

SMA Merrill Lynch UK Value Pn Fund

About the Fund - 31 December, 2008

Fund Objective

To achieve capital growth, by investing in UK companies which appear to be undervalued. Overseas shares and fixed interest stocks may be held when appropriate. The generation of income will not be a consideration of the Fund.

Important Note

Past performance is not necessarily a guide to future performance. The price of units and the income from them can go down as well as up and investors may not get back the amount originally invested. Scottish Mutual makes no guarantee as to the performance of the Fund. Changes in rates of exchange may cause the value of your investment to fluctuate. The fund tends to hold a greater percentage of smaller company stocks, which can be more volatile and less liquid than those of larger companies.

Fund Type	Pension
Fund Management Company	Merrill Lynch Investment Managers Limited
Fund Universe	ABI Pensions
Launch Date	01/09/2002
Fund Size	£ 0.69 m
ABI Sector	†UK All Companies
Fund Code (SEDOL)	3197545
Fund Code (ISIN)	GB0031282220
Fund Code (Mex)	SMMUVP

Past performance figures may use information which is not up to date. Current unit prices can be found at www.scottishprovident.com

Scottish Mutual Assurance Limited is registered in Scotland No. SC133846. Registered Office: 301 St Vincent Street, Glasgow G2 5HN.
 Scottish Mutual Investment Managers Limited is registered in Scotland No. SC88674. Registered Office: 50 Bothwell Street, Glasgow G2 6HR.
 Scottish Mutual PEP and ISA Managers Limited is registered in England No. 971504. Registered Office: 1 Wythall Green Way, Wythall, Birmingham B47 6WG. All companies are authorised and regulated by the Financial Services Authority.

Performance Annual Returns	31/12/07 to 31/12/08	31/12/06 to 31/12/07	31/12/05 to 31/12/06	31/12/04 to 31/12/05	31/12/03 to 31/12/04
----------------------------	----------------------	----------------------	----------------------	----------------------	----------------------

Fund (%)	-31.7 %	0.8 %	18.3 %	29.4 %	19.0 %
----------	---------	-------	--------	--------	--------

© Financial Express

Source: Financial Express. Past performance is not a guide to the future and the value of investments may fall as well as rise. Percentage growth, bid to bid, income re-invested.

Performance Accumulative

	3 m	6 m	1 yr	3 yr	5 yr
Fund (%)	-15.6 %	-27.6 %	-31.7 %	-18.6 %	25.3 %
Sector Average (%)†	-11.7 %	-22.9 %	-31.7 %	-18.4 %	12.3 %

Calculated to 31 December, 2008

© Financial Express

Percentage growth, bid to bid, income re-invested.

Performance Analysis

	AGR *	Volatility	Sharp
Fund	-6.6	18.4	0.0
Sector Average†	-6.7	16.6	0.0

Calculated to 31 December, 2008

© Financial Express

* AGR - Average annualised growth rate over the past three years where available, bid to bid, income re-invested. Volatility and Sharp calculations are based on data from the past three years where available.

Top Ten Holdings

Top Ten Holdings	%	Sector Allocation	%
BP	5.8	Industrials	31.4
BG GROUP	5.4	Oil & Gas	19.4
BHP BILLITON	5.3	Financial	12.5
ROYAL DUTCH SHELL B ORD	5.2	Basic Materials	11.0
HSBC HLDGS	4.9	Technology	8.6
BAE SYSTEMS	4.3	Money Market	5.1
VODAFONE GROUP	3.5	Consumer Services	4.4
MICRO FOCUS INTERNATIONAL	3.4	Health Care	4.1
AVEVA GROUP	3.2	Telecommunications	3.5
ROTORK	3.1		

As at 31 Dec, 2008

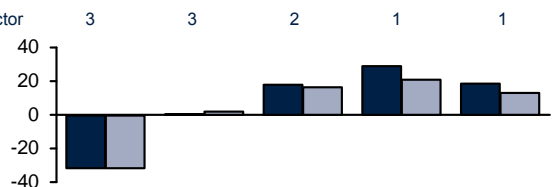
Note: Holdings and sector data is the latest available and serves only to be indicative.

Performance Annual Returns	31/12/07 to 31/12/08	31/12/06 to 31/12/07	31/12/05 to 31/12/06	31/12/04 to 31/12/05	31/12/03 to 31/12/04
----------------------------	----------------------	----------------------	----------------------	----------------------	----------------------

■ Fund (%)	-31.7 %	0.8 %	18.3 %	29.4 %	19.0 %
------------	---------	-------	--------	--------	--------

■ ABI Sector Average (%)†	-31.7 %	2.4 %	16.8 %	21.3 %	13.5 %
---------------------------	---------	-------	--------	--------	--------

Quartile Rank Within Sector



© Financial Express Holdings 2009

Past performance is not a guide to the future and the value of investments may fall as well as rise. Percentage growth, bid to bid, income re-invested. Please note quartile ranking relates to the calculated value of the sector median which consists of all primary funds in the relevant sector. This median is not the same as the ABI Sector Average shown.

Scottish Mutual makes no guarantee as to the performance of the fund. Due to the launch date of the fund, only limited performance figures may be available.

Sharpe Ratio: A measure of the annual excess return (how much the fund is better or worse than the risk-free rate of return ie the yield on Government Gilts) divided by the annualised standard deviation of returns from the benchmark (a measure of how much the fund return varies from the benchmark over time). Sharpe ratio should be positive and the higher the better. It should be noted that negative Sharpe ratios are misleading and should not be used to compare the risk return characteristics of a fund.

Volatility: Volatility is represented by the Lognormal Annual Standard Deviation of the fund, (a measure of how much the fund return varies from the benchmark over time).