Passive Global Equity (inc. UK) Fund

September 2011

Fund information for quarter end 30 September 2011
(as at 30/09/2011)

Underlying fund launch date	01/12/2009
Unit price	514.20p
Underlying fund size (£m)	10.357
Investment Approach	Passive
Portfolio Manager†	State Street Global Advisors Limited – Team Approach

†This is the fund manager of the underlying fund(s).

Fund Holdings:

Funds	Target fund holdings
Zurich‡ State Street Global Equity (30/70) Index ZP	100.00%

‡Zurich is not a fund manager - the Zurich funds invest in the underlying fund.

Fund objective
The fund aims to track the performance of the underlying fund. The benchmark of the underlying fund is currently 30% FTSE All-Share Index and 70% FTSE World ex UK (hedged 75%) Index.

Who manages the funds?
Zurich delegates the investment management of the funds for the Kingfisher Pension Scheme Money Purchase Section (KPS-MP) to 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.

Fund features
This fund invests in a combination of funds, which invest in stockmarkets around the world. To reduce the impact of currency movements on the returns generated by the fund, 75% of its non-Sterling currency exposure is hedged back to Sterling.

Underlying fund breakdown:

UK Equities	30.00%
Global Equities	70.00%

This data is based on available data for the underlying Zurich pension fund(s) and target fund holdings as shown.

Commentary

UK Equities

UK economic growth remains anaemic, as the fiscal austerity measures enacted by the coalition government appear to have had a negative impact.

Inflation remains elevated at a troubling 4.5%, although it is still expected to drop back below 3% next year as the effects of the VAT hikes and sterling depreciation drop out of the year-overyear calculation.

With growth slowing, the Bank of England is expected to maintain its accommodative stance and expectations that it will tighten in 2012 have gradually shifted such that no change is now expected in rates for at least the fi rst three quarters of 2012.

International Equities

For a number of equity benchmarks, the traumatic summer of 2011 produced the weakest quarterly returns since the depths of the credit crisis nearly three years ago, and for some indexes in Europe, the latest damage was the worst since the third quarter of 2002. Still, while share prices have cheapened substantially in recent months, unfriendly liquidity trends and lack of resolution on eurozone sovereign issues seem apt to keep buyer enthusiasm muted until conditions improve.

Credit markets are now offering palpably generous yields, but cautious dealers and beleaguered banks seem to prevent them from attracting much interest. And with sticky headline inflation in the US, the UK, and the eurozone, central banks appear reluctant to take bold new strokes unless disruptive events force their hand. As a result, investors seem likely to focus on defensive portfolio construction, keeping risk levels muted and income potential secure

In the absence of surprising policy measures in the near term, equity markets may need to seek out valuation levels that are conservative enough to provide support through the difficult seasonal period of early autumn. But as weaker commodity prices work their way towards consumers in the months ahead, and also ease pressure on the emerging market central banks that have been tightening policy over the past year, recent consternation about 2012 growth prospects may give way to a more hopeful outlook, allowing risk appetites to begin rebuilding before a difficult 2011 draws to its close.

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Things you need to know

We've based this information on our current understanding of law and practice. We make every effort to ensure that this information is helpful, accurate and correct, but it may change or may not apply to your personal circumstances.

All funds carry some risk and you should consider these risks before making an investment decision. Investment returns are not guaranteed and the value can fluctuate. The main factors which may increase the risk of this fund include:

* The amount invested in company shares
* The split between government and corporate bonds
* The extent to which the fund invests in high yield assets
* The amount held in overseas assets
* Any concentration in specific areas or sectors

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, then please contact an Independent Financial Adviser. If you do not have an Independent Financial Adviser you can find a local adviser at www.unbiased.co.uk. The commentary in this factsheet reflects the general views of the individual fund manager(s) and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

There is not yet sufficient history for performance data to be shown for this fund.

For more **information please contact the Trustee of the KPS - MP**

www.kingfisherpensions.com

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