



Bond Income Fund

fund objective

The Bond Income Fund aims to provide investors with income whilst seeking to maximise total return.

performance

While Financial Express and Skandia Investment Group have used all reasonable endeavours to ensure the accuracy of the information contained in this factsheet, neither accept any liability in respect of the investment decisions of investors nor any loss arising from such decisions.

percentage growth year by year to month end shown in table

1 year to 31/07/2010	1 year to 31/07/2009	1 year to 31/07/2008	1 year to 31/07/2007	1 year to 31/07/2006
17.27%	-0.73%	-2.84%	-0.28%	1.36%

percentage growth since launch

	3 months	6 months	1 year	3 years	5 years	since launch
Bond Income Fund	-0.57%	4.51%	17.27%	13.11%	14.34%	25.80%
IMA sector average	-0.16%	3.35%	15.61%	11.93%	15.08%	32.88%
Quartile rank*	4	2	2	2	2	3

Source: Financial Express. Percentage growth is calculated on a single pricing basis with net income reinvested into the Fund. Figures are to 31 July 2010. Past performance does not indicate future performance.

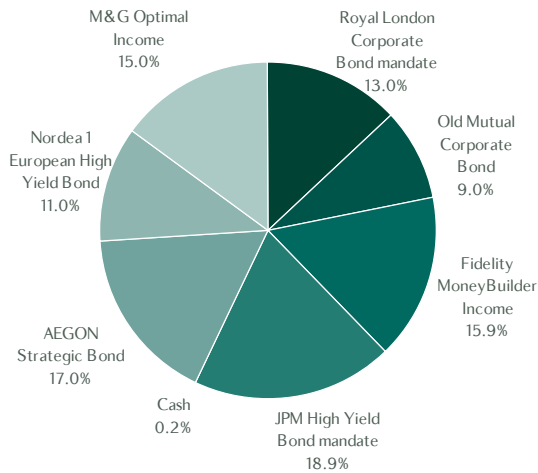
*Please see the important information section for the definition of quartile.

fund facts

Launch date	22 August 2003
IMA sector	Sterling Strategic Bond Sector
Initial charge	5%
Annual management charge	1.25%
Total expense ratio	2.05 %
Minimum investment	Lump sum £1000, regular saving £50 per month
ISA eligibility	Yes
Type of share	Income
Income frequency	Quarterly
XD dates	31 December, 31 March, 30 June & 30 September
Payment dates	28 February, 31 May, 31 August & 30 November
Historic yield as at 31 July 2010	5.1%
Valuation point	12 noon
SEDOL number	3347641
ISIN	GB0033476416
MEXID	SNBI
Fund size as at 31 July 2010	£60.4m

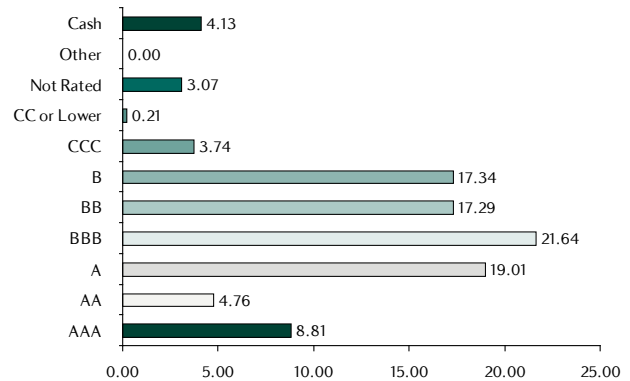
The current daily share price can be found on our website at www.skandiainvestmentgroup.com/funds/fundinformation.asp

target asset allocation as at 31 July 2010



Please note percentages are rounded to 1 decimal place

credit quality breakdown* as at 31 July 2010



important information

The past performance of an investment is not a guide to future investment performance.

What you get back will depend on investment performance and is therefore not guaranteed. The value of investments and any income from them can fall as well as rise.

You should appreciate that there are inherent risks in all types of investment. There can be no guarantee that the objectives of the Fund will be achieved.

This Fund includes some exposure to emerging markets, which tend to be less well regulated and more volatile than more established stock markets, so increasing the potential risk to investors.

Where the Fund invests in securities designated in a different currency to the Fund, the value of the Fund may rise and fall purely as a result of exchange rate fluctuations.

Bonds carry a risk of default of either income payments or capital repayments or both. The Fund may invest partly in high-yielding corporate bonds, which are generally regarded as higher risk investments.

The solvency of the companies that issue these bonds cannot be guaranteed, and any difficulty (such as default on payment) may adversely affect the Fund's performance.

Where the running or distribution yield (an estimate of the income return) of a bond fund is greater than the redemption yield (the total return if all the bonds in a fund were held to maturity) this may signify an erosion of capital.

You should be aware that the use by a fund of derivatives for the purpose of efficient portfolio management exposes the Fund to the risk that the provider of the derivative becomes insolvent while it owes money to the Fund.

The Historic Yield reflects distributions declared over the past twelve months as a percentage of the mid-market unit price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distribution.

*Credit quality breakdown refers to the independent rating given to each of the holdings within the underlying funds, where AAA represents the highest quality and C represents the lowest quality. Due to timing differences the underlying data is not all to month end. Skandia Investment Research amalgamates this information from the underlying fund to give an overall position for the Bond Income Fund.

* Quartile - A statistical term which, in this context, describes the performance of an investment fund relative to other investment funds in a group or sector. Each quartile contains 25% of the funds based upon the performance of each fund in comparison to other funds in the group or sector. The funds are ordered by performance with the top performing 25% of funds making up the 1st quartile and the worst performing 25% of funds making up the 4th quartile.

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The Authorised Corporate Director for the Skandia Bond Income Fund is Skandia Investment Management Limited.

www.skandiainvestmentgroup.com