

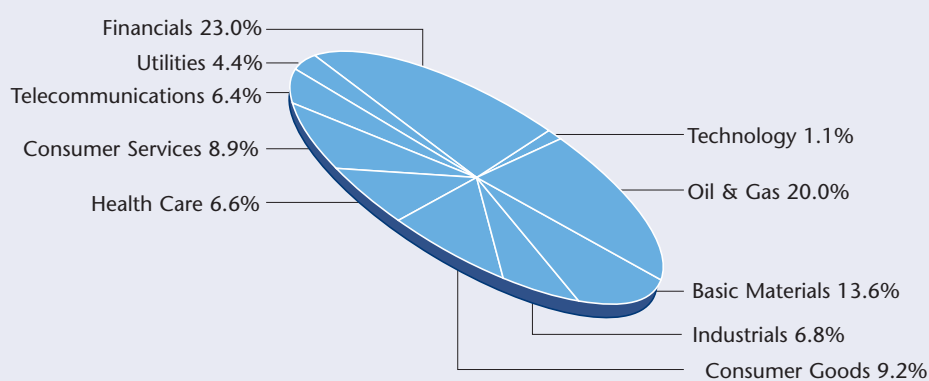
FTSE Tracker Fund – June 2008

Fund Description

The FTSE Tracker Fund aims to closely track the performance of the FTSE All-Share Index, allowing for reinvestment of dividends (but before deduction of charges). The Fund invests in a broad spread of UK equities. The tracking method used is full replication, so that every constituent of the FTSE All-Share Index is held at the appropriate weight.

Composition of Portfolio as at 30 June 2008

Fund Manager David Kirkpatrick
Launch Date July 1998
Current Fund Size £396m



Top Ten Holdings	(%)
Royal Dutch Shell	7.9
BP	6.8
HSBC Holdings	5.7
Vodafone Group	4.8
Rio Tinto	3.7
GlaxoSmithKline	3.7
Anglo American	2.9
BG Group	2.7
BHP Billiton	2.6
Royal Bank of Scotland Group	2.2
Assets in top ten holdings	43.0

Investment Review & Outlook

Environment

The UK stock market retreated in the second quarter, led by financial and consumer related stocks. Further asset writedowns and cash calls by banks crushed the nascent optimism early in the period. Meanwhile, surging fuel, food and commodity prices led the Bank of England to issue more inflation-focused rhetoric.

Economically sensitive stocks suffered as a result, with consumer services, consumer goods and industrials among the worst performing sectors after banks.

Activity

The FTSE Tracker Fund aims to closely track the performance of the FTSE All-Share Index, allowing for reinvestment of dividends (but before deduction of charges).

The Fund invests in a broad spread of UK stocks. The tracking method used is full replication, so that every constituent of the FTSE All-Share Index is held at the appropriate weight.

Outlook

Macroeconomic factors will continue to buffet the UK stock market over the coming months, as investors fret over the slowing economy and rising inflation. The effects of the credit crisis on the financial system and wider economy will continue to drive volatility and risk aversion. Over the longer term, a resolution of the credit crisis and a fall in inflation will be key triggers for a recovery.

Performance Commentary

During the second quarter of 2008, the FTSE Tracker Fund returned -1.4% against the FTSE All-Share Index return of -1.4%. Over the year to 30 June 2008, the Fund returned -13.0%, against the index return of -13.0%.

Fund Performance

Q2	1 Year	3 Years	5 Years
(%)	(%)	(%)	(%)
-1.4%	-13.0%	7.2%	11.3%

Investment Market Line

If you would like more details on our current market views please call:

0845 60 60 062

Performance figures are calculated on a gross basis over the periods to 30/06/08. They do not allow for the deduction of any charges or withholding tax.

Source: Standard Life Investments

Note: Past performance is not necessarily a guide to future performance and the value of units can go down as well as up.

	Year to 30/06/2008	Year to 30/06/2007	Year to 30/06/2006	Year to 30/06/2005	Year to 30/06/2004
	(%)	(%)	(%)	(%)	(%)
FTSE Tracker Fund	-13.0%	18.4%	19.6%	18.7%	16.6%
FTSE All Share	-13.0%	18.4%	19.7%	18.7%	16.9%

Standard Life Investments Limited, tel. +44 131 225 2345, a company registered in Scotland (SC 123321) Registered Office 1 George Street, Edinburgh EH2 2LL.

The Standard Life Investments group includes Standard Life Investments (Mutual Funds) Limited, SLTM Limited, Standard Life Investments (Corporate Funds) Limited and SL Capital Partners LLP. Standard Life Investments Limited acts as Investment Manager for Standard Life Assurance Limited and Standard Life Pension Funds Limited.

Standard Life Assurance Limited, registered in Scotland (SC286833) Standard Life House 30 Lothian Road Edinburgh EH1 2DH. Tel. +44 131 225 2552.

Standard Life may record and monitor telephone calls to help improve customer service. All companies are authorised and regulated by the Financial Services Authority.

©2008 Standard Life Investments. www.standardlifeinvestments.com

INVCP 550 0608