Aberdeen Corporate Bond Fund
Performance Data and Analytics to 31 July 2010

Aberdeen

Summary investment objective

Aims to produce an attractive level of income primarily through investment in a portfolio of investment grade debt, non-investment grade debt and debt-related securities. The Fund may also invest in derivatives, including forwards, and in collective investment schemes, including those managed by the ACD or companies related to the ACD.

Performance (%)

					Annualised		
	1 month	3 months	6 months	1 year	3 years	5 years	Launch
Fund	1.11	1.44	3.78	12.18	3.55	1.53	2.81
Benchmark	0.88	1.98	4.53	14.04	5.79	4.07	4.80
Difference	0.23	-0.54	-0.75	-1.86	-2.24	-2.54	-1.99
Sector Average	1.04	0.97	3.55	14.48	3.50	2.00	2.89
Sector Ranking	48/90	30/87	48/87	67/86	43/79	50/71	41/66
Quartile	3	2	3	4	3	3	3

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

	2010	2009	2008	2007	2006
Fund	12.18	-2.69	1.73	-3.11	0.27

Calendar year performance (%)

	YTD	2009	2008	2007	2006
Fund	6.59	11.12	-10.82	0.50	-0.79
Benchmark	6.93	11.09	-3.62	1.83	0.79
Difference	-0.34	0.03	-7.20	-1.33	-1.58
Sector Average	5.99	14.33	-10.26	-0.68	-0.72
Sector Ranking	37/87	66/85	44/84	20/77	45/75
Quartile	2	4	3	1	3

Source: Lipper, Basis: Total Return, NAV to NAV, UK Net Income Reinvested.
These figures do not include an 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 investments may go down as well as up and an investor may not get back the amount invested.

Fund managers' report

Market review

Once again the MPC left the base rate on hold and maintained the asset purchase target at £200bn in July. The statement had a dovish slant with a softening in the medium-term outlook for GDP growth expected to put further downward pressure on inflation.

UK gilt yields rose sharply across the curve on news of unexpectedly strong GDP growth in the second quarter, but this trend was reversed by the end of the month. As a result, yields on five and ten year maturities fell by 0.01% and 0.03% respectively, while the yield curve steepened as thirty year maturities rose by 0.12%, having sold off as much as 0.23% at one point during July.

The credit markets retraced some of their recent weakness with spreads tightening by 0.12% to 1.85% over gilts. A calming of concerns over European sovereign risk, a generally positive reception to the European banking stress tests and a watering down of tough new bank capital proposals all led to a rally in risk assets during the second half of the month.

Fund review

The fund outperformed over the month. Our credit and currency positions added the most value, while our allocations to emerging market debt and high yield also performed well. Our interest rate positioning was a small negative over the period.

The risks outlined overleaf relating to derivatives, bonds and non investment grade securities are particularly relevant to the fund but should be read in conjunction with all warnings and comments given in the prospectus.

Annualised tracking error - 30/06/10

	3 years	5 years
Annualised Tracking Error	4.75	3.89

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.

Top ten holdings

	%
UK Treasury 4.25% 07/03/36	3.9
GE Capital UK Funding 5.125% 24/05/23	2.5
Telefonica Emisiones Sau 5.375% 02/02/18	2.2
Aberdeen Global II Emerging Markets Fixed Income Fund 'Z'	2.0
Telecom Italia Spa 6.375% 24/06/19	1.8
Telereal Securitisation 5.9478% 10/12/31	1.8
Royal Bank of Scotland 7.5% 29/04/24	1.8
Tesco 6.125% 24/02/22	1.8
Pfizer 6.5% 03/06/38	1.6
Citigroup 6.8% 25/06/38	1.6
Total	**21.2**
Total number of holdings	**130**

Geographical allocation (%)[A]

	Fund	Benchmark	Difference
UK	100.0	100.0	–
Europe (ex UK)	(0.1)	–	(0.1)
Dollar Bloc	0.1	–	0.1
Total	**100.0**	**100.0**	

[A] Calculated as a percentage of interest rate exposure.

Sector breakdown (%)

	Fund
Domestic Government	4.2
Finance	44.4
Industrial	19.6
Utility	7.7
Sovereign/Supra	5.3
Asset Backed	13.2
Other	1.7
Emerging Markets	2.0
High Yield	1.0
Cash	0.9
Total	**100.0**

Figures may not always sum to 100 due to rounding.

Key information

Benchmark	**Merril Lynch Sterling Non-Gilts**
Fund size	**£51.7m**
Date of launch	**9 March 2004**
Investment team	**Fixed Income**
Fund advisory company	**Aberdeen Unit Trust Managers Limited**

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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 Managers Limited 31 July 2010.

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Interest rate exposure (years)

	Fund	Benchmark	Difference
UK	7.61	7.13	0.48
Europe (ex UK)	(0.01)	–	(0.01)
Dollar Bloc	0.01	–	0.01
Modified duration	7.61	7.13	

Maturity profile IRE (years)

	Fund	Benchmark	Difference
0 - 5	0.31	0.69	(0.38)
5 - 15	3.42	2.82	0.60
15+	3.86	3.62	0.24

Currency exposure (%)

	Fund	Benchmark	Difference
UK	100.0	100.0	–
Europe (ex UK)	2.0	–	2.0
Dollar Bloc	(2.0)	–	(2.0)
Japanese Yen	0.1	–	0.1
Total	**100.0**	**100.0**	

Yields (%)

	Fund	Benchmark	Difference
Distribution	5.5	4.7	0.8
Underlying	4.5	4.7	(0.2)

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. When you sell your investment you may get back less than you originally invested.
- Past performance is not a guide to the future.
- The Fund deducts the manager's periodic charge from capital. Distributable income will be increased at the expense of capital and, to that extent, capital will be eroded or future growth constrained.
- Funds aiming for relatively high performance can incur greater risk than those adopting a more standard investment approach.
- There is no guarantee for the performance of your investment.
- The Fund is permitted to invest in non Investment Grade securities. Investment in such securities involves greater price volatility and risk of loss of principal and income than investments in securities of a higher Investment Grade quality.
- Where an initial charge is imposed, an investor who sells shares after a short period may not (even in the absence of a fall in the value of the relevant investments) realise the amount originally invested.
- Inflation will, over time, reduce the spending power of your investments.
- In addition to hedging against various risks, derivatives may be used for investment purposes. Derivatives, warrants and money market instruments involve an above average degree of risk and may be more volatile than equity investments.
- The use of derivatives for hedging in a rising market may restrict potential gains. Funds which hold derivatives in OTC markets where there may be uncertainty as to the fair value of such derivatives due to their tendency to have limited liquidity and possibly higher price volatility. In addition, the Funds will be exposed to credit risk on counterparties with whom the transactions are made and will bear the risk of settlement default with those counterparties. However, there are specific FSA Regulations with respect to OTC transactions in derivatives which may reduce the risk and magnitude of any potential loss to the funds. The rates of, and any relief from, taxation may change over time. Tax information is set out later in this document. If you have any doubts about your tax position you should seek professional advice.
- The Fund may invest in warrants which carry, for a relatively small outlay, a right to invest in securities at at a pre-determind price, at a later date. As a form of gearing, warrants increase the potential volatility of the Fund in that they magnify gains as the market moves up and losses as the market moves down.

Other important information:

The value of any holdings in other collective investment schemes managed by any subsidiary of Aberdeen Asset Management PLC is excluded for the calculation of management charges. The Fund is a sub-fund of Aberdeen Investment Funds ICVC, an authorised open-ended investment company (OEIC) under the Financial Services (open-ended investment companies) Regulations 1997. 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. Asset allocations are subject to change and yields may fluctuate. 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. This document is only available for distribution in any jurisdictions where the Fund has been authorised for sale. Issued and approved by Aberdeen Asset Managers Limited which is authorised and regulated by the Financial Services Authority in the United Kingdom.

Credit rating (%)

	Fund
AAA	11.8
AA	10.0
A	44.1
BBB	26.5
BB or below	3.6
Emerging Markets	2.0
High Yield	1.0
Cash	0.9
Total	**100.0**

Figures may not always sum to 100 due to rounding.

Codes - A Acc

SEDOL	**B1C42C2**
ISIN	**GB00B1C42C27**
Bloomberg	**ACORBAA LN**

Other share class codes: www.aberdeen-asset.com/codes

Additional information

Fund type	**OEIC**
Domicile	**UK**
Currency	**GBP**
Registered for sale	**UK**
Income payable	**31 Jan, 30 Apr, 30 Jul, 31 Oct**
Sector	**UK Corporate Bond**
Minimum investment	**£500 initial, £100 additional**
Charges	**initial 4.25%, annual 1.0%**
Total expense ratio	**1.17%**
Deal closing time	**12.00 Noon**
Daily valuation point	**12.00 Noon**

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