

# Changes to UK Investment Funds – from 7th August 2019



## Investment objective & policy changes – Standard Life Investment Company II (to be renamed Aberdeen Standard OEIC V)

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<b>ASI Corporate Debt Fund (previously known as Standard Life Investments Corporate Debt Fund) (PRN 645602)</b>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide a total return from both capital appreciation and income.</p> <p>The investment policy of the Fund is to invest primarily in interest bearing securities, money-market instruments, derivatives and forward transactions anywhere in the world.</p> <p>Additionally, from time to time, the Fund may invest in other forms of transferable securities, deposits and collective investment schemes in</p>	<p>To generate income and growth for pension trustees who are targeting liability-related returns</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio securities</u></b></p> <ul style="list-style-type: none"> <li>The fund managers invest in corporate <i>bonds</i> and use <i>derivatives</i> (primarily interest rate and inflation <i>swaps</i>) which are intended to limit the change in the value of the assets relative to the present value of the <i>cash flows</i> (a liability benchmark) and seek additional income and capital. A liability benchmark is the current present value of future cash flow requirements of the investors in the fund.</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
accordance with the FCA Rules.			<p><i>Performance Comparator:</i> The liability benchmark, as at 29 March 2019, is detailed in Appendix [] and is expressed as a series of cash flows. This will change over time in response to changes in pension trustees' cash-flow requirements. The most up-to-date benchmark will be available to investors on request.</p> <p>The <i>Performance Comparator</i> has been chosen as it aligns with the requirements of pension trustees and therefore the overall objective of the fund.</p> <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The Fund uses benchmarks for performance comparison, portfolio construction and risk management which change over time in response to changes in pension trustees' cash-flow requirements; but these will at all times be implemented within the parameters of the fund's investment objective.</li> <li>• The management team use their discretion (active management) to identify the investments they believe</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
			<p>are most appropriate for the fund’s objective.</p> <ul style="list-style-type: none"> <li>• They use extensive analysis of global economic and market conditions (for example, <i>interest rates</i> and inflation) in addition to analysis of individual <i>bonds</i> and <i>derivatives</i>. They seek to identify misalignments between their assessment of growth prospects and <i>creditworthiness</i> of investments relative to that of the market.</li> </ul> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund will make extensive use of <i>derivatives</i> to reduce risk or cost, or to generate additional capital or income consistent with the risk profile of the fund (often referred to as “Efficient Portfolio Management”) and for investment purposes to align with the liability benchmark. Usage of <i>derivatives</i> is monitored to ensure that the fund is not exposed to excessive or unintended risks.</li> <li>• The fund's use of <i>derivatives</i>, such as <i>interest rate</i> and <i>inflation swaps</i>, will require the fund to hold a significant</li> </ul>

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Existing	Proposed	Existing	Proposed
			<p>proportion in <i>money market instruments</i> and / or government <i>bonds</i> to service the associated margin and collateral requirements from time to time. Therefore, the fund may also invest in credit <i>derivatives</i> such as credit default <i>swaps</i> to mitigate the reduction in credit <i>exposure</i> arising from margin and collateral requirements.</p>
<p><b>ASI Ethical Corporate Bond Fund (previously known as Standard Life Investments Ethical Corporate Bond Fund (PRN 645610))</b></p>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The objective of the Fund is to provide a high and stable level of income. Capital appreciation is of secondary importance.</p> <p>The investment policy of the Fund is to invest in a portfolio consisting mainly of corporate fixed interest and interest bearing securities that comply with certain ethical criteria. The Fund may also invest in other interest bearing securities anywhere in the world that meet the ethical criteria.</p> <p>The ethical criteria applicable to the Fund are set out in an Ethical Policy and may be amended from time-to-time as considered</p>	<p>To generate income and some growth over the <i>long term</i> (5 years or more) by investing in Sterling-denominated <i>investment grade</i> corporate <i>bonds</i> which meet the ethical criteria as set out in the investment manager’s Ethical Investment Policy.</p> <p><i>Performance Target:</i> To exceed the Investment Association’s Sterling Corporate Bond Sector average return (after charges) over 1 year and to be top <i>quartile</i> over three years. The <i>Performance Target</i> is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund will invest at least 60% in Sterling denominated <i>investment grade</i> corporate <i>bonds</i> issued anywhere in the world.</li> <li>• The fund may invest in <i>bonds</i>, issued anywhere in the world by governments and corporations, such as sub-sovereigns <i>sub-investment grade</i>, inflation-linked, convertible, <i>asset backed</i> and <i>mortgage backed bonds</i>. The fund will employ techniques to reduce (hedge) risk related to currency movements on non-Sterling <i>bonds</i>.</li> <li>• The fund may also invest in other funds (including those managed by Aberdeen Standard Investments), <i>money market</i></li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
necessary. In addition to excluding such companies which fail to meet the prescribed ethical standards, the ACD will seek to include companies whose business activities are regarded as making a positive contribution in terms of preserving the environment or improving the quality and safety of human life.	The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the sector.		<p><i>instruments and cash.</i></p> <ul style="list-style-type: none"> <li>• All investments will comply with the Ethical Investment Policy. The fund uses negative criteria to avoid investing in companies that operate to a degree in certain areas, including but not limited to those deriving revenue from animal testing, weaponry, pornography and gambling services. In addition to excluding such companies which operate in certain industries and activities, the fund will seek to include companies whose business activities are regarded as making a positive contribution in terms of preserving the environment or improving the quality and safety of human life. In making an assessment of whether business activities make a positive contribution, the investment manager will make reference to the UN Global Compact to define the areas where the fund seeks to invest in companies with positive business practices and services. The areas include human rights, labour rights, environmental safeguards and combating bribery and corruption. Please refer to the Ethical Investment Policy for further detail.</li> </ul> <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion</li> </ul>

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			<p>(active management) to identify bonds and derivatives based on analysis of global economic and market conditions (for example, interest rates and inflation), analysis of a company's prospects and creditworthiness compared to that of the market and make flexible allocations across bonds and derivatives.</p> <ul style="list-style-type: none"> <li>• In seeking to achieve the <i>Performance Target</i>, the iBoxx Sterling Collateralized &amp; Corporates Index is used as a reference point for portfolio construction and as a basis for setting risk <i>constraints</i>. The expected variation ("tracking error") between the returns of the fund and the index, is not ordinarily expected to exceed 3%. Due to the ethical nature of the management process, the fund's performance profile may deviate significantly from that of the iBoxx Sterling Collateralised &amp; Corporates Index.</li> </ul> <p>Please Note: The fund's ability to buy and sell <i>bonds</i> and the associated costs can be affected during periods of market stress which could include periods where <i>interest rates</i> move sharply.</p>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
			<p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund will make routine use of <i>derivatives</i> to reduce risk, reduce cost and/ or generate extra income or growth consistent with the risk profile of the fund (often referred to as “Efficient Portfolio Management”).</li> <li>• Examples of <i>derivative</i> usage are to manage the risk of the portfolio related to changes in <i>interest rates</i> or the <i>creditworthiness</i> of corporations.</li> <li>• <i>Derivatives</i> include instruments used to manage expected changes in interest rates, inflation, currencies or creditworthiness of corporations or governments.</li> </ul>
<b>ASI Europe ex UK Ethical Equity Fund (previously known as Standard Life Investments European Ethical Equity Fund) (PRN 645613)</b>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide capital appreciation. It is intended that income will not be a prime consideration.</p> <p>The investment policy of the Fund is to invest in equities and equity type investments that comply with certain ethical criteria of companies listed predominantly on the main European markets or which, in the opinion of the ACD, carry on a significant part of their</p>	<p>To generate growth over the <i>long term</i> (5 years or more) by investing in European equities (company shares) which meet the ethical criteria set out in the investment manager’s Ethical Investment Policy.</p> <p><i>Performance Target:</i> To achieve the return of the FTSE World Europe ex UK Index plus 2% per annum over five years (before charges).</p> <p>The <i>Performance Target</i> is the level of performance that the management team hopes to achieve for the fund. There is</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund will invest at least 70% in equities and <i>equity related securities</i> of companies listed, incorporated or <i>domiciled</i> in European countries or companies that derive a significant proportion of their revenues or profits from European operations or have a significant proportion of their assets there.</li> <li>• European countries can include the <i>emerging markets</i> of Europe, but excludes the UK.</li> <li>• The fund may also invest in other funds</li> </ul>

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<p>operations in Europe (excluding the UK). 'Equity type investments' will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares.</p> <p>The ethical criteria applicable to the Fund are set out in an Ethical Policy and may be amended from time-to-time as considered necessary. In addition to excluding such companies which fail to meet the prescribed ethical standards, the ACD will seek to include companies whose business activities are regarded as making a positive contribution in terms of preserving the environment or improving the quality and safety of human life.</p>	<p>however no certainty or promise that they will achieve the performance target.</p> <p>The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the index.</p>		<p>(including those managed by Aberdeen Standard Investments), <i>money-market instruments</i>, and <i>cash</i>.</p> <ul style="list-style-type: none"> <li>All investments will comply with the Ethical Investment Policy. The fund uses negative criteria to avoid investing in companies that operate to a degree in certain areas, including but not limited to those deriving revenue from animal testing, weaponry, pornography and gambling services. In addition to excluding such companies which operate in certain industries and activities, the fund will seek to include companies whose business activities are regarded as making a positive contribution in terms of preserving the environment or improving the quality and safety of human life. In making an assessment of whether business activities make a positive contribution, the investment manager will make reference to the UN Global Compact to define the areas where the fund seeks to invest in companies with positive business practices and services. The areas include human rights, labour rights, environmental safeguards and combating bribery and corruption. Please refer to the Ethical Investment Policy for further detail.</li> </ul>



Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
			<p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion (active management) to maintain a concentrated asset mix at country, <i>sector</i> and stock level.</li> <li>• Their primary focus is on stock selection using research techniques to select individual holdings. The research process is focused on identifying companies where the management team have a different view of a company's prospects to that of the market, and which align with their views regarding future economic and business conditions.</li> <li>• In seeking to achieve the <i>Performance Target</i>, the FTSE World Europe ex UK Index is used as a basis for setting risk <i>constraints</i>. The expected variation (“tracking error”) between the returns of the fund and the index, is not ordinarily expected to exceed 8%. Due to the ethical nature of the management process, there are a material number of stocks and sectors in the FTSE World Europe ex UK Index that the fund is unable to invest in, which means the fund's performance profile may deviate significantly from that of the FTSE World Europe ex UK Index.</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
			<p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund may use <i>derivatives</i> to reduce risk, reduce cost and/or generate additional income or growth consistent with the risk profile of the fund (often referred to as "Efficient Portfolio Management").</li> <li>• <i>Derivative</i> usage for the fund is expected to be very limited. Where <i>derivatives</i> are used, this would mainly be in response to significant inflows into the fund so that in these instances, <i>cash</i> can be invested while maintaining the fund's existing allocations to company shares.</li> </ul>
<p><b>ASI Global Inflation Linked Bond Fund (previously known as Standard Life Investments Global Index Linked Bond Fund) (PRN 645601)</b></p>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide a total return from income and capital appreciation.</p> <p>The investment policy of the Fund is to invest primarily in sovereign -issued and corporate inflation-linked debt. The Fund may also invest in conventional government bonds, investment grade corporate entities and other interest bearing securities issued anywhere in</p>	<p>To generate income and some growth over the <i>long term</i> (5 years or more) by investing in inflation-linked <i>bonds</i>.</p> <p><i>Performance Target:</i> to achieve the return of the Bloomberg Barclays World Government Inflation Linked Index (Hedged to Sterling), plus 0.5% per annum before charges. The <i>Performance Target</i> is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• At least 70% of the fund will be invested in inflation-linked government <i>bonds</i> issued anywhere in the world.</li> <li>• The fund may also invest in inflation-linked and non-inflation-linked <i>investment grade</i> corporate <i>bonds</i> and sub-sovereign <i>bonds</i> issued anywhere in the world. The fund will employ techniques to reduce (hedge) risk related to currency movements on non-Sterling <i>bonds</i>.</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<p>the world. Additionally, from time to time, the Fund may invest in other forms of transferable securities, deposits, money-market instruments and collective investment schemes in accordance with the FCA Rules.</p>	<p>achieve the performance target.</p> <p>The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the index.</p>		<ul style="list-style-type: none"> <li>• The fund may also invest in other funds (including those managed by Aberdeen Standard Investments) and <i>money-market instruments</i>, and <i>cash</i>.</li> </ul> <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion (active management) to identify investments after analysing global economic and market conditions (for example, interest rates and inflation) in addition to analysing of individual bonds and derivatives. • In seeking to achieve the <i>Performance Target</i>, the Bloomberg Barclays World Government Inflation Linked Index (Hedged to GBP) is used as a reference point for portfolio construction and as a basis for setting risk <i>constraints</i>. The expected variation ("tracking error") between the returns of the fund and the index is not ordinarily expected to exceed 1.5%. Due to the fund's risk constraints, the intention is that the fund's performance profile will not deviate significantly from that of the Bloomberg Barclays World Government Inflation Linked Index (Hedged to Sterling) over the longer term.</li> </ul> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund will make routine use of <i>derivatives</i></li> </ul>

Investment objective		Investment policy	
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			<p>to reduce risk, reduce cost and/ or generate extra income or growth consistent with the risk profile of the fund (often referred to as “Efficient Portfolio Management”).</p> <ul style="list-style-type: none"> <li>• <i>Derivatives</i> can be used to generate growth, consistent with the fund’s risk profile, if market prices are expected to rise (“<i>long positions</i>”) or fall (“<i>short positions</i>”). <i>Long</i> and <i>short positions</i> are often used in combination to reflect, for example, an expectation that the rate of inflation in one country will change by more than in another country.</li> <li>• <i>Derivatives</i> include instruments used to manage expected changes in interest rates, inflation, currencies or creditworthiness of corporations or governments.</li> </ul>
<b>ASI Global Real Estate Share Fund (previously known as Standard Life Investments Global REIT Fund) (PRN 645611)</b>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide a total return from both income and capital appreciation.</p> <p>The investment policy of the Fund is to invest primarily in listed Real Estate Investment Trusts (REITs), listed securities and shares in companies principally engaged in real estate</p>	<p>To generate income and some growth over the <i>long term</i> (5 years or more) by investing in listed closed ended <i>real estate investment trusts</i> (“REITs”) and equities (company shares) of companies engaged in real estate activities.</p> <p><i>Performance Target:</i> To achieve the return of the FTSE EPRA Nareit Developed (hedged to Sterling) Index plus 2% per annum (before charges). The <i>Performance Target</i> is the level</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund invests at least 70% in REITs and equities and <i>equity related securities</i> of real estate related companies listed on global stock exchanges.</li> <li>• The fund may also invest in other funds (including those managed by Aberdeen Standard Investments), <i>money-market instruments</i>, and <i>cash</i>.</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
activities on a global basis.	<p>of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p> <p>The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the index.</p>		<p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion (active management) to maintain a diverse asset mix at country and stock level.</li> <li>• Their primary focus is on stock selection using research techniques to select individual holdings. The research process is focused on identifying companies where the management team have a different view of a company's prospects to that of the market, and which align with their views regarding future economic and business conditions.</li> <li>• The FTSE EPRA Nareit Developed (hedged to Sterling) Index as a reference point for portfolio construction and as a basis for setting risk <i>constraints</i>. The expected variation (“tracking error”) between the returns of the fund and the index is not ordinarily expected to exceed 6%. Due to the fund’s risk constraints, the intention is that the fund’s performance profile will not deviate significantly from that of the FTSE EPRA Nareit Developed Index (hedged to Sterling) Index.</li> </ul> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund may use <i>derivatives</i> to reduce risk,</li> </ul>

Investment objective		Investment policy	
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			<p>reduce cost and/or generate additional income or growth consistent with the risk profile of the fund (often referred to as “Efficient Portfolio Management”).</p> <ul style="list-style-type: none"> <li>• Currency forwards are used to reduce (hedge) risk related to currency movements on non-Sterling assets.</li> <li>• Where <i>derivatives</i> are used, this would typically be to maintain allocations while meeting <i>cash</i> inflows or outflows, or to manage currency risk.</li> </ul>
<b>ASI Short Dated Corporate Bond Fund (previously known as Standard Life Investments Short Dated Corporate Bond Fund) (PRN 763041)</b>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide a return from income and capital appreciation.</p> <p>The investment policy of the Fund is to invest primarily in investment grade fixed interest securities issued by corporations with a maturity of up to 5 years. The Fund may also invest transferable securities or approved money-market instruments issued or guaranteed by a single State, local authority of an EEA State or public international body to which one or more EEA States belong, sub investment grade securities and other interest</p>	<p>To generate income and some growth over the medium to <i>long term</i> (3 to 5 years) by investing in Sterling-denominated <i>investment grade</i> corporate <i>bonds</i>, with a maturity of up to 5 years.</p> <p><i>Performance Target:</i> To achieve the return of the ICE Bank of America Merrill Lynch Sterling Non-Gilt excluding Subordinated Financials (1-5 Y), plus 0.5% per annum before charges. The <i>performance target</i> is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p> <p>The ACD believes this is an appropriate target</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund will invest at least 60% in Sterling denominated <i>investment grade</i> corporate <i>bonds</i> with a maturity of up to 5 years.</li> <li>• The fund may also invest in <i>bonds</i> of any maturity, issued anywhere in the world by governments and corporations, such as sub-sovereigns , <i>sub-investment grade</i>, inflation-linked, convertible, <i>asset backed</i> and <i>mortgage backed</i>. The fund will employ techniques to reduce (hedge) risk related to currency movements on non-Sterling <i>bonds</i>.</li> <li>• The fund may also invest in other funds (including those managed by Aberdeen Standard Investments) and <i>money-market</i></li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<p>bearing securities anywhere in the world. Additionally, the Fund may invest in other forms of transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.</p>	<p>for the fund based on the investment policy of the fund and the constituents of the index.</p>		<p><i>instruments, and cash.</i></p> <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion (active management) to identify bonds and derivatives based on analysis of global economic and market conditions (for example, interest rates and inflation) and analysis of a company's prospects and creditworthiness compared to that of the market.</li> <li>• In seeking to achieve the <i>Performance Target</i>, the ICE Bank of America Merrill Lynch Sterling Non-Gilt ex Subordinated Financials (1-5 Y) is used as a reference point for portfolio construction and as a basis for setting risk <i>constraints</i>. The expected variation (“tracking error”) between the returns of the fund and the index is not ordinarily expected to exceed 1.5%. Due to the fund's risk constraints, the intention is that the fund's performance profile will not deviate significantly from that of the ICE Bank of America Merrill Lynch Sterling Non-Gilt ex Subordinated Financials (1-5 Y) over the longer term.</li> </ul> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund will make routine use of <i>derivatives</i> to reduce risk, reduce cost and/ or generate extra income or growth consistent with the</li> </ul>

Investment objective		Investment policy	
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			<p>risk profile of the fund (often referred to as “Efficient Portfolio Management”).</p> <ul style="list-style-type: none"> <li>• Examples of <i>derivative</i> usage are to manage the risk of the portfolio related to changes in <i>interest rates</i> or the <i>creditworthiness</i> of corporations.</li> <li>• <i>Derivatives</i> include instruments used to manage expected changes in interest rates, inflation, currencies or creditworthiness of corporations or governments.</li> </ul>
<p><b>ASI Short Duration Global Inflation Linked Bond Fund (previously known as Standard Life Investments Short Duration Global Index Linked Bond Fund) (PRN 646884)</b></p>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide a return from income and capital appreciation.</p> <p>The investment policy of the Fund is to invest primarily in government and corporate inflation-linked debt with a maturity of up to 10 years. The Fund may also invest in longer dated government and corporate inflation-linked bonds, conventional government bonds, investment grade corporate entities and other interest bearing securities issued anywhere in the world.</p> <p>The Fund may also invest in other transferable</p>	<p>To generate income and some growth over the <i>long term</i> (5 years or more) by investing in inflation-linked <i>bonds</i> with a maturity of up to 10 years.</p> <p><i>Performance Target:</i> To achieve the return of the following composite index: 70% Bloomberg Barclays World Government Inflation Linked ex-UK 1-10 years (Hedged to Sterling) / 30% Bloomberg Barclays UK inflation-linked 1-10 years, plus 0.5% per annum before charges.</p> <p>The <i>Performance Target</i> is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p> <p>The ACD believes this is an appropriate target</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• At least 70% of the fund will be invested in inflation-linked <i>investment grade</i> government <i>bonds</i> issued anywhere in the world with a maturity of up to 10 years.</li> <li>• The fund may also invest in inflation-linked and non-inflation-linked <i>investment grade</i> corporate <i>bonds</i> and sub-sovereign <i>bonds</i> issued anywhere in the world. The fund will employ techniques to reduce (hedge) risk related to currency movements on non-Sterling <i>bonds</i>.</li> <li>• The fund may also invest in other funds (including those managed by Aberdeen Standard Investments) and <i>money-market instruments</i>, and <i>cash</i>.</li> </ul>



Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
securities, money-market instruments, deposits, cash and near cash and collective investment schemes.	for the fund based on the investment policy of the fund and the constituents of the indices.		<p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion (active management) to identify investments after analysing global economic and market conditions (for example, interest rates and inflation) in addition to analysing of individual bonds and derivatives.</li> <li>• In seeking to achieve the <i>Performance Target</i>, the composite index: 70% Bloomberg Barclays World Government Inflation Linked ex-UK 1-10 year (Hedged to GBP) / 30% Bloomberg Barclays UK inflation-linked 1-10 year is used as a reference point for portfolio construction and as a basis for setting risk <i>constraints</i>. The expected variation (“tracking error”) between the returns of the fund and the index, is not ordinarily expected to exceed 1.5%. Due to the fund's risk constraints, the intention is that the fund's performance profile will not deviate significantly from that of the Bloomberg Barclays World Government Inflation Linked ex-UK 1-10 year (Hedged to GBP) and Bloomberg Barclays UK inflation-linked 1-10 year over the longer term.</li> </ul> <p><b><u>Derivatives and Techniques</u></b></p>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
			<ul style="list-style-type: none"> <li>• The fund will routinely use <i>derivatives</i> to reduce risk, reduce cost and/ or generate extra income or growth consistent with the risk profile of the fund (often referred to as “Efficient Portfolio Management”).</li> <li>• Derivatives can be used to generate growth, consistent with the fund’s risk profile, if market prices are expected to rise (“<i>long positions</i>”) or fall (“<i>short positions</i>”). Long and <i>short positions</i> are often used in combination to reflect, for example, an expectation that the rate of inflation in one country will change by more than in another country.</li> <li>• <i>Derivatives</i> include instruments used to manage expected changes in interest rates, inflation, currencies or creditworthiness of corporations or governments.</li> </ul>
<b>ASI UK Impact – Employment Opportunities Equity Fund (previously known as Standard Life Investments UK Equity Impact – Employment Opportunities Fund) (PRN 799785)</b>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to generate a return over the long term by investing primarily in equities and equity-related investments of companies which promote and implement good employment opportunities and practices.</p> <p>The investment policy of the Fund is to invest</p>	<p>To generate growth over the <i>long term</i> (5 years or more) by investing in UK equities (company shares) which promote and implement good employment opportunities and practices.</p> <p><i>Performance Target:</i> To deliver measurable impacts in the promotion and implementation of good employment opportunities and practices as evidenced through regular</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund will invest at least 70% in equities and <i>equity related securities</i> of companies listed, incorporated or <i>domiciled</i> in the UK or companies that derive a significant proportion of their revenues or profits from UK operations or have a significant proportion of their assets there.</li> <li>• The fund may also invest in other funds</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<p>primarily in a concentrated portfolio of equities and equity-related investments of companies incorporated or domiciled in the UK or which have significant assets or derive significant revenues or profits from UK operations which have the potential to generate return over the long term and create a positive measurable impact by the promotion or implementation of good employment opportunities and practices. The impact criteria will typically include paying above average rates, being located in deprived areas, offering training opportunities and / or employing young people with the majority of these being in the UK. “Equity-related investments” will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company’s ordinary shares. The impact criteria applicable to the Fund are set out in an Impact Policy and may be amended from time to time as considered necessary.</p>	<p>reporting and to exceed the return of the FTSE All Share Index over five years. The <i>Performance Target</i> is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p> <p>The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the index.</p>		<p>(including those managed by Aberdeen Standard Investments) and <i>money-market instruments</i>, and <i>cash</i>.</p> <ul style="list-style-type: none"> <li>Investments will comply with impact criteria as set out in the fund's Impact Approach and Methodology document which is available on request and may be amended from time to time as appropriate but will typically include companies which have the majority or a large number of their employees in the UK and offer and/or implement good employment opportunities and practices.</li> </ul> <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>The management team use their discretion (active management) to maintain a diverse asset mix at <i>sector</i> and stock level.</li> <li>Their primary focus is on stock selection using research techniques to select individual holdings. The research process is focused on identifying companies where the management team have a different view of a company's prospects to that of the market, and which align with their views regarding future economic and business conditions. In addition, the team invest in companies that score well on relevant job impact factors such as job creation, wages, workforce development</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<p>The Fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash and collective investment schemes that comply, where applicable, with the impact criteria.</p>			<p>and/or companies that operate in economic areas which suffer from relative deprivation. • In seeking to achieve the <i>Performance Target</i>, the FTSE All Share Index is used as a reference point for diversified portfolio construction and as a basis for setting risk <i>constraints</i>. The risk <i>constraints</i> may vary over time and the, due to the active nature of the management process, the fund's performance profile may deviate significantly from that of the index.</p> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund may use <i>derivatives</i> to reduce risk, reduce cost and/or generate additional income or growth at proportionate risk (often referred to as “Efficient Portfolio Management”).</li> <li>• <i>Derivative</i> usage in the fund is expected to be very limited. Where <i>derivatives</i> are used, this would mainly be in response to significant inflows into the fund so that in these instances, <i>cash</i> can be invested while maintaining the fund’s existing allocations to company shares.</li> </ul>
<p><b>ASI UK Income Unconstrained Equity Fund (previously known as Standard Life Investments UK Equity Income Unconstrained Fund) (PRN 645612)</b></p>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to</p>	<p>To generate income and some growth over the <i>long term</i> (5 years or more) by investing in UK equities (company shares).</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund will invest at least 70% in equities and <i>equity related securities</i> of companies</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<p>provide a high level of income with some capital appreciation over the longer term.</p> <p>The investment policy of the Fund is to invest substantially in high yielding equities and equity type investments of UK companies or companies which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and / or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. "UK companies" will include companies incorporated in the UK or companies listed on a UK stock exchange which may not be incorporated in the UK or have the majority of their economic activity in the UK. Additionally, from time to time, the Fund may invest in other forms of transferable securities, deposits, money-market instruments and collective investment schemes in accordance with the FCA Rules. The Fund will not be restricted by index weightings,</p>	<p><i>Performance Target:</i> To exceed both the Investment Association's UK Equity Income Sector average return (after charges) over 1 year and to be top quartile over three years together with delivering a yield greater than that of the FTSE All Share Index over three years. The performance target is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p> <p>The ACD believes this is an appropriate target/comparator for the fund based on the investment policy of the fund and the constituents of the index/sector.</p>		<p>listed, incorporated or <i>domiciled</i> in the UK or companies that derive a significant proportion of their revenues or profits from UK operations or have a significant proportion of their assets there.</p> <ul style="list-style-type: none"> <li>• The fund may also invest in other funds (including those managed by Aberdeen Standard Investments), <i>money-market instruments</i>, and <i>cash</i>. <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>• The management team use their discretion (active management) to maintain a concentrated asset mix at <i>sector</i> and stock level.</li> <li>• Their primary focus is on stock selection using research techniques to select individual holdings. The research process is focused on identifying companies where the management team have a different view of a company's prospects to that of the market, and which align with their views regarding future economic and business conditions.</li> <li>• The combined average <i>yield</i> on assets in the fund is expected to be higher than the broad UK equity market as represented by the FTSE All Share Index.</li> <li>• In seeking to achieve the <i>Performance Target</i>, the FTSE All Share is used as a</li> </ul> </li></ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
sector constraints or company size.			<p>reference point for portfolio construction and as a basis for setting risk constraints. The expected variation (“tracking error”) between the returns of the fund and the index, is not ordinarily expected to exceed 10%. Due to the income nature of the management process, the fund’s performance profile may deviate significantly from the FTSE All Share Index.</p> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund may use <i>derivatives</i> to reduce risk, reduce cost and/or generate additional income or growth consistent with the risk profile of the fund (often referred to as "Efficient Portfolio Management").</li> <li>• <i>Derivative</i> usage for the fund is expected to be very limited. Where <i>derivatives</i> are used, this would mainly be in response to significant inflows into the fund so that in these instances, <i>cash</i> can be invested while maintaining the fund’s existing allocations to company shares.</li> </ul>
<b>ASI UK Unconstrained Equity Fund (previously known as Standard Life Investments UK Equity Unconstrained Fund) (PRN 645609)</b>			
<p><b><u>Investment Objective and Policy</u></b></p> <p>The investment objective of the Fund is to provide capital appreciation. It is intended that income will not be a prime consideration.</p>	<p>To generate growth over the <i>long term</i> (5 years or more) by investing in UK equities (company shares).</p> <p><i>Performance Target:</i> To achieve the return of the FTSE 350 ex Investment Trusts (equally</p>	<p>See existing investment objective.</p>	<p><b><u>Portfolio Securities</u></b></p> <ul style="list-style-type: none"> <li>• The fund will invest at least 70% in equities and <i>equity related securities</i> of companies listed, incorporated or <i>domiciled</i> in the UK or companies that derive a significant proportion</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
<p>The investment policy of the Fund is to invest primarily in equities and equity type investments of UK companies or companies which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depository Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and / or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. "UK companies" will include companies incorporated in the UK or companies listed on a UK stock exchange which may not be incorporated in the UK or have the majority of their economic activity in the UK. Additionally, from time to time, the Fund may invest in other forms of transferable securities, deposits, money-market instruments and collective investment schemes in accordance with the FCA Rules. The Fund will not be restricted by index weightings, sector constraints or company size.</p>	<p>weighted) Index plus 3% per annum over three years (before charges). The <i>Performance Target</i> is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.</p> <p><i>Performance Comparator:</i> The Investment Association's UK All Companies Sector.</p> <p>The ACD believes this is an appropriate target/comparator for the fund based on the investment policy of the fund and the constituents of the index/sector.</p>		<p>of their revenues or profits from UK operations or have a significant proportion of their assets there.</p> <ul style="list-style-type: none"> <li>The fund may also invest in other funds (including those managed by Aberdeen Standard Investments), <i>money-market instruments</i>, and <i>cash</i>.</li> </ul> <p><b><u>Management Process</u></b></p> <ul style="list-style-type: none"> <li>The management team use their discretion (active management) to maintain a concentrated asset mix at <i>sector</i> and stock level, with <i>sector weightings</i> within the portfolio typically a by-product of the underlying stock <i>exposure</i>.</li> <li>Their primary focus is on stock selection using research techniques to select individual holdings. The research process is focused on identifying companies where the management team have a different view of a company's prospects to that of the market, and which align with their views regarding future economic and business conditions.</li> <li>In seeking to achieve the <i>Performance Target</i>, the FTSE 350 ex Investment Trusts equally weighted Index is used as a reference point for portfolio construction and as a basis</li> </ul>

Investment objective		Investment policy	
Existing	Proposed	Existing	Proposed
			<p>for setting risk <i>constraints</i>. The expected variation (“tracking error”) between the returns of the fund and the index, is not ordinarily expected to exceed 10%. Due to the active nature of the management process, the fund's performance profile may deviate significantly from that of the FTSE 350 ex Investment Trusts (equally weighted) Index.</p> <p><b><u>Derivatives and Techniques</u></b></p> <ul style="list-style-type: none"> <li>• The fund may use <i>derivatives</i> to reduce risk, reduce cost and/or generate additional income or growth consistent with the risk profile of the fund (often referred to as "Efficient Portfolio Management").</li> <li>• <i>Derivative</i> usage for the fund is expected to be very limited. An example of usage would be the fund buying an equity index future to maintain market <i>exposure</i> following a significant inflow into the fund.</li> </ul>

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