



Standard Life UK Equity Manager of Managers Fund

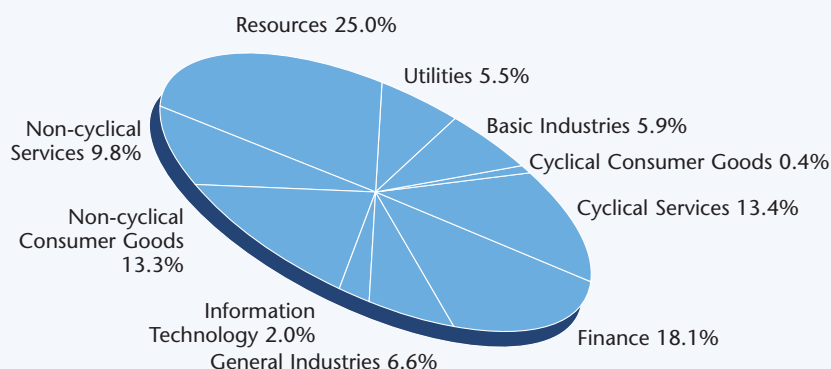
Quarterly Report 1 January to 31 March 2008

Fund Profile

The objective of the fund is to provide capital appreciation, investing in an actively managed portfolio of mainly UK Equities. Wilshire Associates researches and selects a number of UK equity fund managers with a view to blending managers with differing investment styles and market capitalisation biases. Wilshire monitors the selected managers to ensure a continued performance contribution over the market cycle in line with the manager's investment philosophy and process. Managers can be replaced if evolving organisational, personnel or other qualitative factors are likely to impact on the ability to achieve the benchmark objectives. Diversification across a number of fund manager philosophies allows investors to mitigate exposure to any one manager style. The aim is for the annualised investment performance to exceed the FTSE All-Share Index over rolling three-year periods.

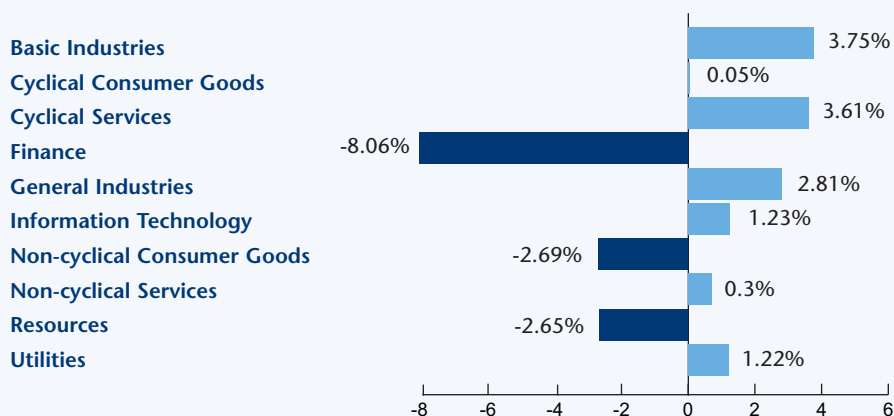
Composition of the Portfolio

as at 31 March 2008



Sector Positions Relative to Index

as at 31 December 2007



Launch Date 15 March 2004

Benchmark Index FTSE All-Share Index

Lead Portfolio Manager Wilshire Associates

Sub-portfolio Managers Alliance Bernstein
Newton
Baillie Gifford
Neptune

Total MoM Funds Under Management £360.12m

Largest Ten Holdings

Assets in largest ten holdings 38.1%

Company	Percentage
oyal Dutch Shell	6.4
Vodafone	6.1
BP	5.0
GlaxoSmithKline	4.7
HSBC	3.3
British American Tobacco	3.3
BG Group	3.1
Royal Bank of Scotland	2.6
BHP Billiton	1.8
Centrica	1.8

Market Cap Breakdown

Market Cap	Percentage
FTSE Large Cap	83.6
FTSE Mid Cap	15.4
FTSE Small Cap	1.0

Investment Review & Outlook

Market Overview

In line with global equities, the UK market suffered a significant sell-off, reacting to weaker economic data and concerns over the credit crisis. Further problems within the financial sector, especially within banks and bond reinsurers, added to the negative sentiment towards financial stocks. Large trading losses and asset writedowns by many of the global investment banks culminated in the effective collapse of Bear Stearns in the US. Concerns over the effects of a slowdown in the UK housing market weakened some of the UK banks, notably HBOS, which was also adversely affected by rumour mongering. This weighed on the share prices of Lloyds TSB and Barclays. Mining stocks, although volatile, held up relatively well on the back of strong commodity prices and bid activity. Likewise, many oil & gas related stocks advanced, in line with record high oil prices and takeover rumours.

Market Overview (continued)

The Bank of England cut interest rates by 0.25% to 5.25%, prompted by pressures in the credit market and weakening economic data. Equities showed signs of recovering late in March as investors sought buying opportunities after the indiscriminate selling activity in the first two months of the year.

Activity

The Fund's managers added Anglo American on a positive view of prospects for the steel industry. Eurasian Natural Resources was purchased based on its growth prospects within emerging markets, a common theme in this market environment. ENI was sold in order to replace it with a holding in PetroChina on the basis of valuation. Rentokil was unable to turn itself around since its profit warnings earlier in the quarter, thus the remaining holdings in the portfolio were sold off.

Outlook

In the short to medium term, the credit crisis may lead to further volatility, while signs of an economic slowdown in the US and the UK will also concern investors. However, UK companies in general have reported positive earnings and robust dividend growth, which should bolster markets in the long term. The resolution of the credit crisis will be a key trigger, while interest rate cuts and further merger and acquisition activity will provide support. The current environment provides some compelling investment opportunities, but effective stock selection will remain critical.

Performance Commentary

The UK Equity Manager of Manager Fund struggled to keep pace with the benchmark due to a modest overweight in the telecom services sector. The holdings in Vodafone and Cable & Wireless were among the detractors. Generally, telecom services are considered a safe haven, but profit warnings and concerns over exposures to the US dragged on performance. The Fund's underexposure to financials, particularly banks, also detracted.

Performance Commentary (cont'd)

Financials rallied following news of the Bear Stearns and JPMorgan merger and additional liquidity provided by the Federal Reserve.

Fund Performance

1 Apr 07 – 31 Mar 08	1 Apr 06 – 31 Mar 07	1 Apr 05 – 31 Mar 06	1 Apr 04 – 31 Mar 05	1 Apr 03 – 31 Mar 04
-11.2%	12.3%	29.7%	-	-

	UK Equity MoM Fund	Benchmark Index	CAPs UK Equity
1 Year	-11.2%	-7.7%	-8.2%
3 Years	9.0%	9.5%	9.4%
Since Launch	10.6%	10.5%	-

Figures quoted are calculated gross of charges and on a bid to bid basis over the stated periods to 31 March 2008.

Source: Russell/Mellon CAPS and Standard Life Investments.

Past performance is not a guide to future performance. The price of shares and the income from them may go down as well as up and cannot be guaranteed; an investor may receive back less than their original investment.

Investment Market Line

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

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