

# Active Global Equity (inc.UK) Fund



## Fund description

This fund invests approximately 30-40% in the shares of UK companies and the remainder in the shares of overseas companies.

This fund currently invests 70% in the M&G Global Leaders Fund and 30% in the Invesco Perpetual High Income Fund.

## Underlying fund breakdown

%

M&G Global Leaders Fund	70.0
Invesco Perpetual High Income Fund	30.0

## Top 5 holdings in the M&G Global Leaders Fund

%

1	Microsoft	2.8
2	JP Morgan	2.6
3	Wells Fargo	2.5
4	Samsung Electronic	2.4
5	Ebay	2.3

## Top 5 holdings in the Invesco Perpetual High Income Fund

%

1	AstraZeneca	7.8
2	GlaxoSmithKline	7.6
3	Reynolds American	6.1
4	British American Tobacco	5.8
5	BG	5.3

Source: M&G and Invesco Perpetual  
All figures are as at 31 March 2010, unless otherwise stated.

## Key facts

Combined assets of the underlying funds	£9,879m
Underlying fund launch date	28/04/2006 (M&G) 06/02/1988 (Invesco Perpetual)
Portfolio Manager	Aled Smith (M&G) Neil Woodford (Invesco Perpetual)
Benchmark	70% FTSE World Index 30% FTSE All Share Index
Investment Approach	Active
Performance Objective	The fund aims to provide long-term growth by investing in the shares of UK and overseas companies

## Commentary

### Invesco Perpetual

The fund is focused on companies that typically have a combination of strong balance sheets, healthy cash flows, a significant percentage of overseas earnings and the potential to grow dividends over the long-term. We are optimistic about the outlook for these stocks as, in our view, they are significantly undervalued relative to the wider market. These companies have demonstrated resilient operating performance despite the tough economic background and we expect their current discount to the market to be corrected as the year progresses. At the current time, companies in the tobacco, pharmaceutical, utility and aerospace sectors meet these criteria and they are well represented within the fund. We also see value in selected food retailers and support services companies, which we believe have resilient business models and earnings transparency.

### M&G Global Leaders

Global equities continued to perform well during the quarter as the economic recovery gathered more strength. Many companies also posted better-than-expected results, thereby helping to sustain investors' risk appetite. With investors embracing riskier assets during the quarter, the fund's holdings in more defensive sectors detracted, including Japanese pharmaceutical company Daiichi Sankyo as well as German utility E.ON. More positively, performance was helped by good stock selection within the oil & gas sector, where US oil exploration groups Mariner Energy, Anadarko Petroleum and Forest Oil added value. Their shares benefited from rising oil prices and strong production in their wells.

## Performance

As this fund was launched on 1 December 2009 only performance figures for Quarter are available.

Past performance of the fund over each of the last 5 years to the end of March.

Percentage change	31/03/09 – 31/03/10	31/03/08 – 31/03/09	31/03/07 – 31/03/08	31/03/06 – 31/03/07	31/03/05 – 31/03/06
Active Global Equity (inc.UK) Fund	–	–	–	–	–
Benchmark	48.7	–22.8	–3.9	5.4	30.0
Invesco Perpetual	30.4	–19.3	–9.5	21.9	31.7
Benchmark	52.3	–29.3	–7.7	11.1	28.0
M&G Global Leaders	50.7	–29.9	–5.7	5.0	49.8
Benchmark	47.1	–20.0	2.3	2.9	30.9

The Active Global Equity (Inc. UK) Fund is a new fund which was created specifically for members of the Kingfisher Pension Scheme Money Purchase Section (KPS-MP) in December 2009. We have shown the performance of the underlying funds. We have also shown the performance of the benchmark to provide an indication of how the Active Global Equity fund may have performed in the past.

Source: Prudential.

Based on percentage change in unit price and gross of charges. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

Past performance of the fund to 31 March 2010.

\*annualised

Percentage change	Quarter	1 Year*	3 Years*	5 Years*
Active Global Equity (inc.UK) Fund	8.0	–	–	–
Benchmark	8.8	48.7	3.3	8.6
Invesco Perpetual	3.6	30.4	–1.6	8.9
Benchmark	6.4	52.3	–0.2	7.2
M&G Global Leaders	8.3	50.7	0.2	9.6
Benchmark	9.9	47.1	4.8	9.2

# Active Global Equity (inc.UK) Fund

## Prudential risk rating

### Medium to Higher

#### What type of funds are in this risk category?

These funds offer a diverse geographical spread of equity investment. The funds within this category will have greater overseas exposure and underlying volatility than the "medium" sector.

## What is the risk rating?

- Risk ratings have been developed by Prudential to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Other companies may use different descriptions and as such these risk ratings should not be considered as generic across the fund management industry.
- Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision.
- You should also consider discussing your decision and the appropriateness of this risk rating with an adviser

## Important information

### Who manages the funds?

Prudential delegates the investment management of the funds for the Kingfisher Pension Scheme Money Purchase Section (KPS-MP) to a range of underlying fund managers.

This fund has been created for the members of the Kingfisher Pension Scheme only. It is currently invested in the M&G Global Leaders Fund and the Invesco Perpetual High Income Fund.

Please note that the Trustee has the flexibility to change the underlying fund manager(s) at any time.

### How are the fund prices calculated?

The fund has a single price based on the valuation of the underlying assets and the cashflows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

The fund is forward priced, which means that the member gets the next available price after they invest.

The fund has a dealing cycle of T + 0. This means that the money received on day T buys units at the valuation date price applicable at close of business on the same day.

### Who is this factsheet for and what does it do?

This factsheet is for the members of the Kingfisher Pension Scheme Money Purchase Section (KPS-MP).

Its purpose is to indicate how investment markets and funds have performed over the period and is provided for information only. If you are not familiar with any of the investment terminology included on this factsheet, please contact an Independent Financial Adviser.

### Can I get advice?

This factsheet should not be considered as a financial promotion and any changes to investment arrangements should be discussed with an Independent Financial Adviser. If you do not have an Independent Financial Adviser you can find a local adviser at [www.unbiased.co.uk](http://www.unbiased.co.uk). It is not our intention to give an indication of how any particular funds will perform in the future.

The commentary in this factsheet reflects the general views of the individual fund manager and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

### How are the performance figures calculated?

Performance is measured on the fluctuation of the daily unit price. The performance shown overleaf is based on the daily published price on the dates shown.

For the purposes of comparison with the benchmark we have used unit prices with the closest valuation point to that of the benchmark, taking into consideration the relevant dealing cycle.

To obtain unit price and performance information for all available funds, simply log on to [www.kingfisherpensions.com](http://www.kingfisherpensions.com)

### Other important information

Exchange Rate Risk – exchange rate fluctuations may cause the Sterling values of overseas investments to rise or fall.

**Issued by the Trustees of the Kingfisher Pension Scheme Money Purchase Section (KPS-MP).  
The information contained within this factsheet and the risk ratings are provided by Prudential.**