

Money Market Fund

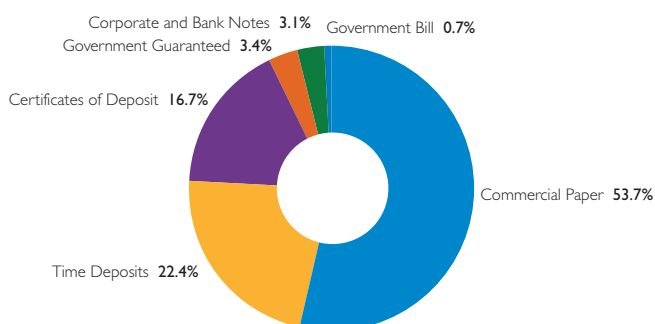


Fund description

This fund aims to provide a high level of security by investing in short-term money market instruments and fixed deposits. While this is a low risk fund, no investment strategy is without risk. As such there is a small chance this fund could have a negative return.

This fund currently invests in the State Street Global Advisors Limited As Of Priced Sterling Liquidity sub-fund.

Underlying fund breakdown



Top 10 holdings of underlying fund

	%
1 Bank of Ireland	7.7
2 Citibank	5.2
3 ING Bank	5.2
4 Barclays Bank	4.4
5 DnB NORBank	3.4
6 Nykredit Bank	3.1
7 Bank Austria Creditanstalt	2.8
8 Nationwide Building Society	2.7
9 Dexia Credit Local	2.6
10 Credit Agricole Corporate & Investment Bank	2.6

Source: State Street Global Advisors Limited
All figures are as at 31 March 2010, unless otherwise stated.

Performance

As this fund, and the underlying fund in which it currently invests, were launched on 1 December 2009 only performance figures for the 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
Money Market Fund	–	–	–	–	–
Benchmark	0.4	3.7	5.8	5.0	4.7

Key facts

Underlying fund size	£2.5m
Underlying fund launch date	01/12/2009
Portfolio Manager	State Street Global Advisors Limited – Team Approach
Benchmark	7-Day LIBID (London Interbank Bid Rate)
Investment Approach	Active
Performance Objective	The fund is actively managed to outperform the benchmark

Commentary

With the end of quantitative easing now in sight, 2010 will be an extremely challenging year for the UK. The dire fiscal position and a massive borrowing requirement are likely to force bond yields up (and prices down) due to the increased supply of government bonds. This will result in higher debt servicing costs. As all other debt instruments including corporate bonds and mortgages are referenced to the cost of government borrowing, higher gilt yields will increase general borrowing costs, potentially restricting economic growth. This bleak outlook comes at a time of political uncertainty, with a general election scheduled for May 2010.

The tone of February's Inflation Report was sobering, as the Bank of England revised its forecasts for both growth and inflation downwards. CPI is now expected to fall below the 2% target for the majority of the two-year forecast horizon. The GDP forecast of around 3% for 2010 represented a 1% downward revision to the estimate from November 2009.

Our strategic focus remained intact, concentrating on a well diversified portfolio of better-quality issuers. With liquidity continuing to improve in recent months, overall conditions are now very good. The fund's strategy continued to prioritise principal stability and liquidity, ahead of yield.

Past performance of the fund to 31 March 2010.

*annualised

Percentage change	Quarter	1 Year*	3 Years*	5 Years*
Money Market Fund	0.4	–	–	–
Benchmark	0.1	0.4	3.3	3.9

The Money Market Fund 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 benchmark to provide an indication of how the fund may have performed in the past.

Source: Prudential and State Street Global Advisors Limited.

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.

Money Market Fund

Prudential risk rating

Minimal

What type of funds are in this risk category?

These funds may invest in a combination of deposits, money market instruments and other interest bearing securities.

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 is currently managed by State Street Global Advisors Limited.

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. 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

**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.**