

Aberdeen UK Smaller Companies Fund

Performance Data and Analytics to 31 July 2010



Investment objective

The investment objective of Aberdeen UK Smaller Companies Fund is to provide capital growth from investment in smaller UK companies being companies which are not included within the 200 largest UK companies at the time of purchase, in terms of market capitalisation.

Performance (%)

	1 month	3 months	6 months	1 year	Annualised			Launch
					3 years	5 years		
Fund	4.22	-0.67	8.20	29.92	-6.89	2.51	7.64	
Benchmark	3.31	-6.31	-3.33	15.58	-12.77	-1.22	6.86	
Difference	0.91	5.64	11.53	14.34	5.88	3.73	0.78	
Sector Average	4.80	-2.15	4.70	25.14	-6.46	3.32	8.65	
Sector Ranking	36/58	17/58	14/58	14/58	33/55	30/46	17/24	
Quartile	3	2	1	1	3	3	3	

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

	2010	2009	2008	2007	2006
Fund	29.92	-10.70	-30.43	16.00	20.91

Calendar year performance (%)

	YTD	2009	2008	2007	2006
Fund	10.15	45.35	-37.93	-18.78	26.59
Benchmark	-0.37	57.67	-48.32	-17.92	24.36
Difference	10.52	-12.32	10.39	-0.86	2.23
Sector Average	5.57	50.13	-40.71	-6.61	23.72
Sector Ranking	11/58	26/60	22/58	53/54	23/49
Quartile	1	2	2	4	2

Performance Data: Share Class A Acc.

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

*The historic performance figures are those of Aberdeen UK Emerging Companies Unit Trust, launched on 01/04/93.

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

UK small-cap shares rose in tandem with the broader market in July, lifted by supportive economic data and better-than-expected corporate earnings.

Preliminary data showed second-quarter GDP growing better than expected, thanks to the rebound across the services, manufacturing and construction sectors. Warm weather and a boost to spending from the World Cup drove July retail sales sharply higher, while mortgage approvals fell in June, amid tighter lending conditions and weaker confidence.

The unemployment rate improved for a fifth straight month in June, but impending public sector job cuts may cloud the prospects for the labour market.

The fragile economic outlook prompted the central bank to leave interest rates unchanged.

Fund managers' report continues overleaf

The risks outlined overleaf relating to single country market exposure, small market sectors and specialist investments and 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	%
BSS	Industrials	3.8
Melrose	Industrials	3.3
Helical Bar	Financials	3.3
Fuller Smith & Turner 'A'	Consumer Services	3.2
Wilmington Group	Consumer Services	3.0
Morgan Sindall	Financials	3.0
Oxford Instruments	Industrials	2.8
RPC Group	Industrials	2.8
Dignity	Consumer Services	2.7
XP Power	Industrials	2.7
Total		30.6
Total number of holdings		50

Sector breakdown

	%
Industrials	42.0
Consumer Services	30.1
Financials	13.3
Consumer Goods	6.4
Information Technology	5.2
Health Care	2.5
Cash	0.5
Total	100.0

Key information

Benchmark	FTSE Small Cap ex Investment Trusts Index
Fund size	£132.7m
Date of launch	17 June 2005^A
Investment team	Pan European Equities
Fund advisory company	Aberdeen Asset Managers Limited

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	

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

Aberdeen UK Smaller Companies Fund

Fund managers' report – continued

In portfolio activity, we topped up McBride, Greggs and Wilmington on share price weakness, while adding to Bellway, a good quality housebuilder with a sensible capital structure and decent valuation. Against this, we sold engineering services group Mouchel on growing concerns over its business outlook and ability to cope with further operating weakness.

Important information

Risk factors you should consider before investing:

- The Fund invests in a small market sector and, as such, is likely to carry higher risks than a more widely invested fund.
- Due to the specialist nature of its investments, the fund, at times, may experience difficulty in realising some of its underlying holdings.
- 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.
- Past performance is not a guide to the future.
- The annual management charge for the Fund will be charged to the Fund's income account. If insufficient income is generated by the Fund to cover the annual management charge, the balance will be deducted from the Fund's capital and, to that extent, will constrain capital growth.
- Derivatives may be used to hedge against various risks as permitted by the regulations but may not be used for speculative purposes. The use of derivatives for hedging in a rising market may restrict potential gains.
- Exposure to a single country market increases potential volatility.

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.

Fund risk statistics - 30/06/10

	3 years	5 years
Annualised Standard Deviation of Fund	21.16	18.12
Annualised Standard Deviation of Index	30.36	24.85
Beta	0.66	0.68
Sharpe Ratio	(0.51)	(0.04)
Annualised Tracking Error	12.54	10.29
Annualised Information Ratio	0.43	0.31
R-Squared	0.89	0.87

Source: Aberdeen Asset Management, Total Return, Gross of Fees, Russell/Mellon Analytical Services.

Please note the risk analytics figures are calculated on gross returns whereas the performance figures are based on net asset value (NAV) returns. In addition, the risk analytics figures lag the performance figures by one month.

Codes

SEDOL	B07T463
ISIN	GB00B07T4636
Bloomberg	ABEEMAA LN
Reuters	LP60008668

Other code listings: www.aberdeen-asset.com/codes.

Additional information

Fund type	OEIC
Domicile	UK
Currency	GBP
Registered for sale	UK
Income payable	30 April, 31 October
Sector	UK Smaller Companies
Minimum investment	£500 lump sum, £50 per month
Charges	initial 4.25% annual 1.50%
Total expense ratio	1.60%
Price as at 31/07/10	151.01p
Deal closing time	12.00 noon (UK)
Daily valuation point	12.00 noon (UK)

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