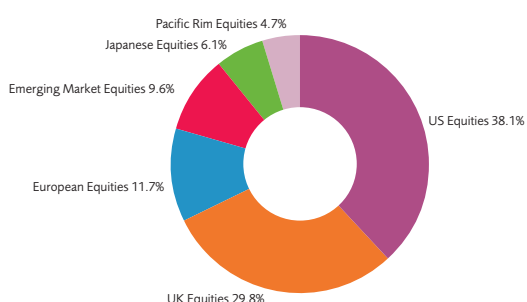


ERSP Global Equities – Passive

Fund description

Invests in global listed company shares including the UK. The fund aims to perform in line with the benchmark as closely as possible.

Fund breakdown



Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.

Top holdings

	%
1 Aquila Life UK Equity Index fund	29.8
2 Aquila Life US Equity Index fund	23.2
3 BlackRock Market Weighted Currency Hedged Fund	14.4
4 Aquila Life European Equity Index fund	11.7
5 BlackRock Emerging Markets Fund	9.9
6 Aquila Life Japanese Equity Index fund	6.2
7 Aquila Life Pacific Rim Equity Index Fund	4.8

Source: BlackRock
All figures are as at 30 September 2014, unless otherwise stated.

Performance

Past performance of the fund over each of the last 5 years to the end of September.

	30/09/09 – 30/09/10	30/09/10 – 30/09/11	30/09/11 – 28/09/12	28/09/12 – 30/09/13	30/09/13 – 30/09/14
BlackRock (30:70) Global Equity Fund (Hedged)	N/A	-5.5	19.3	19.8	12.0
Benchmark	N/A	-5.7	19.5	19.8	12.0

Source: BlackRock. *annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made. As this is a new Prudential fund, the performance shown is that of the underlying fund which it invests in. It is shown to provide an indication of how the Prudential fund may have performed in the past. Please note the performance figures shown do not take into account the effect of Prudential's charges.

Key facts

Underlying fund size	£2,383m
Number of holdings	7
Underlying fund launch date	31/10/2009
Portfolio Manager	Team Approach
Benchmark	30% FTSE All Share Index (UK), 60% Developed Overseas Equities with currency hedging back to sterling and 10% Emerging Markets Equities
Investment Style	Passive
Sedol code	B96HLY8
Performance Objective	To provide long-term capital growth in excess of UK price inflation.

Commentary

Global equities weakened in the third quarter of 2014 as volatility ticked up amid rising geopolitical risks and concerns about stretched valuations and interest rate hikes on the horizon. Following concerns around stretched valuations in the first half of the year as markets climbed ever higher, global headwinds readily took their toll on equity prices in July as geo-political turmoil intensified with a ground war in Gaza, the continued fragmentation of Iraq and the tragic downing of a Malaysian civilian airliner over Ukraine. Financial troubles in Argentina and Portugal added to the list of uncertainties.

Markets regained strength in the middle of the quarter, driven largely by the temporary perception that geopolitical risks had abated as well as an episode of investors treating bad news as good. A brief spate of softer U.S. economic data, specifically a weaker-than-expected U.S. retail sales report, theoretically reduced the chances of an early increase in short-term U.S. rates, while more evidence of stagnating growth in the Eurozone spurred anticipation of further stimulus measures from the European Central Bank, driving global equities higher in August. September news around Scotland opting to remain part of the UK and the record-breaking Alibaba IPO briefly boosted markets, but they resumed their slide as sentiment was dampened by looming concerns about stretched valuations and rising volatility amid lingering global threats.

Past performance of the fund to 30 September 2014.

	Quarter	1 Year*	3 Years*	5 Years*
BlackRock (30:70) Global Equity Fund (Hedged)	0.9	12.0	17.0	N/A
Benchmark	0.9	12.0	17.0	N/A

ERSP Global Equities – Passive

Prudential risk rating

Medium to Higher

What type of funds are in this risk category?

These funds offer a diverse geographical spread of equity investment. The funds within this category will have greater overseas exposure and underlying volatility than the "medium" sector.

What is the risk rating?

- › These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by the fund. Other companies may use different descriptions and as such these risk ratings should not be considered as generic across the fund management industry.
- › We regularly review our fund risk ratings, so they may change in the future. If, in our view, there is a material change in the fund's level of risk, for example due to a significant change to the assets held by the fund or in the way the fund is managed, we will provide information on the new risk rating. We recommend that you make sure you understand the risk rating of any fund before you invest. You will find this information at www.pru.co.uk/factsheets
- › You should also consider discussing your decision and the appropriateness of a fund's risk rating with an adviser.

Important information

Who is this factsheet for and what does it do?

This factsheet is intended for the trustees, sponsors, advisers and members of occupational pension schemes using Prudential's Fund Delivery Service.

Its purpose is to provide an insight into 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 adviser.

Can I get advice?

This factsheet should not be considered as financial advice and any changes to investment arrangements should be discussed with an adviser. It is not our intention to give an indication of how any particular funds will perform in the future. The commentary in this factsheet reflects the general views of the individual fund manager and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

Who manages the funds?

This fund is managed by BlackRock.

How are the performance figures calculated?

The performance shown overleaf is that of the underlying fund which this Prudential fund invests in. The Prudential fund may vary from that of the underlying fund which it invests in, as the manager of the underlying fund may not necessarily use the daily published price to calculate performance. The performance of the Prudential fund will reflect the funds dealing cycle, where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to www.pru.co.uk/funds and choose "Prudential Corporate Pension Fund Prices" then filter on (Series 4).

How are the fund prices calculated?

This fund operates on a single swinging price basis, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

What is the dealing cycle?

This fund is forward priced which means that the member receives the next available unit price after their instruction has been received.

This fund has a dealing cycle of T+2. This means that money received on day T buys units at the valuation date price applicable at close of business 2 days later.

Other important information

Exchange Rate fluctuations may cause the Sterling values of overseas investments to rise or fall.

For any fund there may be a delay in buying, selling or switching of units. These delays will only apply in exceptional circumstances and we will let you know if they apply to you. For more information please refer to your policy or scheme documentation.