

# Aberdeen Managed Distribution Fund

## Performance Data and Analytics to 31 July 2010



### Investment objective

The Fund aims to achieve both capital growth and an attractive level of income from a diversified portfolio. The Fund may invest in transferable securities and may also hold units in collective investment schemes (in particular, schemes managed by the Investment Adviser), money market instruments, warrants, derivatives and forward transactions, cash, near cash and deposits.

### Performance (%)

	1 month	3 months	6 months	1 year	Annualised			Launch
					3 years	5 years		
Fund	2.35	-0.40	5.26	17.83	1.00	3.30	5.21	
Benchmark	3.53	-0.56	4.64	15.14	2.27	4.63	6.45	
Difference	-1.18	0.16	0.62	2.69	-1.27	-1.33	-1.24	
Sector Average	2.04	-2.43	2.53	11.90	-0.19	2.36	4.24	
Sector Ranking	69/164	17/164	7/163	9/155	44/109	22/70	16/45	
Quartile	2	1	1	1	2	2	2	

### Discrete annual returns (%) - year to 31/07

	2010	2009	2008	2007	2006
Fund	17.83	-2.26	-10.54	6.01	7.71

### Calendar year performance (%)

	YTD	2009	2008	2007	2006
Fund	4.34	17.00	-16.31	1.41	8.28
Benchmark	3.52	16.66	-13.98	4.44	8.57
Difference	0.82	0.34	-2.33	-3.03	-0.29
Sector Average	1.77	15.78	-16.38	1.20	6.80
Sector Ranking	19/159	68/145	60/123	50/102	37/78
Quartile	1	2	2	2	2

Performance Data: Share Class A Acc.

Source: Lipper, Russell Mellon, Basis: Total Return, NAV to NAV, UK Net Income Reinvested.

<sup>†</sup>The historic performance figures are those of the Aberdeen Managed Distribution Fund, launched 08/12/2003.

These figures do not include the initial charge; if this is paid it will reduce performance from that shown.

Past performance is not a guide to future performance. The value of shares may go down as well as up and an investor may not get back the amount invested.

### Fund managers' report

The UK equity market performed well in July following a weak second quarter. In July, the FTSE All Share index made a total return of 8%. Globally, equities experienced a strong rebound during the month as risky assets benefited from the release of the European bank stress tests. Despite general scepticism about the severity of scenarios used, the results provided much needed transparency to banks' balance sheets.

The economic data flow seemed to support the investor worries about a slowdown in the global recovery as the benefits from inventory restocking and the fiscal stimulus began to wane. However, there were a few bright spots with the UK posting its strongest growth gain in over nine years with a preliminary estimated 4.6% annualised rise in 2Q GDP. Business

*Fund managers' report continues overleaf*

The risk outlined overleaf relating to exchange rate movements and warrants are particularly relevant to this Fund but should be read in conjunction with all warnings and comments given in the prospectus.

### Top ten holdings

	Sector	%
Aberdeen Global II - Sterling Aggregate <sup>†</sup>	Fixed Income	17.8
Aberdeen Global II - Sterling Bond Fund Z-1 <sup>†</sup>	Fixed Income	17.3
Aberdeen Global II - Long Dated Sterling Aggregate <sup>†</sup>	Fixed Income	4.3
British American Tobacco	Consumer Goods	2.5
Royal Dutch Shell 'B'	Oil & Gas	2.4
Vodafone	Telecommunications	2.4
HSBC	Financials	2.3
Centrica	Utilities	2.3
Aberdeen Global Euro High Yield Bond Fund <sup>†</sup>	Fixed Income	2.3
AstraZeneca	Healthcare	1.9
<b>Total</b>		<b>55.5</b>
<b>Total number of holdings</b>		<b>45</b>

<sup>†</sup> Where the fund invest in a collective scheme managed by Aberdeen, we rebate the lower of the two levels of management fee

### Sector breakdown

	%
Fixed Income	43.4
Financials	13.1
Consumer Services	6.8
Oil & Gas	6.7
Consumer Goods	6.2
Utilities	3.9
Health Care	3.5
Industrials	3.0
Telecommunications	2.4
Basic Materials	2.2
Technology	0.6
Cash	8.2
<b>Total</b>	<b>100.0</b>

### Key information

Benchmark	<b>50% FTSE All-Share Index, 50% Merrill Lynch Broad Market Index</b>
Fund size	<b>£39.9m</b>
Date of launch	<b>17 November 2006<sup>A</sup></b>
Investment team	<b>Aberdeen Multi-Asset</b>
Fund advisory company	<b>Aberdeen Asset Managers Limited</b>

### Further information

**Broker desk** 0800 592 487  
**Customer services** 0845 300 2890  
**Dealing** 0800 833 580  
 Receive the factsheet of your choice by email as soon as they are available by registering at [www.aberdeen-asset.com](http://www.aberdeen-asset.com)

All sources (unless indicated): Aberdeen Asset Management 31 July 2010.

# Aberdeen Managed Distribution Fund

## Fund managers' report – continued

capital expenditure, firm retail sales, construction and government output are some of the components thought to be driving growth. Gilts were broadly flat over the period with the yield curve steepening slightly at the long end of the curve.

Over the month, the tactical asset allocation policy on the fund has not changed with a neutral stance on equity and a positive weight on cash at the expense of bonds. The exposure to Cobham has been increased on price weaknesses and the Sterling Aggregate Bond Fund position has been topped up from cash contributions.

## Asset allocation

	%
<b>Equities</b>	
United Kingdom	48.2
<b>Bonds</b>	
United Kingdom	41.2
International	2.3
Cash	8.2
<b>Total</b>	<b>100.0</b>

Note: allocation by country of issuer.

## Codes

SEDOL	<b>B1BW3K2</b>
ISIN	<b>GB00B1BW3K23</b>
Bloomberg	<b>ABMDSAA LN</b>
Reuters	<b>LP60090085</b>

Other code listings: [www.aberdeen-asset.com/codes](http://www.aberdeen-asset.com/codes).

## Additional information

Fund type	<b>OEIC</b>
Domicile	<b>UK</b>
Currency	<b>GBP</b>
Registered for sale	<b>UK</b>
Income payable	<b>31 Jan, 30 Apr, 31 Jul, 31 Oct</b>
Sector	<b>Cautious Managed</b>
Minimum investment	<b>£500 lump sum, £50 per month</b>
Charges	<b>initial 4.25% annual 1.25%</b>
Total expense ratio	<b>1.30%</b>
Price as at 31/07/10	<b>132.71p</b>
Deal closing time	<b>12.00 noon (UK)</b>
Daily valuation point	<b>12.00 noon (UK)</b>

Source: Total expense ratio Lipper Fitzrovia as at 31 January 2010.

## Important information

### Risk factors you should consider before investing:

- The value of shares and the income from them can go down as well as up and you may get back less than the amount invested.
- Movements in exchange rates can impact on both the level of income received and the capital value of your investment. If the currency of your country of residence strengthens against the currency in which the underlying investments of the Fund are made, the value of your investment will reduce and vice versa.
- Past performance is not a guide to the future.
- The annual management charge for the Fund will be charged to the Fund's capital account. Distributable income will be increased at the expense of capital and, to that extent, capital will be eroded or future growth constrained.
- Derivatives may be used for both investment and hedging using efficient portfolio management style techniques which means that, due to its portfolio composition, the net asset value of the Fund may be more volatile. Using derivatives for investment purposes will increase the risk profile of the Fund.
- The fund may invest up to 100% in warrants which may at times make the portfolio composition highly volatile.

### Other important information:

The Fund is a sub-fund of Aberdeen Investment Funds ICVC, an authorised open-ended investment company (OEIC). The Authorised Corporate Director is Aberdeen Unit Trust Managers Limited. Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned. This is not an invitation to subscribe for shares in the Fund and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current Prospectus or Simplified Prospectus for the Fund. These can be obtained from Aberdeen Unit Trust Managers Limited, 10 Queen's Terrace, Aberdeen, AB10 1YG. Issued and approved by Aberdeen Asset Managers Limited which is authorised and regulated by the Financial Services Authority in the United Kingdom.