indices
Investment Style	Active
Sedol code	3168626
Performance Objective	To outperform the benchmark by 1.0% per year (before charges) over rolling 3-year periods.

## Commentary

Global equity markets rebounded over the quarter as a number of central banks announced stimulus measures and policy actions.

The emerging markets section of the fund was ahead of its benchmark and boosted returns. All other markets were behind their respective indices.

Individual contributors at the stock level included Taiwanese electronics manufacturer Delta Electronics and UK-based AZ Electronic Materials, which makes speciality chemicals used in TV and mobile phone screens. First Quantum Minerals, a Canadian copper and gold miner, and Brazilian bank Banco do Brasil also added value.

The US represents the largest portion of the portfolio, followed by Europe, Pacific markets and emerging markets. The fund manager also holds a relatively small position in Japan, although it is slightly overweight compared with the composite benchmark.

The short-term picture continues to be dominated by difficulties within the eurozone and challenges facing the global economy. Economic activity is lacklustre in the UK and growth in the US is only modest, while economic expansion in China is slowing. Despite this gloomy outlook in the immediate future, the fund manager believes that prospects for the global economy are brighter over the longer term.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
International Equity fund	-17.8	19.9	7.8	-7.3	16.0
Benchmark	-18.3	16.7	9.6	-7.0	14.8

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
International Equity fund	4.2	16.0	5.1	2.7
Benchmark	4.2	14.8	5.3	2.2

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 International Equity fund (Series 3)

## 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)
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## Important information

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### 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 3).

### 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

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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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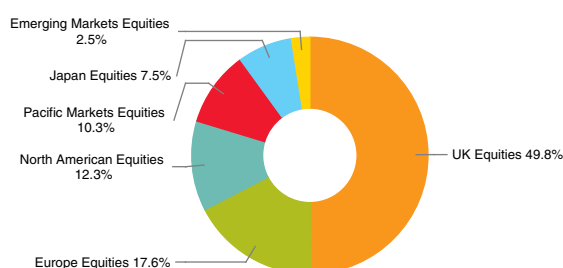
# Prudential Long Term Growth fund (Series 3)



## Fund description

The investment strategy of the fund is to purchase units in the M&G PP Long Term Growth Fund. This fund invests in the shares of companies around the world with about 50% invested in the UK and 50% overseas, roughly in proportion to each region's economic importance. The fund is passively managed with a benchmark of 50% tracking the FTSE All-Share Index and 50% tracking a mix of overseas regional market indices using fixed weights broadly reflecting each region's Gross Domestic Product. The split between UK and overseas equities and between overseas regions may alter from time to time to reflect changing economic and market conditions.

## Geographical breakdown



The asset mix is likely to vary in the future.

## Top holdings

	%
1 HSBC	3.0
2 Vodafone	2.5
3 BP	2.4
4 Royal Dutch Shell 'A'	2.3
5 GlaxoSmithKline	2.1
6 British American Tobacco	1.8
7 Royal Dutch Shell 'B'	1.7
8 Diageo	1.3
9 BG	1.2
10 BHP Billiton	1.2

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Long Term Growth fund	-19.8	15.0	10.7	-5.3	15.5
Benchmark	-20.3	14.4	10.3	-5.4	15.5

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	£177m
Number of holdings	6
Underlying fund launch date	31/01/2001
Portfolio Manager	Portfolio Management Group
Benchmark	50% FTSE All-Share Index & 50% composite of FTSE World and MSCI Regional Market Indices
Investment Style	Passive
Sedol code	3168637
Performance Objective	To match the performance of the benchmark as closely as possible.

## Commentary

Stockmarkets fluctuated throughout the quarter, depending on developments in Europe's debt crisis. In September, global central bank actions to ease credit conditions lifted sentiment toward riskier assets. So, too, did improving US economic data and better-than-expected US and European company results.

The FTSE All-Share Index benefitted from an improvement in risk appetite. As a result, cyclical stocks, such as technology, financials and industrials led, while defensive stocks, like utilities and pharmaceuticals, lagged.

The FTSE World North America Index rose sharply in September. This followed the Federal Reserve's aggressive bond-buying actions to support the economy. Share prices were also helped by better economic news and healthy corporate results. The US housing market showed signs of improvement, with banks benefitting.

European equities, with the more internationally exposed FTSE World Germany Index gaining the most. Investor sentiment was boosted by the European Central Bank's offer to buy unlimited amounts of short-term bonds from indebted members as president Mario Draghi promised to do 'whatever it takes' to preserve the euro.

Markets in the Pacific Basin region turned in a very mixed performance. Some large markets heavily reliant on global demand, such as China and Japan, made minimal gains or fell. Other, smaller economies, such as Thailand and Singapore, ended the quarter significantly higher.

Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Long Term Growth fund	4.6	15.5	6.6	2.3
Benchmark	4.5	15.5	6.4	1.9

# Prudential Long Term Growth fund (Series 3)

## 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)
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## Important information

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### 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 3).

### 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

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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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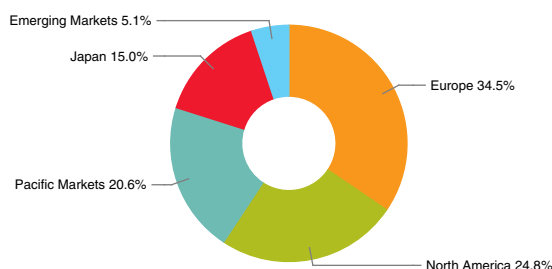
# Prudential Overseas Equity Passive fund (Series 3)



## Fund description

The fund invests in all the major overseas equity markets. Most of the fund is passively managed with a benchmark mix of the regional market indices using fixed weights broadly reflecting each region's Gross Domestic Product. Tracking is achieved by replicating the larger companies in each region's index plus carefully modelling stratified samples of the remainder of the companies in each index. The strategic split between the regions may alter periodically to reflect changing economic and market conditions.

## Fund breakdown



The asset mix is likely to vary in the future.

## Top holdings

	%
1 Nestlé	1.6
2 Novartis	1.2
3 Samsung Electronics	1.1
4 Roche	1.0
5 Sanofi	0.8
6 Total	0.8
7 BHP Billiton	0.7
8 Toyota Motor	0.7
9 Comcast	0.6
10 Pfizer	0.6

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Overseas Equity Passive fund	-17.2	17.9	8.4	-6.5	13.7
Benchmark	-18.4	17.9	8.1	-6.6	13.7

## Key facts

Underlying fund size	£91m
Number of holdings	5
Underlying fund launch date	15/12/1999
Portfolio Manager	Portfolio Management Group
Benchmark	Mix of FTSE and MSCI regional indices of fixed weights broadly reflecting each region's GDP
Investment Style	Passive
Sedol code	3169395
Performance Objective	To match the performance of the benchmark as closely as possible.

## Commentary

Stockmarkets fluctuated throughout the quarter, depending on developments in Europe's debt crisis. In September, global central bank actions to ease credit conditions lifted sentiment toward riskier assets. So, too, did improving US economic data and better-than-expected US and European company results. On the back of this, the FTSE World Index gained 4.0% in sterling terms. However, some export-led indices suffered from weaker global demand.

The FTSE World North America Index rose sharply in September and finished the quarter 3.5% higher in sterling terms. This followed the Federal Reserve's aggressive bond-buying actions to support the economy. Share prices were also helped by better economic news and healthy corporate results. The US housing market showed signs of improvement, with banks benefitting.

European equities rallied on the European Central Bank's offer to buy unlimited amounts of short-term bonds from indebted members as president Mario Draghi promised to do 'whatever it takes' to preserve the euro.

Markets in the Pacific Basin region turned in a very mixed performance. Some large markets heavily reliant on global demand, such as China and Japan, made minimal gains or fell. Other, smaller economies, such as Thailand and Singapore, ended the quarter significantly higher.

Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Overseas Equity Passive fund	4.5	13.7	4.9	2.4
Benchmark	4.4	13.7	4.7	2.0

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 Overseas Equity Passive fund (Series 3)

## 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?

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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?

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### Other important information

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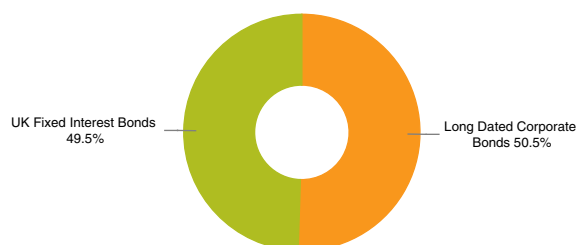
# Prudential Pre-Retirement fund (Series 3)



## Fund description

The investment strategy of the fund is to purchase units in the M&G PP Pre-Retirement Fund. This fund invests in long-dated bonds split equally between passively managed British government gilts and actively managed sterling corporate bonds. The fund's benchmark is 50% tracking movements in the FTSE A British Government Over 15 Years Gilts Index and 50% aiming to outperform the iBoxx Sterling Over 15 Years Non-Gilts Index. The split between government and corporate bonds may alter from time to time to reflect changing economic and market conditions.

## Fund breakdown



The asset mix is likely to vary in the future.

## Top holdings

	%
1 UK (Govt of) 4.25% 07/06/32	4.3
2 UK (Govt of) 4.25% 07/12/27	4.2
3 UK (Govt of) 4.75% 07/12/30	4.1
4 UK (Govt of) 4.5% 07/12/42	3.8
5 UK (Govt of) 4.75% 07/12/38	3.7
6 UK (Govt of) 4.25% 07/12/40	3.4
7 European Investment Bank 4.625% 12/10/54	3.3
8 UK (Govt of) 4.25% 07/03/36	3.3
9 UK (Govt of) 4.25% 07/12/55	3.3
10 UK (Govt of) 4.5% 07/09/34	3.3

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Pre-Retirement fund	2.6	16.3	10.0	7.4	14.8
Benchmark	0.1	15.5	10.1	7.5	14.3

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	£82m
Number of holdings	2
Underlying fund launch date	31/01/2001
Portfolio Manager	Portfolio Management Group
Benchmark	50% FTSE A British Government Over 15 Years Gilts Index and 50% iBoxx Sterling Over 15 Years Non-Gilts Index
Investment Style	Combination of active and passive
Sedol code	3169403
Performance Objective	To match the performance of the benchmark as closely as possible.

## Commentary

The fund's strategic asset allocation remains 50% UK long dated gilts and 50% UK long dated corporate bonds. The fund is rebalanced to these weightings shortly after each quarter end.

UK corporate bond returns raced ahead of those for government bonds over the quarter. Corporate bonds gained 6.4% in aggregate compared with 1.1% for the FTSE 'A' British Government All Stocks Index. The latter's gain was far more modest than in the previous quarter. Appetite for corporate bonds has grown as government bond yields have fallen so low. Both higher- and lower-quality companies took advantage of firm demand to issue fresh debt. With the improvement in market sentiment and prospect of higher income, BBB rated bonds were among the best performers over the quarter.

Low interest rates and falling inflation helped underpin demand for bonds. The official bank rate has been held at 0.5% since May 2009, and interest rates are likely to be kept low for the foreseeable future as the UK government tries to stimulate economic activity.

Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Pre-Retirement fund	4.0	14.8	10.7	10.1
Benchmark	3.7	14.3	10.6	9.4



# Prudential Pre-Retirement fund (Series 3)

## 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 and an element of corporate bonds. These types of investment are generally recognised as lower risk.

## What is the risk rating?

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### Who manages the funds?

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### How are the performance figures calculated?

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### What is the dealing cycle?

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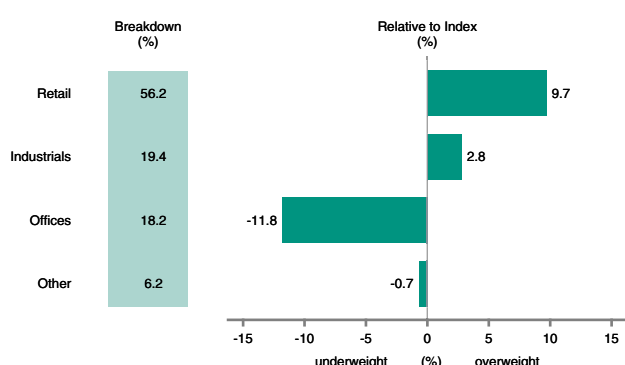
# Prudential Property fund (Series 3)



## Fund description

The investment strategy of the fund is to purchase units in the M&G PP Property Fund. This fund invests directly in commercial property in the UK, including retail, office and industrial properties and provides returns through a combination of rental income and capital growth. At times the fund may have significant levels of cash (short term deposits) in advance of purchasing or following the sale of property. This may lead to lower than expected returns. The fund is actively managed against its benchmark, the IPD UK Pooled Property Fund All Balanced Index.

## Fund distribution and relative positions by sector



The asset mix is likely to vary in the future.

## Fund distributions and relative positions by area



The asset mix is likely to vary in the future.

Source: M&G Index data as at 30 June 2012

All figures are as at 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£586m
Number of holdings	69
Underlying fund launch date	17/03/1971
Portfolio Manager	Dermot Kiernan
Benchmark	IPD UK Pooled Property Fund All Balanced Index
Investment Style	Active
Sedol code	3169414

Performance Objective To outperform the benchmark by 0.5% per year (net of charges) over rolling 3-year periods.

## Commentary

Returns for commercial property were marginally positive over the third quarter, with a positive income return partially offsetting the continuing decline in capital values. The polarisation between the demand for prime, defensive assets and more tertiary assets continued, with investors remaining very risk averse.

The fund underperformed its benchmark over the quarter due in the main to capital value falls on some of its office properties where leases are nearing termination and re-letting risk has consequently increased.

The fund manager remains focused on income as the core component of total return, with 'hands-on' active management of the assets critical in providing capital protection and value enhancement. The continued lack of new development over recent years should facilitate a cyclical return of rental growth in the medium term.

New lettings were completed over the quarter in Hampstead, Romford and Cheltenham.

No new acquisitions were made over the quarter. The part sale of the fund's holding in Hampstead was placed under offer and should complete imminently. The development at Warrington is complete and work commenced on the refurbishment project in Bristol.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Property fund	-16.8	-16.0	14.9	7.7	-4.8
Benchmark	-19.4	-21.2	18.8	7.5	2.8

Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Property fund	-0.1	-4.8	5.6	-3.8
Benchmark	0.4	2.8	9.5	-3.6

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 Property fund (Series 3)

## Prudential risk rating

### Medium

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

These funds are predominantly multi-asset funds with a higher weighting in equities.

## 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 group pension contracts and Prudential grouped personal pensions and Stakeholder pension contracts.

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### Can I get advice?

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### 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 3).

### 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 do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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

This 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 Property 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. Other than in very exceptional circumstances we would not expect delays to be longer than six months in the case of units held in the fund. At other times the fund may have significant levels of cash (short-term deposits) in advance of purchasing or following the sale of property and/or land.

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# Prudential Socially Responsible fund (Series 3)

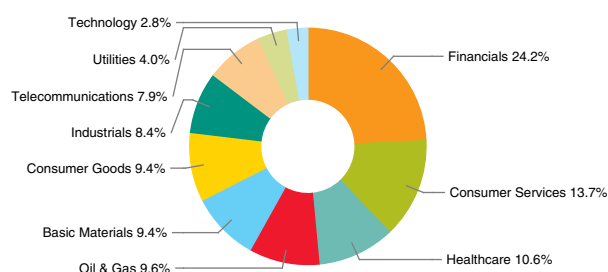


## Fund description

The investment strategy of the fund is to invest in the shares of UK companies which pass a set of socially responsible criteria. The fund is actively managed against a benchmark constructed in conjunction with EIRIS (Ethical Investment Research Services). Companies who pass the screening criteria (which are reviewed regularly) represent around 60% of the FTSE All-Share Index by market capitalisation and so the fund's returns may vary more than other funds which can access the whole market.

Please note from Quarter 4 2012 the factsheet will reflect the change in benchmark to the FTSE4Good UK Equity Index.

## Fund breakdown



The asset mix is likely to vary in the future.

## Top holdings

	%
1 Royal Dutch Shell 'B'	6.9
2 HSBC	5.9
3 Vodafone	5.9
4 GlaxoSmithKline	5.0
5 BHP Billiton	4.0
6 Rio Tinto	3.9
7 Diageo	3.8
8 Standard Chartered	3.7
9 Tesco	3.0
10 BG	2.6

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Socially Responsible fund	-27.9	1.3	12.2	-13.2	23.3
Benchmark	-27.4	6.8	11.3	-8.7	23.1

## Key facts

Underlying fund size	£29m
Number of holdings	101
Underlying fund launch date	08/12/1999
Portfolio Manager	Richard O'Connor
Benchmark	A subset of the FTSE All-Share Index, defined in conjunction with EIRIS
Investment Style	Active
Sedol code	3169436
Performance Objective	To outperform the benchmark by 1% per year (before charges) over rolling 3-year periods.

## Commentary

UK equities performed strongly in the third quarter, in common with many stockmarkets globally. Investors responded positively to moves by central banks to stabilise financial markets and increase quantitative easing.

House builder Persimmon and financial services company Hargreaves Lansdown added value to the fund. Persimmon saw margins improve as it switched to selling more family homes and utilising land it bought cheaply during the 2009 recession. Meanwhile, Hargreaves Lansdown reported a solid increase in clients and assets under management.

The fund's positions in G4S and Fidessa detracted from performance. G4S suffered a major embarrassment when it failed to supply enough security guards for the London Olympics. Fidessa provides computer software to banks and investors believe prospects have deteriorated as banks scale back their trading activities.

At the end of September, the fund manager added some new holdings in the materials and energy sectors, including such names as BHP Billiton and Royal Dutch Shell. He also initiated a position in pharmaceutical giant GlaxoSmithKline. In addition, he reduced exposure to financials, selling part of the fund's holdings in HSBC and Standard Chartered. The fund manager believes the portfolio remains well positioned to weather the volatility in the global financial markets. The fund continues to be diversified across sectors, preserving a balance between more defensive companies, which tend to perform well in weak markets, and those which are more sensitive to economic activity.

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Socially Responsible fund	7.6	23.3	6.3	-2.6
Benchmark	7.2	23.1	7.8	-0.2

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 Socially Responsible fund (Series 3)

## 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?

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### 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 3).

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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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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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.

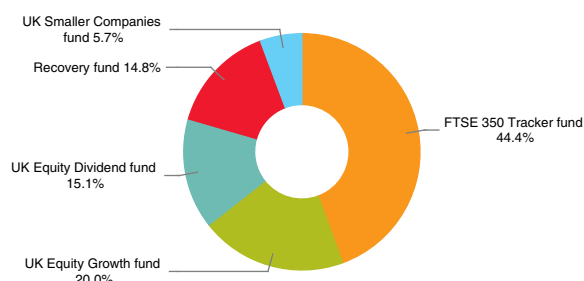
# Prudential Equity fund (Series 3)



## Fund description

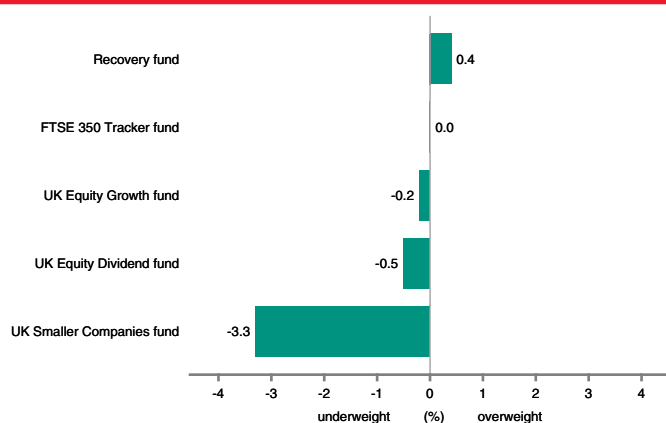
The investment strategy of the fund is to purchase units in the M&G PP UK Equity Fund. This fund invests in the shares of UK Companies. The fund is actively managed against its benchmark, the FTSE All-Share Index. The fund is a "fund of funds" holding units in several more specialised UK equity funds giving access to a variety of methods for generating investment returns in differing market conditions. The range of investment approaches used and spread of stocks held across all areas of the market reflect the fund's prudent performance objective.

## Fund breakdown



The asset mix is likely to vary in the future.

## Performance of underlying holdings relative to indices



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
Equity fund	-19.9	12.4	12.1	-3.3	19.1
Benchmark	-22.3	10.8	12.5	-4.4	17.2

### Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
Equity fund	4.9	19.1	8.9	3.1
Benchmark	4.7	17.2	8.0	1.7

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	£674m
Number of holdings	5
Underlying fund launch date	01/01/1971
Portfolio Manager	Garfield Kiff
Benchmark	FTSE All-Share Index
Investment Style	Active / Passive
Sedol code	3169447
Performance Objective	To outperform the benchmark by 0.75% - 1.0% per year (before charges) over rolling 3-year periods.

## Commentary

Despite continued weakening of macroeconomic data, investors were encouraged when central banks took steps to stimulate growth around the world. In this environment, the fund generated healthy returns and was slightly ahead of the index.

At the underlying portfolio level, the Recovery Fund outperformed its comparative benchmark, with the fund's performance helped by being overweight in technology stocks and underweight in the consumer goods sector, particularly a lack of exposure to tobacco companies.

The UK Equity Dividend Fund's performance was held back slightly by its defensive positioning as equity markets rallied over the quarter. However, a tilt towards medium-sized companies helped returns as they outperformed their larger counterparts.

A presence in medium-sized companies was also beneficial for the UK Equity Growth Fund's performance, although a number of stocks in the banks, mining and pharmaceutical sectors held back returns.

Finally, the UK Smaller Companies Fund delivered a healthy return over the quarter, although it lagged behind the strong gains of its comparative benchmark. Positive contributors included online gambling firm Sportingbet, which received a bid offer, while a number of holdings held back performance following profit warnings.



# Prudential Equity fund (Series 3)

## 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?

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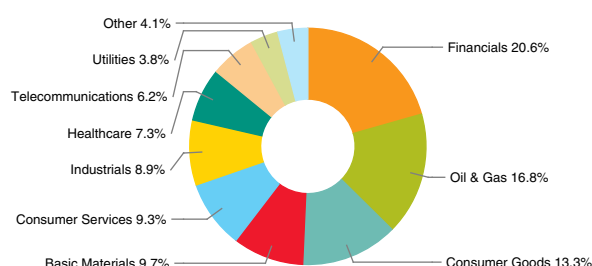
# Prudential UK Equity Passive fund (Series 3)



## Fund description

The investment strategy of the fund is to purchase units in the M&G PP UK Equity Passive Fund. This fund invests in the shares of UK companies. The fund is passively managed tracking movements in its benchmark, the FTSE All-Share Index. Tracking this Index is achieved by the fund replicating the holdings of all the companies which make up the FTSE 100 Index plus holding a carefully modelled stratified sample of the remainder of the companies in the FTSE All-Share Index.

## Fund breakdown



The asset mix is likely to vary in the future.

## Top holdings

%

1	HSBC	6.1
2	Vodafone	5.0
3	BP	4.8
4	Royal Dutch Shell 'A'	4.7
5	GlaxoSmithKline	4.1
6	British American Tobacco	3.6
7	Royal Dutch Shell 'B'	3.4
8	Diageo	2.5
9	BG	2.4
10	BHP Billiton	2.3

The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
UK Equity Passive fund	-21.8	11.6	12.5	-4.3	17.2
Benchmark	-22.3	10.8	12.5	-4.4	17.2

Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
UK Equity Passive fund	4.7	17.2	8.1	1.9
Benchmark	4.7	17.2	8.0	1.7

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	£524m
Number of holdings	513
Underlying fund launch date	04/02/1998
Portfolio Manager	Nigel Booth
Benchmark	FTSE All-Share Index
Investment Style	Passive
Sedol code	3169458
Performance Objective	To match the performance of the benchmark as closely as possible.

## Commentary

The FTSE All-Share Index gained a very respectable 4.7% in the third quarter of 2012, benefiting from central bank inventions and the UK government's more dovish tone toward the budget deficit. The international exposure of many of the country's listed companies meant that the fortunes of the index reflected little of that of the UK's domestic economy. The UK economy shrank by 0.5% year-on-year in the second quarter of 2012, the third successive quarter of negative growth. Falling exports highlight the difficulty the UK faces as it tries to recover amid slowing global growth.

From a sector perspective, the improvement in risk appetite was reflected in stocks more sensitive to changes in global economic activity doing better. As a result, cyclical stocks, such as technology, financials and industrials led, while defensive stocks, like utilities and pharmaceuticals, lagged.

# Prudential UK Equity Passive fund (Series 3)

## Prudential risk rating

### Higher

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

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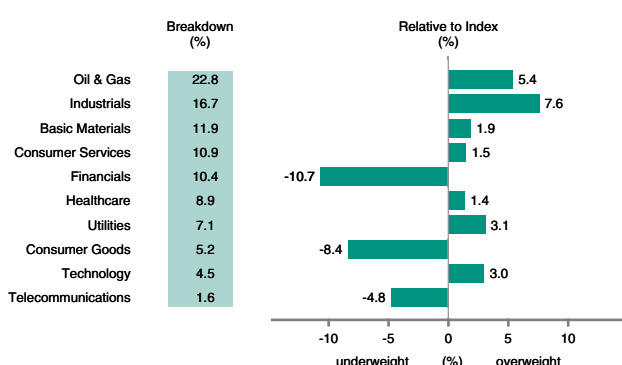
# Prudential UK Specialist Equity fund (Series 3)



## Fund description

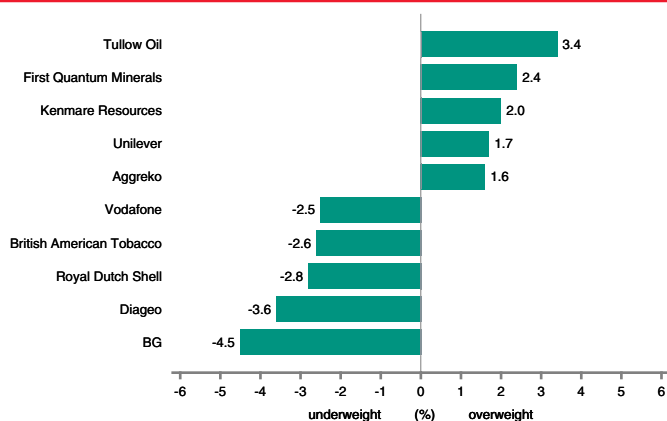
The investment strategy of the fund is to purchase units in the M&G PP Recovery Fund. This fund seeks to invest in companies which are out of favour, in difficulty or whose prospects are not fully recognised by the market and where management is working to turn the business around. The fund invests primarily in the shares of UK listed companies but can also invest a limited amount in the shares of overseas companies and UK government bonds. The fund is actively managed against its benchmark, the FTSE All-Share Index.

## Fund distribution



The asset mix is likely to vary in the future.

## Top 5 over and underweight positions



The asset mix is likely to vary in the future.

Source: M&G

All figures are as at 28 September 2012, unless otherwise stated.

## Key facts

Underlying fund size	£884m
Number of holdings	97
Underlying fund launch date	22/05/2000
Portfolio Manager	Tom Dobell
Benchmark	FTSE All-Share Index
Investment Style	Active
Sedol code	3168433
Performance Objective	To outperform the benchmark by 2.5% per year (before charges) over rolling 3-year periods.

## Commentary

The third quarter of 2012 proved modestly positive for stockmarkets as investors became convinced that politicians and central banks would take the necessary steps to support both the eurozone and the global economy. The rediscovery of an appetite for risk meant that those companies more reliant on economic growth, such as financials and producers of basic materials, enjoyed share price strength, while more 'defensive' businesses, including consumer goods and telecoms, lagged.

Fund performance was helped by an overweight stance towards technology stocks and an underweight position in the consumer goods sector, particularly having no exposure to tobacco companies. However, this was partly offset by weakness in a number of stocks, especially among healthcare firms and miners. The main negative contributors included BTG, Coal of Africa and Tullow Oil. The fund manager remains confident that all these holdings will generate good long-term returns for the fund. More positively, stakes in Gulf Keystone Petroleum, Pace and United Drug added considerable value.

The manager focuses on corporate rather than economic recovery and remains convinced that there is a tremendous amount of unrecognised value within the portfolio. In his opinion, the shares of several companies held in the fund have been driven down with little regard for the fundamental value within the business. Investors have tended to focus on short-term issues rather than take a longer view.

## Performance

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

	28/09/07 - 30/09/08	30/09/08 - 30/09/09	30/09/09 - 30/09/10	30/09/10 - 30/09/11	30/09/11 - 28/09/12
UK Specialist Equity fund	-18.9	21.8	11.4	-2.6	17.7
Benchmark	-22.3	10.8	12.5	-4.4	17.2

Past performance of the fund to 28 September 2012

	Quarter	1 Year*	3 Years*	5 Years*
UK Specialist Equity fund	5.2	17.7	8.5	4.8
Benchmark	4.7	17.2	8.0	1.7

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 UK Specialist Equity fund (Series 3)

## 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)
- 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 group pension contracts and Prudential grouped personal pensions and Stakeholder pension contracts.

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 3).

### 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

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

Please note the performance figures shown do not take into account the effect of charges, which can be found in your 'A Guide to Fund Options'.

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

For any fund there may be a delay in buying, selling or switching of units. These delays will only apply in exceptional circumstances and we will let you know if they apply to you. For more information please refer to your policy or scheme documentation.



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