Scottish Widows Discovery Solution G Acc

Asset Allocation (as at 31/03/2017)

- UK Equity: 23.8%
- UK Fixed Interest: 21.5%
- Property: 14.2%
- High Yield: 10.1%
- Global Equity: 9.1%
- Europe ex UK Equity: 7.6%
- Money Market: 6.8%
- Overseas Bonds: 3.7%
- Other: 3.0%
- Futures: 0.2%
- UK Corporate: 0.1%
- Pacific Equity: -0.2%
- Property: -0.2%
- Cash: -0.4%

Asset allocation relative to strategic asset allocation (as at 31/03/2017)

- International Equity: 0.3%
- Alpha Strategies: 0.2%
- Commodity: 0.1%
- High Yield: 0.1%
- UK Corporates: 0.1%
- UK Equity: 0.1%
- Pacific Equity: -0.2%
- Property: -0.2%
- Cash: -0.4%

The composition of asset mix and asset allocation may change at any time and exclude cash unless otherwise stated.

Fund Aim

To give an income with the potential for long-term capital growth by investing mainly in funds such as collective investment schemes. The fund will provide exposure mainly to fixed interest securities (including UK fixed interest securities and overseas high yield bonds) and equities (including UK and overseas equities). The fund will also provide exposure to property, commodities and other asset classes. Exposure will be generally to UK investments but with a significant proportion overseas. High yield bonds are also known as Non-investment grade bonds. Non-investment grade bonds have not been awarded the minimum rating required to meet the investment grade rating. Therefore they are considered higher risk than bonds with a higher credit rating. Credit ratings indicate the likelihood that an issuer will be able to make their payments.

Basic Fund Information

- Fund Launch Date: 24/10/2005
- Fund Size: £421.0m
- ISIN: GB00B70FV881
- MEX ID: TSIONL
- SEDOL: B70FV88
- Manager Name: Hamish Campbell, Shanshan Zhang
- Manager Since: 01/01/2011
- Yield: Historic 1.9%

Top Ten Holdings (as at 31/03/2017)

1. ABERDEEN UK PROPERTY FEEDER UN GBP: 11.1%
2. ABERDEEN CORPORATE BOND FUND: 10.5%
3. ABERDEEN CORP BOND A RET INC: 10.0%
4. ABERDEEN INVESTMENT FUNDS ICVC: 9.1%
5. SWIP FD MANAGEMENT SWIP MM INTL EQUITY A ACC: 7.5%
6. SCOT WID INV PSHP MULTI-MGR UK EQ FOCUS A ACC: 6.6%
7. ABERDEEN LIQUIDITY FUND LUX GBP: 5.9%
8. ABERDEEN INVESTMENT FUNDS UK GBP: 5.5%
9. PIMCO GLOBAL HIGH YIELD BOND F HG INC GBP: 4.0%
10. ABERDEEN ALTERNATIVE STRATEGIE GBP: 3.7%

TOTAL % OF FUND: 73.9%
Past Performance

Past performance is not a guide to future performance. Investment value and income from it may fall as well as rise, as a result of market and currency movements. You may not get back the amount originally invested.

Discrete Performance

<table>
<thead>
<tr>
<th>Date Range</th>
<th>Scottish Widows Discovery Solution G Acc</th>
</tr>
</thead>
<tbody>
<tr>
<td>31/03/2016-31/03/2017</td>
<td>10.9%</td>
</tr>
<tr>
<td>31/03/2015-31/03/2016</td>
<td>-3.0%</td>
</tr>
<tr>
<td>31/03/2014-31/03/2015</td>
<td>7.5%</td>
</tr>
<tr>
<td>31/03/2013-31/03/2014</td>
<td>5.7%</td>
</tr>
<tr>
<td>31/03/2012-31/03/2013</td>
<td>-</td>
</tr>
</tbody>
</table>

Information is shown as unavailable if prior to the launch of fund.

Cumulative Performance

<table>
<thead>
<tr>
<th>Date Range</th>
<th>Scottish Widows Discovery Solution G Acc</th>
</tr>
</thead>
<tbody>
<tr>
<td>30/04/2017-31/05/2017</td>
<td>1.5%</td>
</tr>
<tr>
<td>28/02/2017-31/05/2017</td>
<td>1.9%</td>
</tr>
<tr>
<td>31/05/2016-31/05/2017</td>
<td>11.3%</td>
</tr>
<tr>
<td>31/05/2015-31/05/2017</td>
<td>15.2%</td>
</tr>
<tr>
<td>31/05/2014-31/05/2017</td>
<td>-</td>
</tr>
</tbody>
</table>

Source: FE as at 31/05/2017

Performance figures are in £ sterling on a single pricing basis, with income (where applicable) reinvested net of UK tax and net of total annual fund charges. These figures do not include any initial charge or other product charge(s) that may be applicable.

Quarterly Fund Manager Review

All the major asset classes rose in value during the first quarter of 2017, although there was a wide disparity in returns. In the UK, the FTSE 100 index hit an all-time high of 7429.8 during March, despite concerns that the signing of Article 50, which officially gives notice of the UK’s intention to leave the European Union (EU), would result in stock market volatility. Overseas equities generally outperformed the UK market. In the US, investors spent much of the quarter focusing on the prospects for interest rates and in March, the US Federal Reserve announced its much-anticipated third interest rate rise in two years. Bonds underperformed equities over the quarter amid signs of rising inflation. Bond prices ended the quarter only slightly higher in the US and UK. However, German Bund yields rose, albeit from a level only just above 0%. Corporate bonds produced slightly better returns in an environment where investors were comfortable taking on a slightly higher level of risk. The UK commercial property market rose, but was more subdued than in the latter months of 2016. A degree of nervousness continued to affect the market ahead of the signing of Article 50, which marked the start of formal negotiations on the UK’s exit from the EU.

Hamish Campbell, Shanshan Zhang, 31/03/2017

The views, opinions and forecasts expressed in this document are those of the fund management house. Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact, nor should reliance be placed on these views when making investment decisions.