

# UK Strategic Best Ideas Fund

Terms in italics are explained in the glossary of terms at the end of this document.

## fund objective

The Fund aims to provide long-term *total return* through investment in predominantly UK securities.

## 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 31/12/2009	1 year to 31/12/2008	1 year to 31/12/2007	1 year to 31/12/2006	1 year to 31/12/2005
10.82%	-11.62%	N/A	N/A	N/A

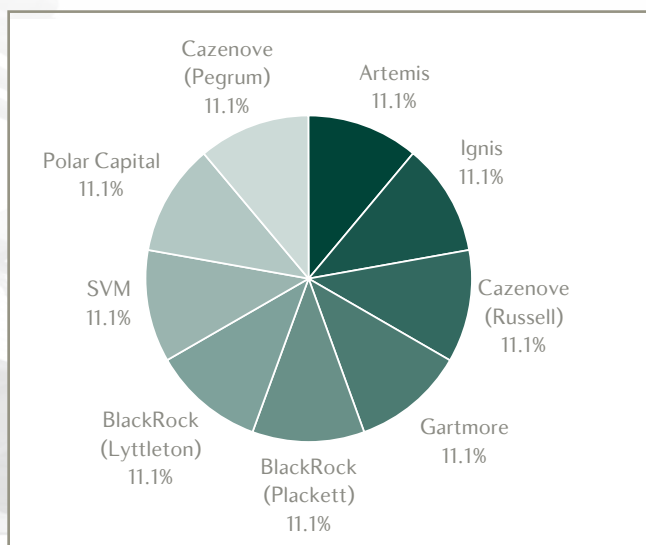
## percentage growth since launch

	3 months	6 months	1 year	3 years	5 years	Since launch
UK Strategic Best Ideas Fund	0.14 %	14.64%	10.82%	N/A	N/A	-1.02%
IMA sector average	3.20%	25.06%	30.41%	N/A	N/A	-12.09%
Quartile rank	4	4	4	N/A	N/A	1
Benchmark	5.47%	29.07%	30.12%	N/A	N/A	-9.19%

Source: Financial Express. Percentage growth is calculated in a single pricing basis with net income reinvested into the Fund. Sector average refers to the IMA UK All Companies sector. Figures are to 31 December 2009. Past performance does not indicate future performance.

## target asset allocation

as at 30 November 2009



Please note percentages are rounded to 1 decimal place.

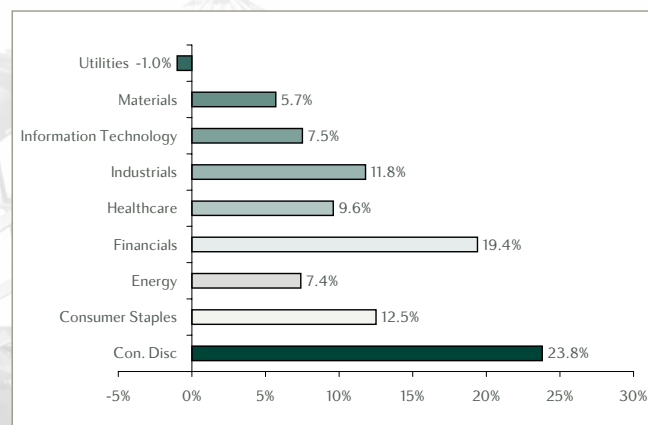
## market exposure

as at 31 December 2009

% of long stocks	85.4%
% of short stocks	-11.2%
net market exposure	74.3%

## net sector breakdown

as at 31 December 2009



## fund facts

These details are specific to the Open-Ended Investment Company (OEIC) Fund, which is operated and managed by Skandia Investment Management Limited. Some or all of the fund information below will differ for investments made via other Skandia products.

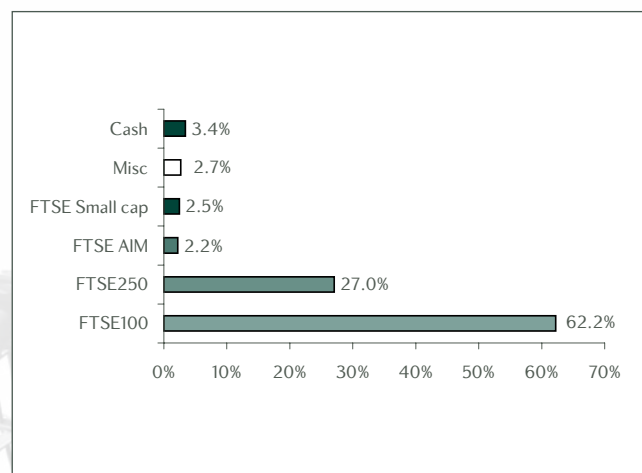
Launch date	19 September 2007
IMA sector	UK All Companies
Benchmark	FTSE All Share Index
Initial charge	5.0%
Annual Management Charge	1.50%
Total Expense Ratio	2.46%
Minimum investment	Lump Sum - £1,000 Regular Savings - £50 per month
ISA eligibility	Yes
Type of share	Retail Accumulation
Valuation point	Daily 12 noon UK time
SEDOL	B241MT5
ISIN	GB00B241MT59
MEXID	SNUSBI
Funds under management as at 31 December 2009	£68.4m

The current daily share price can be found on our website at [www.skandiainvestmentmanagement.com/funds/fundinformation](http://www.skandiainvestmentmanagement.com/funds/fundinformation)

## top ten long holdings as at 31 December 2009

Holding	Percentage
GlaxoSmithKline	3.7%
GKN	3.5%
WM Morrison	3.0%
Imperial Tobacco	2.8%
Spirent Communications	2.7%
BAE Systems	2.6%
Rio Tinto	2.6%
Astrazeneca	2.3%
Babcock International	2.3%
Legal & General	2.2%

## net market capitalisation split as at 31 December 2009



## glossary

**Long position** - the buying of a security such as a stock, commodity or currency, with the expectation that the asset will rise in value.

**Short position** - the purchase of a contract against a security, commodity or currency, with the expectation that the asset will fall in value.

**Total return** - when measuring performance, the actual rate of return of an investment or a pool of investments over a given evaluation period. Total return includes interest, capital gains, dividends and distribution realised over a given period of time.

## important information

The underlying managers are given a high degree of freedom to pursue their best stock ideas, so the Fund is likely to perform very differently from traditional funds. 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 as a result of market and currency fluctuations.

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.

When you cash in your investment you may get back less than you invested, especially in the early years.

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

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.

If the Fund has high cash exposure at a time when markets are rising, the investment return could be less than if it were fully invested in securities.

At times, the Fund may be heavily invested in smaller companies, which may carry a higher degree of risk and be more difficult to sell than larger companies.

**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.

Funds that invest in a particular region or market sector may be more risky than funds that invest in a number of regions or sectors. For this reason you should consider your degree of exposure to this Fund in the context of all your investments.

As well as holding assets that may rise or fall with market values, the Fund may also hold derivatives (primarily contracts for difference) with the aim of creating positions which increase in value as the price of the related investment falls. However, the Fund may lose money from these positions if the related assets rise in value.

If the Fund has high exposure to derivatives that aim to create positions which increase in value as the price of the related investment falls at a time when markets are rising, the investment return could be less than if it were fully invested in securities.

Derivatives held by the Fund will be accounted for and taxed in accordance with the Statement of Recommended Practice for authorised investment funds. Should HM Revenue & Customs decide to impose new rules on the taxation of derivatives, this may increase the tax burden on the Fund and reduce returns for investors.

The ACD may use one or more counterparties to undertake derivative contracts on behalf of the Fund and may be required to secure such contracts using assets held by the Fund. There may be a risk that a counterparty will wholly or partially fail to honour its contractual agreements to the detriment of the Fund. The ACD measures the creditworthiness of counterparties as part of its risk management process.

Skandia Investment Group is a trading name of Skandia Investment Management Limited. Skandia Investment Management Limited is authorised and regulated by the Financial Services Authority. FSA Registered Number 208543 Registered Number: 4227837 England Registered office: Skandia House, Portland Terrace, Southampton, SO14 7EJ, United Kingdom.

The Authorised Corporate Director for the Skandia UK Strategic Best Ideas Fund is Skandia Investment Management Limited.

[www.skandiainvestmentmanagement.com](http://www.skandiainvestmentmanagement.com)