



# AVIVA INVESTORS SELECT FUNDS ICVC SHORT REPORT

For the six months ended 28 August 2012

[avivainvestors.co.uk](http://avivainvestors.co.uk)



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# AVIVA INVESTORS ACTIVE PROTECTOR FUND

## Investment Objective

To provide capital appreciation linked to the performance of a Balanced Asset Basket, together with capital protection such that investors receive, at any time, a minimum redemption value equal to 80% of the highest NAV share price achieved by the Fund from the 7 August 2009.

## Investment Policy

To achieve the investment objective, the Fund will enter into a Swap Contract negotiated at arms length with the Swap Counterparty. The effect of the Swap Contract is to deliver a return calculated by reference to a notional portfolio of the Balanced Asset Basket, and cash units which will either be Zero Coupon Bonds or other cash instruments issued by the Swap Counterparty (together, the "Notional Portfolio"). The allocation between the component parts, of the Notional Portfolio will be adjusted daily in order to achieve the Fund's investment objective.

General description of the Balanced Asset Basket: A FTSE® 100 Index (adjusted) and a basket of Short dated gilts. The FTSE® 100 Index is a weighted index of the 100 most highly capitalised companies on the London Stock Exchange. The Short Dated Gilts are short dated UK government bonds that mature between 1 and 3 years. The split between the FTSE® 100 Index (adjusted) and a basket of Short Dated Gilts will be 60/40 but this will fluctuate as a result of market movements and will be rebalanced periodically.

From time to time the Fund may retain cash in the scheme property where necessary in order to enable:

- The pursuit of the Fund's investment objectives, or redemption of units, or
- Efficient management of the Fund in accordance with its investment objectives, or
- Any other purposes which may be reasonably regarded as ancillary to the investment objectives of the Fund.

FTSE® 100 Index (adjusted) – The proportion of the Balanced Asset Basket that is linked to the performance of the FTSE® 100 Index will not fully reflect the performance of the FTSE® 100 (Total Return) Index. This is because the Balanced Asset Basket will produce an adjusted FTSE® 100 Index return. This adjusted return is likely to be lower than the FTSE® 100 (Total Return) Index due to the cash funding provided by the Swap Counterparty.

The FTSE® 100 Index (adjusted) return will be calculated as follows:

Performance of the FTSE® 100 (Total Return) Index + SONIA\* – LIBOR\*\*

\* SONIA is the Sterling Over-Night Index Average. Basically, it is the rate that banks charge each other to borrow money over a 24-hour period.

\*\* LIBOR is the London Inter-Bank Offered Rate. This is the rate at which international banks lend to each other. For the purposes of this calculation we will use the average of the LIBOR 1 month and 2 month rates.

Collateral Management – Exposure of the Fund to the Swap Counterparty under the Swap Contract in excess of 10% of the NAV of the Fund will be collateralised to the extent allowable under COLL 5.2.11R.

# AVIVA INVESTORS ACTIVE PROTECTOR FUND (CONTINUED)

## Risk Profile

The swap contract is a structured derivative transaction.

Derivatives may present greater risks than traditional investments. The Fund is exposed to the risk that the Swap Counterparty may default on its obligations under this agreement, in which case the Capital Protection feature may be lost, although the Fund should still have investments worth 90% of the Fund value.

The capital protection may be affected by unfavourable market conditions to the extent that up to 20% of the investment, plus charges, could be lost. The protection provided by the Fund could limit its potential growth.

## Fund Manager's Report

### Market review

UK shares tracked international markets lower with the FTSE® 100 returning -0.11 per cent. Concerns intensified over the global economic outlook while the risk of a break-up of the euro zone grew. Investors became markedly risk averse with cyclical sectors such as mining bearing the brunt of the selling pressure as commodity prices weakened on a succession of worse than expected Chinese economic data releases.

Gilts delivered positive returns, with the yield on ten-year bonds hitting a record low as fears the UK and other western economies may be heading back into recession led to safe-haven demand. Leading central banks, including the Bank of England, signalled that official interest rates are likely to stay at, or near, current record lows for a while longer yet.

## Fund review

The Aviva Investors Active Protector Fund (retail share class) returned -1.22 per cent over the review period, compared with the median (average) return of -0.96 per cent generated by its peer group, the IMA Protected sector.

On August 5, 2011 the Fund's exposure to the balanced basket was reduced to 69 per cent. Since that time exposure to the balanced asset basket has been maintained at between 68 and 71 per cent, averaging 70.5 per cent.

The balanced basket is composed of a 60 per cent stake in an instrument that tracks the performance of the FTSE® 100 index of blue chip shares and 40 per cent invested in short-dated UK government bonds with maturities of between one and three years. The remaining assets were invested in cash.

**September 2012**

Fund performance figures – share class 1, source Lipper Hindsight, net of fees, net income reinvested in GBP.

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# AVIVA INVESTORS ACTIVE PROTECTOR FUND (CONTINUED)

## Fund Facts

<b>Ex-dividend dates</b>	<b>Distribution dates</b>
28 February	28 April

## Ongoing Charges Figure\*

Share Class 1	1.07%
* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF has replaced the Total Expense Ratios provided previously.	

Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	117.00	117.94	(0.80)%

\* Valued at mid market prices.

Total Return – Accumulation Shares	Fund <sup>1</sup>
Share Class 1	(0.80)%

<sup>1</sup> Source: Aviva Investors (based on 6pm values) six months ended 28 August 2012.

Synthetic Risk and Reward Indicator						
Lower risk			Higher risk			
Typically lower rewards			Typically higher rewards			
1	2	3	4	5	6	7

The Fund has been allocated a risk number based on the higher of the historic volatility of its share price, the historic volatility of its current asset classes or its intended maximum risk levels.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
  - The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
  - Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
  - Where a third party appointed to manage transactions or ensure the safe keeping of assets fails in their duty a loss may occur.
  - Full information on the risks applicable to the Fund is detailed in the Prospectus.

# AVIVA INVESTORS ACTIVE PROTECTOR FUND (CONTINUED)

Top Holdings	28.08.12	28.02.12
UBS Swap	100.06%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.06%	100.00%
Total Investments	100.06%	100.00%
Net Other Liabilities	(0.06)%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS ACTIVE PROTECTOR FUND (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	126.87	118.09
	2008	121.20	104.28
	2009	117.35	103.42
	2010	122.60	110.52
	2011	121.67	109.47
	2012**	118.48	112.33

\* Valued at mid market prices.

\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	0.0000	0.00
	2008	0.0000	0.00
	2009	0.0000	0.00
	2010	0.0000	0.00
	2011	0.0000	0.00
	2012*	0.0000	0.00

\* Up to 28 August 2012.

# AVIVA INVESTORS ACTIVE PROTECTOR FUND (CONTINUED)

Calendar Year Performance	
Total Return	Fund %
2007 <sup>2</sup>	
Share Class 1	(0.33)
2008 <sup>2</sup>	
Share Class 1	(12.68)
2009 <sup>3</sup>	
Share Class 1	(10.58)
2010 <sup>3</sup>	
Share Class 1	2.92
2011 <sup>3</sup>	
Share Class 1	(4.36)
2012 <sup>3*</sup>	
Share Class 1	1.73

The value of an investment in the Aviva Investors Active Protector Fund and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

<sup>2</sup> Source: Aviva Investors (based on midday values).

<sup>3</sup> Source: Aviva Investors (based on 6pm values).

\* Up to 28 August 2012.

# AVIVA INVESTORS DEFINED RETURNS FUND 2

The Fund closed to new investment on 11 December 2009 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and, at the Maturity Date a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

At the Maturity Date there are three possible investment outcomes for investors, as follows:

1. If the final index level is the same or above the initial index level, the Fund will provide the maturity return of 32% on top of the investors' initial investment; or
2. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or
3. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the current actual and applicable Index, dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Maturity Date.

At the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

## **Risk Profile**

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

# AVIVA INVESTORS DEFINED RETURNS FUND 2 (CONTINUED)

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from HSBC which is designed to help the Fund meet its investment objective. The next major event will be the maturity of the Fund on 11 December 2013. If, at this point in time, the FTSE® 100 index were equal to or above the 'initial index level' of 5261.57 the Fund would pay out a gross return of 32 per cent to investors. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. However, if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 on each business day for three months prior to maturity.

**September 2012**

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# AVIVA INVESTORS DEFINED RETURNS FUND 2 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	<b>28.08.12</b>
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	<b>Fund<sup>1</sup></b>

Share Class 1 2.72

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Pence per share <b>28.08.12</b>	Pence per share <b>28.02.12</b>	Change
Share Class 1	125.94	122.80	2.56%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 2 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 4yr Fully Collateralised Digital & Short Down & In Put	99.99%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	99.99%	100.00%
Total Investments	99.99%	100.00%
Net Other Assets	0.01%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 2 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2009**	100.57	97.99
	2010	114.80	99.70
	2011	120.29	108.72
	2012***	127.13	117.38

\* Valued at mid market prices.

\*\* From 19 October 2009 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 19 October 2009.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2009*	0.0241	0.24

\* Up to 29 December 2009, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 11 December 2009.

# AVIVA INVESTORS DEFINED RETURNS FUND 2 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2009*	
Share Class 1	0.60
2010	
Share Class 1	14.14
2011	
Share Class 1	1.69
2012**	
Share Class 1	7.72

The value of an investment in the Aviva Investors Defined Returns Fund 2 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 19 October 2009 (date of launch).

\*\* Up to 28 August 2012.

# AVIVA INVESTORS DEFINED RETURNS FUND 3

The Fund closed to new investment on 12 March 2010 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and, at the maturity date a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

At the maturity date there are three possible investment outcomes for investors, as follows:

1. If the final index level is the same as or above the initial index level, the Fund will provide the maturity return of 18.75% on top of the investors' initial investment; or
2. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or
3. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the current actual and applicable Index, dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Maturity Date.

At the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

## **Risk Profile**

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

# AVIVA INVESTORS DEFINED RETURNS FUND 3 (CONTINUED)

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from HSBC which is designed to help the Fund meet its investment objective. The next major event will be the maturity of the Fund on 12 March 2013. If, at this point in time, the FTSE® 100 index were equal to or above the 'initial index level' of 5625.65 the Fund would mature, paying out a gross return of 18.75 per cent. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. However, if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 on each business day for three months prior to maturity.

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# AVIVA INVESTORS DEFINED RETURNS FUND 3 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	<b>28.08.12</b>
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	<b>Fund<sup>1</sup></b>

Share Class 1 2.19%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Pence per share <b>28.08.12</b>	Pence per share <b>28.02.12</b>	Change
Share Class 1	118.94	116.42	2.16%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 3 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 3yr Fully Collateralised Digital & Short Down & In Put	100.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Assets	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 3 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	109.35	95.57
	2011	113.58	104.04
	2012***	119.52	111.24

\* Valued at mid market prices.

\*\* From 25 January 2010 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 25 January 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0212	0.21

\* Up to 25 March 2010, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 12 March 2010.

# AVIVA INVESTORS DEFINED RETURNS FUND 3 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	
Share Class 1	9.40
2011	
Share Class 1	1.55
2012**	
Share Class 1	6.83

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 25 January 2010 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 3 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 4

The Fund closed to new investment on 7 May 2010 (the end of the Cash Investment Period). The Fund matured on 8 May 2012.

## **Summary of Investment Objective**

To provide a return during the cash investment period, and during the growth potential period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the growth potential period there are a number of possible investment outcomes for investors, as follows:

1. If on a possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return (applicable at that date – see the Details of terms for details) and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the growth potential period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide the maturity return (see the Details of terms for details), on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period. During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 4 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

The Fund matured on 8 May 2012. The FTSE® 100 index averaged 5723.85 for ten business days prior to this date. Since that was above the 'initial index level' of 5123.02, the Fund matured early, paying out a gross return of 13 per cent of the initial invested capital.

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# AVIVA INVESTORS DEFINED RETURNS FUND 4 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	<b>28.08.12</b>
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	<b>Fund<sup>1</sup></b>

Share Class 1 1.12%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) up to the last valuation point prior to the fund maturing.

Net Asset Value – Accumulation Shares*			
	Pence per share <b>28.08.12</b>	Pence per share <b>28.02.12</b>	Change
Share Class 1	0.00	120.08	(100.00)%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 4 (CONTINUED)

Top Holdings	28.08.12	28.02.12
5yr Swap on FTSE® 100 Index	0.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	0.00%	100.00%
Total Investments	0.00%	100.00%
Net Other Assets	100.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 4 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	110.98	96.08
	2011	115.49	103.65
	2012***	121.54	116.16

\* Valued at mid market prices.

\*\* From 8 March 2010 (date of launch).

\*\*\* Up to 28 August 2012.

Revenue Record – Accumulation Shares			
Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0180	0.18

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 8 March 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0180	0.18

\* Up to 20 May 2010, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 7 May 2010.

# AVIVA INVESTORS DEFINED RETURNS FUND 4 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	
Share Class 1	11.00
2011	
Share Class 1	3.32
2012**	
Share Class 1	5.50

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 8 March 2010 (date of launch).

\*\* Up to the last valuation point prior to the fund maturing.

The value of an investment in the Aviva Investors Defined Returns Fund 4 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 1

The Fund closed to new investment on 2 July 2010 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the Growth Potential Period there are a number of possible investment outcomes for investors, as follows:

1. If on the possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return of 22.5% on top of your initial investment and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the Growth Potential Period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide 100% of any rise ("the Participation Rate") in the FTSE® 100 Index, on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 60% of the initial index level, the investor will receive 60% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period. During a Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During a Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 1 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from BBVA which is designed to help the Fund meet its investment objective. The next major event will be the third anniversary of the Fund on 2 July 2013. If, at this point in time, the FTSE® 100 index were equal to or above the initial index level of 4838.09 the Fund would mature early, paying out a gross return of 22.5 per cent. If this were not the case the Fund would continue to maturity, 2 July 2015. If, at this point in time, the final index level were equal to or above the initial index level the Fund would pay out a return equivalent to the performance of the index, so if the index had risen by 25 per cent the return would be 25 per cent. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial

index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 on each business day for three months prior to maturity.

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# AVIVA INVESTORS STRUCTURED RETURNS FUND 1 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*		Total Return – Accumulation Shares	
	28.08.12	Fund <sup>1</sup>	
Share Class 1	0.00%	3.77%	
* All costs associated with operating the Fund are paid by the ACD.			
Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	123.06	119.39	3.07%

\* Valued at mid market prices.

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

## Synthetic Risk and Reward Indicator

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 1 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 5yr Fully Collateralised Digital & Short Down & In Put	100.00%	99.99%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	99.99%
Total Investments	100.00%	99.99%
Net Other Assets	0.00%	0.01%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS STRUCTURED RETURNS FUND 1 (CONTINUED)

## Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	111.43	95.13
	2011	116.89	106.01
	2012***	124.03	114.01

\* Valued at mid market prices.

\*\* From 4 May 2010 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 4 May 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0158	0.16

\* Up to 15 July 2010, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 2 July 2010.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 1 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	
Share Class 1	11.10
2011	
Share Class 1	2.65
2012**	
Share Class 1	7.72

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 4 May 2010 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Structured Returns Fund 1 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 5

The Fund closed to new investment on 27 August 2010 (the end of the Cash Investment Period). The Fund matured on 28 August 2012.

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the growth potential period there are a number of possible investment outcomes for investors, as follows:

1. If on a possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the growth potential period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide the maturity return on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period. During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 5 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

The Fund matured on 28 August 2012. The FTSE® 100 index averaged 5816.98 for ten business days prior to this date. Since that was above the 'initial index level' of 5201.56, the Fund matured early, paying out a gross return of 12 per cent of the initial invested capital.

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# AVIVA INVESTORS DEFINED RETURNS FUND 5 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*		Total Return – Accumulation Shares	
	28.08.12	Fund <sup>1</sup>	
Share Class 1	0.00%	Share Class 1	
* All costs associated with operating the Fund are paid by the ACD.			
Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	0.00	115.36	(100.00)%

\* Valued at mid market prices.

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

## Synthetic Risk and Reward Indicator

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 5 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 5yr Annual Autocallable from Y1 & Short Down & In Put	–	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Assets	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 5 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	108.78	100.00
	2011	113.58	101.56
	2012***	119.65	111.64

\* Valued at mid market prices.

\*\* From 28 June 2010 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 28 June 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0198	0.20

\* Up to 9 September 2010, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 27 August 2010.

# AVIVA INVESTORS DEFINED RETURNS FUND 5 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	
Share Class 1	8.80
2011	
Share Class 1	1.28
2012**	
Share Class 1	8.60

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 28 June 2010 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 5 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 6

The Fund closed to new investment on 22 October 2010 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the growth potential period there are a number of possible investment outcomes for investors, as follows:

1. If on a possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the growth potential period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide the maturity return on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 6 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in derivatives – specialised financial contracts – purchased from BBVA and The Royal Bank of Scotland which are designed to help the Fund meet its investment objective. The next major event will be the second anniversary of the Fund on 22 October 2012. If, at this point in time, the FTSE® 100 index were equal to or above the initial index level of 5741.37 the Fund would mature early, paying out a gross return of 12.0 per cent (equivalent to 6.0 per cent for each year of investment). If this were not the case, the Fund would continue and at each subsequent anniversary the same conditions would be applied. In other words, if, at this time, the index were equal to or above the initial index level then investors would receive an annual return of 6.0 per cent for each year of investment. However, if upon reaching its full term of five years, the index had not been equal to or above the initial index level at any anniversary then the Fund

would mature. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital that, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 over ten business days prior to maturity.

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# AVIVA INVESTORS DEFINED RETURNS FUND 6 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*		Total Return – Accumulation Shares	
	28.08.12		Fund <sup>1</sup>
Share Class 1	0.00%	Share Class 1	4.01%
* All costs associated with operating the Fund are paid by the ACD.			
Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	114.88	110.44	4.02%

\* Valued at mid market prices.

## Synthetic Risk and Reward Indicator

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 6 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 5yr Annual Autocallable from Y1 & Short Down & In Put	100.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Assets	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 6 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	104.08	99.34
	2011	109.38	96.67
	2012***	114.62	104.20

\* Valued at mid market prices.

\*\* From 23 August 2010 (date of launch).

\*\*\* Up to 28 August 2012.

Revenue Record – Accumulation Shares			
Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0279	0.28

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 23 August 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0279	0.28

\* Up to 4 November 2010, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 22 October 2010.

# AVIVA INVESTORS DEFINED RETURNS FUND 6 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	
Share Class 1	4.10
2011	
Share Class 1	0.52
2012**	
Share Class 1	9.41

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 23 August 2010 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 6 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 7

The Fund closed to new investment on 10 December 2010 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the growth potential period there are a number of possible investment outcomes for investors, as follows:

1. If on a possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the growth potential period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide the maturity return on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period. During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 7 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from Deutsche Bank which is designed to help the Fund meet its investment objective. The next major event will be the second anniversary of the Fund on 10 December 2012. If, at this point in time, the FTSE® 100 index were equal to or above the 'initial index level' of 5812.95 the Fund would mature early, paying out a gross return of 6.25 per cent. If this were not the case, the Fund would continue and at each subsequent anniversary the same conditions would be applied. In other words, if, at this time, the index were equal to or above the initial index level then investors would receive an annual return of 12.5 per cent (equivalent to 6.25 per cent for each year of investment). However, if upon reaching its full term of five years, the index had not been equal to or above the initial index level at any anniversary then the Fund

would mature. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 over ten business days prior to maturity.

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# AVIVA INVESTORS DEFINED RETURNS FUND 7 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	<b>28.08.12</b>
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	<b>Fund<sup>1</sup></b>

Share Class 1 2.55%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Pence per share <b>28.08.12</b>	Pence per share <b>28.02.12</b>	Change
Share Class 1	112.33	109.27	2.80%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 7 (CONTINUED)

Top Holdings	28.08.12	28.02.12
5yr Swap on FTSE® 100 Index	100.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Assets	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 7 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	102.25	100.00
	2011	107.30	92.78
	2012***	113.35	102.15

\* Valued at mid market prices.

\*\* From 18 October 2010 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 18 October 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2010*	0.0302	0.30

\* Up to 23 December 2010, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 10 December 2010.

# AVIVA INVESTORS DEFINED RETURNS FUND 7 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	
Share Class 1	2.30
2011	
Share Class 1	0.74
2012**	
Share Class 1	8.72

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 18 October 2010 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 7 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 8

The Fund closed to new investment on 4 February 2011 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the growth potential period there are a number of possible investment outcomes for investors, as follows:

1. If on a possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the growth potential period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide the maturity return on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 8 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from BBVA which is designed to help the Fund meet its investment objective. The next major event will be the second anniversary of the Fund on 4 February 2013. If, at this point in time, the FTSE® 100 index were equal to or above the 'initial index level' of 5997.38 the Fund would mature early, paying out a gross return of 12.30 per cent (equivalent to 6.15 per cent for each year of investment). If this were not the case, the Fund would continue and at each subsequent anniversary the same conditions would be applied. In other words, if, at this time, the index were equal to or above the initial index level then investors would receive an annual return of 6.15 per cent. However, if upon reaching its full term of five years the index had not been equal to or above the initial index level at any anniversary then the Fund would mature. If the index were up to

50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 over ten business days prior to maturity.

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# AVIVA INVESTORS DEFINED RETURNS FUND 8 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
<b>28.08.12</b>	
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
<b>Fund<sup>1</sup></b>	
Share Class 1	2.38%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Pence per share <b>28.08.12</b>	Pence per share <b>28.02.12</b>	Change
Share Class 1	108.39	106.01	2.25%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	
The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 8 (CONTINUED)

Top Holdings	28.08.12	28.02.12
5 Yr Fully Funded and Collateralised Swap, Autocallable after 2 Yrs	100.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Assets	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 8 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2010**	100.00	100.00
	2011	104.21	92.05
	2012***	109.70	99.38

\* Valued at mid market prices.

\*\* From 6 December 2010 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 6 December 2010.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0331	0.33

\* Up to 17 February 2011, the distribution payment date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 4 February 2011.

# AVIVA INVESTORS DEFINED RETURNS FUND 8 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2010*	0.00
Share Class 1	0.11
2011	
Share Class 1	0.11
2012**	
Share Class 1	8.11

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 6 December 2010 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 8 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 9

The Fund closed to new investment on 25 March 2011 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with limited capital protection.

Over the growth potential period there are a number of possible investment outcomes for investors, as follows:

1. If on a possible early maturity date the early maturity index level is the same or above the initial index level, the Fund will provide the early maturity return and the Fund will subsequently close. If on a possible early maturity date the early maturity index level is below the Initial index level, the growth potential period will continue;
2. If the final index level is the same or above the initial index level, the Fund will provide the maturity return on top of the investors' initial investment; or
3. If the final index level is below the initial index level, but is not below 50% of the initial index level (the protection barrier) there will be no maturity return, and the investor will receive back their initial investment including the initial charge; or

4. If the final index level is below 50% of the initial index level (the protection barrier), there will be no maturity return, and investors will not receive back their initial investment including the initial charge. Investors will receive back a proportion of their initial investment corresponding to the percentage fall in the Index. For example, if the final index level is 40% of the initial index level, the investor will receive 40% of their initial investment.

The details of terms for the Fund set out the applicable Index, potential dates, terms and charges applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 9 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from HSBC which is designed to help the Fund meet its investment objective. The next major event will be the second anniversary of the Fund, 25 March 2013. If, at this point in time, the FTSE® 100 index were equal to or above the 'initial index level' of 5900.76, the Fund would mature early, paying out a gross return of 11.50% per cent (equivalent to 5.75% for each year of investment). If this were not the case, the Fund would continue and at each subsequent anniversary the same conditions would be applied. In other words, if, at this time, the index were equal to or above the initial index level then investors would receive an annual return of 5.75 per cent for each year of investment. However, if upon reaching its full term of five years the index had not been equal to or above the initial index level at any anniversary then the Fund would mature. If the index were up to 50 per

cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 over ten business days prior to maturity.

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Any opinions expressed are those of the fund manager. They should not be viewed as a guarantee of a return from an investment in the funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of a fund and the income from it may go down as well as up, and the investor may not get back the original amount invested.

# AVIVA INVESTORS DEFINED RETURNS FUND 9 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*		Total Return – Accumulation Shares	
	28.08.12	Fund <sup>1</sup>	
Share Class 1	0.00%	Share Class 1	
Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	105.26	102.66	2.53%

\* All costs associated with operating the Fund are paid by the ACD.

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

## Synthetic Risk and Reward Indicator

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

\* Valued at mid market prices.

# AVIVA INVESTORS DEFINED RETURNS FUND 9 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 5yr Annual Autocallable from Y2 & Short Down & In Put	100.00%	99.99%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	99.99%
Total Investments	100.00%	99.99%
Net Other Assets	0.00%	0.01%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 9 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2011**	101.95	89.85
	2012***	106.59	96.72

\* Valued at mid market prices.

\*\* From 31 January 2011 (date of launch).

\*\*\* Up to 28 August 2012.

Revenue Record – Accumulation Shares			
Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0299	0.30

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 31 January 2011.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0299	0.30

\* Up to 7 April 2011, the distribution pay date.

The only revenue distribution on the Fund was payable at the end of the Cash Investment Period on 25 March 2011.

# AVIVA INVESTORS DEFINED RETURNS FUND 9 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2011*	
Share Class 1	0.00
2012**	
Share Class 1	8.35

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 31 January 2011 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 9 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 2

The Fund closed to new investment on 20 May 2011 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with a defined level of capital protection. Over the Growth Potential Period there are a number of possible investment outcomes. The possible investment outcomes for Shareholders are as follows:

1. At the first or any subsequent Early Trigger Date, if the performance of the Index is equal to or above the Trigger Index Growth Level, then the Fund will provide growth by applying the relevant Trigger Return to the Capital Protected Price. If on an Early Trigger Date the Trigger Index Growth Level has not been reached, the Growth Potential Period will continue. However, if on an Early Trigger Date the Trigger Index Growth Level has been reached the Growth Potential Period will end; or
2. (a) If the Index at the Maturity Date is above the Initial Index Level, the Index Linked Return will provide growth by applying the Participation Rate to the rise in the Index, subject to any Maximum Return; or  
(b) If the Index at the Maturity Date is below the Initial Index Level but has not fallen below the Protection Barrier, the Index Linked Return will be zero and the Limited Capital Protection will apply. Limited Capital Protection means that Shareholders will receive back the Capital Protected Price per Share at the Maturity Date. The Capital Protected Price will be at least equal to the price of a Share on the Derivative Investment Date (plus the value of any Initial Charge that applied to that Share).

The Capital Protected Price will be dependent upon the Capital Protection Rate which will be set by the ACD. The Capital Protection Rate will never be less than 100% of Capital; or

(c) If the Index at the Maturity Date is below the Protection Barrier, the Index Linked Return will be zero, the Limited Capital Protection will not apply and Shareholders will receive back a proportion of their Capital corresponding to the percentage fall in the Index at the Maturity Date.

The rise or fall in the Index is calculated by subtracting the Initial Index Level from the relevant Early Trigger Index Level at an Early Trigger Date or the Final Index Level at the Maturity Date and dividing the result by the Initial Index Level.

Averaging may be applicable to each of the Initial Index Level, the Early Trigger Index Level and the Final Index Level.

The Details of Terms for the Fund set out the current actual and applicable Index, dates, terms and charges, both as referred to above and elsewhere in the Prospectus, applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 2 (CONTINUED)

## Investment Policy

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During a Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During a Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 2 (CONTINUED)

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from HSBC which is designed to help the Fund meet its investment objective. The next major event will be the second anniversary on 20 May 2013. If, at this point in time, the FTSE® 100 index were equal to or above the initial index level of 5948.49, the Fund would mature early, paying out a gross return of 12 per cent. If this were not the case, the Fund would continue to maturity, 20 May 2016. If, at this point in time, the final index level were equal to or above the initial index level the Fund would pay out the performance of the index, so if the index has risen by 25 per cent the return would be 25 per cent. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial index level at maturity then investors will lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 on each business day for three months prior to maturity.

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# AVIVA INVESTORS STRUCTURED RETURNS FUND 2 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	28.08.12
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	Fund <sup>1</sup>
Share Class 1	1.87%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	101.62	99.94	1.68%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	
The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS STRUCTURED RETURNS FUND 2 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 5yr Annual Autocallable from Y2 & Short Down & In Put	100.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Liabilities	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS STRUCTURED RETURNS FUND 2 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2011**	100.02	85.89
	2012***	102.95	91.76

\* Valued at mid market prices.

\*\* From 21 March 2011 (date of launch)

\*\*\* Up to 28 August 2012.

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2011*	
Share Class 1	(6.48)
2012**	
Share Class 1	8.48

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 21 March 2011 (date of launch).

\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 21 March 2011.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0274	0.27

\* Up to 2 June 2011, the distribution payment date.

The only revenue distribution on the Fund was payable at the end of the Cash Investment Period on 20 May 2011.

The value of an investment in the Aviva Investors Structured Returns Fund 2 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 10

The Fund closed to new investment on 22 July 2011 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and at the Maturity Date, a return dependent on the performance of the Index together with a defined level of capital protection. At the Maturity Date there are a number of possible investment outcomes. The possible investment outcomes for Shareholders are as follows:

1. At the Maturity Date if the performance of the Index is equal to or above the Trigger Index Growth Level, then the Fund will provide growth by applying the relevant Trigger Return to the Capital Protected Price.
2. If the Index at the Maturity Date is below the Trigger Index Growth Level but has not fallen below the Protection Barrier, there will be no Trigger Return and the Limited Capital Protection will apply. Limited Capital Protection means that Shareholders will receive back the Capital Protected Price per Share at the Maturity Date. The Capital Protected Price will be at least equal to the price of a Share on the Derivative Investment Date (plus the value of any Initial Charge that applied to that Share). The Capital Protected Price will be dependent upon the Capital Protection Rate which will be set by the ACD. The Capital Protection Rate will never be less than 100% of Capital; or
3. If the Index at the Maturity Date is below the Protection Barrier, there will be no Trigger Return, the Limited Capital Protection will not apply and Shareholders will receive back a proportion of their Capital corresponding to the percentage fall in the Index at the Maturity Date.

The rise or fall in the Index is calculated by subtracting the Initial Index Level from the Final Index Level (allowing for Averaging, if applicable) at the Maturity Date and dividing the result by the Initial Index Level.

The Details of Terms for the Fund set out the current actual and applicable Index, dates, terms and charges, both as referred to above and elsewhere in the Prospectus, applicable to the Fund. For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period.

During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Maturity Date. At the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

# AVIVA INVESTORS DEFINED RETURNS FUND 10 (CONTINUED)

## Risk Profile

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## Fund Manager's Report

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from HSBC which is designed to help the Fund meet its investment objective. The next major event will be the maturity of the Fund on 22 July 2015. If, at this point in time, the FTSE® 100 index were equal to or above the 'initial index level' of 5935.02, the Fund would mature, paying out a gross return of 22 per cent. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. However, if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital.

The final index level will be calculated as the average of the closing level of the FTSE® 100 on each business day for three months prior to maturity.

**September 2012**

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Any opinions expressed are those of the fund manager. They should not be viewed as a guarantee of a return from an investment in the funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of a fund and the income from it may go down as well as up, and the investor may not get back the original amount invested.

# AVIVA INVESTORS DEFINED RETURNS FUND 10 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	<b>28.08.12</b>
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	<b>Fund<sup>1</sup></b>

Share Class 1 2.88%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Pence per share <b>28.08.12</b>	Pence per share <b>28.02.12</b>	Change
Share Class 1	104.19	101.39	2.76%

\* Valued at mid market prices.

Synthetic Risk and Reward Indicator	

The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

# AVIVA INVESTORS DEFINED RETURNS FUND 10 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 4yr Fully Collateralised Digital & Short Down & In Put	100.00%	100.01%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.01%
Total Investments	100.00%	100.01%
Net Other Liabilities	0.00%	(0.01)%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 10 (CONTINUED)

Share Price Record – Accumulation Shares			
Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2011**	100.05	90.90
	2012***	105.22	97.09

\* Valued at mid market prices.

\*\* From 16 May 2011 (date of launch).

\*\*\* Up to 28 August 2012.

Revenue Record – Accumulation Shares			
Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0504	0.50

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 16 May 2011.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0504	0.50

\* Up to 5 August 2011, the distribution pay date.

The only revenue distribution on the Fund was payable at the end of the Cash Investment Period on 22 July 2011.

# AVIVA INVESTORS DEFINED RETURNS FUND 10 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2011*	
Share Class 1	3.13
2012**	
Share Class 1	7.20

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 16 May 2011 (date of launch).

\*\* Up to 28 August 2012.

The value of an investment in the Aviva Investors Defined Returns Fund 10 and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS DEFINED RETURNS FUND 11

The Fund closed to new investment on 23 September 2011 (the end of the Cash Investment Period).

## **Summary of Investment Objective**

To provide a return during the Cash Investment Period, and during the Growth Potential Period, a return dependent on the performance of the FTSE® 100 Index together with a defined level of capital protection. Over the Growth Potential Period there are a number of possible investment outcomes. The possible investment outcomes for Shareholders are as follows:

1. At the first or any subsequent Early Trigger Date or at the Maturity Date if the performance of the Index is equal to or above the Trigger Index Growth Level, then the Fund will provide growth by applying the relevant Trigger Return to the Capital Protected Price. If on an Early Trigger Date the Trigger Index Growth Level has not been reached, the Growth Potential Period will continue, however, if on an Early Trigger Date the Trigger Index Growth Level has been reached the Growth Potential Period will end; or
2. If the Index at the Maturity Date is below the Trigger Index Growth Level but has not fallen below the Protection Barrier, there will be no Trigger Return and the Limited Capital Protection will apply. Limited Capital Protection means that Shareholders will receive back the Capital Protected Price per Share at the Maturity Date. The Capital Protected Price will be at least equal to the price of a Share on the Derivative Investment Date (plus the value of any Initial Charge that applied to that Share). The Capital Protected Price will be dependent upon the Capital Protection Rate which will be set by the ACD. The Capital Protection Rate will never be less than 100% of Capital; or
3. If the Index at the Maturity Date is below the Protection Barrier, there will be no Trigger Return, the Limited Capital Protection will not apply and Shareholders will receive back a proportion of their Capital corresponding to the percentage fall in the Index at the Maturity Date.

The rise or fall in the Index is calculated by subtracting the Initial Index Level from the relevant Early Trigger Index Level (allowing for Averaging, if applicable) at an Early Trigger Date or the Final Index Level (allowing for Averaging, if applicable) at the Maturity 178 Date and dividing the result by the Initial Index Level.

The Details of Terms for the Fund set out the current actual and applicable Index, dates, terms and charges, both as referred to above and elsewhere in the Prospectus, applicable to the Fund.

For details of the full investment objective of the Fund, please refer to the full Prospectus.

## **Investment Policy**

To achieve its objective the Fund will have a Fixed Term consisting of a Cash Investment Period followed by a Growth Potential Period. During the Cash Investment Period, the investment policy of the Fund is to invest in cash, near cash, AAA rated money market schemes or other collective investment schemes which are equivalent to AAA rated money market schemes.

During the Growth Potential Period, scheme property will be invested in over the counter (OTC) derivatives designed to provide exactly the return referred to in the investment objective of the Fund if Shares are held until the Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or the Maturity Date.

# AVIVA INVESTORS DEFINED RETURNS FUND 11 (CONTINUED)

## **Investment Policy (continued)**

At an Early Trigger Date (if the performance of the Index is equal to or above the Trigger Index Growth Level) or at the Maturity Date, the assets of the Fund will be paid out to Shareholders and the Fund will subsequently be closed.

## **Risk Profile**

The Fund is fully invested in OTC derivatives. Derivatives may present greater risks than traditional investments.

There is a risk that the Derivative Counterparty may default on its obligations under this agreement, which may result in the Fund suffering a loss, which in turn could have a significant impact on the investment performance of the Fund. Government bonds are used as collateral to help reduce any loss which might occur. The collateral is monitored daily and rebalanced monthly but there may be times when the Fund is not 100% collateralised.

Where the applicable index falls below the relevant Protection Barrier, capital will be at risk and investors may lose some or all of their initial investment.

## **Fund Manager's Report**

During the period the Fund has remained in its 'Growth Potential Period', invested in a derivative – a specialised financial contract – purchased from HSBC which is designed to help the Fund meet its investment objective. The next major event will be the second anniversary, 23 September 2013. If, at this point in time, the FTSE® 100 index were equal to or above the initial index level the Fund would mature early, paying out a gross return of 10.50 per cent. If this were not the case, the Fund would continue and at each subsequent anniversary the same conditions would be applied. In other words, if, at this time, the index were equal to

or above the initial index level then investors would receive an annual return of 5.25 per cent for each year of investment. However, if upon reaching its full term of five years, the index had not been equal to or above the initial index level at any anniversary then the Fund would mature. If the index were up to 50 per cent below its initial index level at maturity then investors would receive their gross initial investment back. But if the index were more than 50 per cent below the initial index level at maturity then investors would lose a percentage of their invested capital, directly proportional to the drop in the index. In other words, if the index were 60 per cent beneath the initial index level, investors would lose 60 per cent of their invested capital. The final index level will be calculated as the average of the closing level of the FTSE® 100 over ten business days prior to maturity.

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# AVIVA INVESTORS DEFINED RETURNS FUND 11 (CONTINUED)

## Fund Facts

Ongoing Charges Figure*	
	<b>28.08.12</b>
Share Class 1	0.00%

\* All costs associated with operating the Fund are paid by the ACD.

Total Return – Accumulation Shares	
	<b>Fund<sup>1</sup></b>

Share Class 1 3.11%

<sup>1</sup> Source: Aviva Investors (based on 5pm values) six months ended 28 August 2012.

Revenue Distributions – Accumulation Shares	
	Pence per share paid <b>29.03.11</b>

Share Class 1 0.0697

Synthetic Risk and Reward Indicator	
	The Fund is closed to new investment and therefore no information regarding the Synthetic Risk and Reward Indicator is provided.

Net Asset Value – Accumulation Shares*			
	Pence per share 28.08.12	Pence per share 28.02.12	Change
Share Class 1	105.83	102.74	3.01%

\* Valued at mid market prices.

# AVIVA INVESTORS DEFINED RETURNS FUND 11 (CONTINUED)

Top Holdings	28.08.12	28.02.12
FTSE® 100 Index 4yr Fully Collateralised & Short Down & In Put	100.00%	100.00%

Portfolio Breakdown	28.08.12	28.02.12
United Kingdom	100.00%	100.00%
Total Investments	100.00%	100.00%
Net Other Liabilities	0.00%	0.00%
Net Assets	100.00%	100.00%

# AVIVA INVESTORS DEFINED RETURNS FUND 11

## Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2011**	100.07	92.39
	2012***	106.82	99.22

\* Valued at mid market prices.

\*\* From 18 July 2011 (date of launch).

\*\*\* Up to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 18 July 2011.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2011*	0.0697	0.70

\* Up to 5 October 2011, the distribution pay date.

The only revenue distribution on the Fund was paid at the end of the Cash Investment Period on 23 September 2011.

# AVIVA INVESTORS DEFINED RETURNS FUND 11 (CONTINUED)

Calendar Year Performance	
Total Return	Fund <sup>2</sup> %
2011*	
Share Class 1	(1.09)
2012**	
Share Class 1	6.78

<sup>2</sup> Source: Aviva Investors (based on 5pm values).

\* From 18 July 2011 (date of launch).

\*\* Up to 28 August 2012.

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# AVIVA INVESTORS US EQUITY INCOME FUND

## Investment Objective

To provide an annualised income yield 1.5% higher than that of the Russell 3000 Value Index which is paid quarterly, with the potential for capital growth.

## Investment Policy

The Fund aims to achieve the investment objective by principally investing in equity securities listed on regulated North American exchanges. Limited exposure to other geographic locations may be possible.

The Fund may also invest in other transferable securities, collective investment schemes, money market instruments, deposits, cash or near cash. The Fund may also use derivative instruments for the purposes of efficient portfolio management.

## Risk Profile

The Fund will invest in North American equity markets. Movements in North American equity markets and currency fluctuations will affect fund performance.

## Fund Manager's Report

From the period of February 29, 2012 to August 28, 2012, the Fund outperformed its benchmark (Russell 3000 Value). The Fund returned +4.01% net of fees versus +3.27% for the Russell 3000 Value Benchmark, an outperformance of +74 bps.

Following a near record Q1 performance, the S&P 500 declined -6.6% from April through May as investors responded to the spreading financial crisis in Europe and a marked slowdown in global economic growth. On both sides of the Atlantic, the lack of a strong policy response weighed heavily on risk assets. However, the market rallied yet again during June. The initial catalyst was commentary from various Fed officials which, following a particularly dismal jobs report, raised the expectation (once again) of additional quantitative easing (QE). Two weeks later, however, investors were disappointed when the Fed announced the extension of Operation Twist (trading in shorter-dated bonds for more longer-dated alternatives) rather than QE3. On the final trading day of the quarter, Germany finally indicated a willingness to back additional bailouts. Equity markets surged higher, with the major U.S. indexes gaining about +2.5% on the day. In July and August, the market traded higher on low volumes due to remarks from the ECB that a fresh round of sovereign bond purchases was being considered.

Broadly surveying the market, the dispersion between investment styles was modest for large caps from February 29 2012 to August 28 2012. Large cap value stocks led growth, outperforming by +54 bps. Among small cap, the gap was more significant as value returned 0.81% vs. -1.69% for growth. The dispersion by market capitalization was quite notable, as large cap stocks returned +3.21%, versus a decline of -0.45% for small cap stocks.

# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

## Fund Manager's Report (continued)

Defensive sectors generally dominated over the period. Among the top performing sectors in the Russell 3000 Value were Telecommunication Services (+22.7%), Health Care (+7.0%), and Utilities (+7.0%). Cyclical sectors typically lagged as Materials (-7.7%), Energy (-5.4%), and Information Technology (-5.3%) were among the worst performers.

Over the past six months, high quality, low beta strategies led the U.S. equity market. Bank of America/Merrill Lynch showed that high quality stocks outperformed low quality stocks by about +120 bps. In addition, they highlighted the strong outperformance of S&P 500 stocks in the lowest two quintiles as measured by beta. Surprisingly, this did not correlate with a period of strong relative performance for dividend payers. According to Ned Davis Research, the highest yielding companies in the S&P 500 only marginally outperformed the lowest yielding.

The following commentary details the relative performance and contribution to return of ten economic areas, i.e. Consumer Discretionary, Consumer Staples, Energy, Financials, Information Technology, Materials, Telecommunications Services, Utilities, Industrials and Healthcare.

Looking at what worked for the Fund during the period, five of the 10 economic sectors had a positive total effect on relative return. Overall, both stock selection and sector allocation also had positive impacts. The Consumer Staples sector had the most positive relative impact due to both strong stock selection and the overweight position. Other significant sources of outperformance were from stock selection in Financials, Information Technology, and Energy.

The five holdings with the highest contribution to relative return during the period were Sabra Healthcare REIT (+42.5%), Kimberly-Clark (+18.1%), PepsiCo (+17.5%), Dr. Pepper Snapple (+20.2%), and PartnerRe (+17.9%).

Looking at what did not work for the Fund during the period, five of the 10 economic sectors had a negative total effect on relative return, with Telecommunication Services providing the most negative relative impact due to weak stock selection. Other sources of underperformance were from stock selection in Consumer Discretionary and Health Care.

The five holdings with the lowest contribution to relative return during the period were Telefonica Brasil (-25.7%), Hillenbrand (-20.8%), Intel (-6.8%), Nucor (-11.4%) and ABM Industries (-11.1%).

As of August 28 2012, the Portfolio held a total of 72 positions. During the period we established 5 and eliminated 8 positions. One position was spun off and subsequently sold. The five positions established were Hasbro, Kohl's, CME, j2 Global, and National Fuel Gas. The five largest positions eliminated were The Hillshire Brands (formerly Sara Lee), Duke Energy, Southern, Cincinnati Financial and McCormick & Co. All of these positions were sold at significant premiums to their assessed values.

While we build the Portfolio using our bottom-up investment process, we remain cognisant of the position of the Portfolio relative to the Russell 3000 Value benchmark. On June 22 2012, the Russell indexes were reconstituted, contributing to a number of significant changes in the relative position of the Portfolio, with the most dramatic change occurring in the Energy sector. This was also the benchmark sector with the largest reconstitution impact.

# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

## Fund Manager's Report (continued)

Primarily driven by the increased weight in Exxon Mobil, the benchmark sector weight increased +423 bps to 16.1%. As a result of the sale of PSX and the benchmark reconstitution, the Energy sector went from -774 bps underweight at the beginning of the period to -1,245 bps underweight at the end. The Portfolio weight in Information Technology increased +100 bps due to the addition of j2 Global to the Portfolio and the increase in CA. The index rebalance resulted in -139 bps decrease in the weight of Intel, contributing to a -220 bps decrease in the benchmark sector weight. Consequently, the Information Technology sector went from -129 bps underweight at the beginning of the period to +193 bps overweight at the end. The overweight in Consumer Discretionary increased +407 bps due to the additions of Hasbro and Kohl's, and the increase in Thomson Reuters, which more than offset the reductions of Cracker Barrel Old Country Store and Genuine Parts Co.

We have been diligently reducing positions trading above our assessed Absolute Value, contributing to a reduction in the discount-to-value of the Dividend All-Cap Value Composite from 93% at the end of July to 90% at the end of August. Despite this decline, we remain concerned that the market is overextended. Q3 earnings expectations are negative and the projections for Q4 (+10.0%) are increasingly unlikely without a significant improvement in economic indicators in the coming weeks. To date, the U.S. economy has avoided the tumult in Europe, but such insulation cannot be expected to last forever. In recent weeks, the Federal Reserve has made it clear they are closely following the situation and stand ready to meet any weakness with further easing. However, we still believe that as the U.S. election nears, the freedom and willingness of the Federal Reserve to act will decline.

While tail risk is increasing and we would not be surprised if there was a mild correction, we continue to believe the U.S. market will deliver an attractive return in 2012. Looking out over the remainder of the year, earnings for the Portfolio holdings are expected to remain positive, balance sheets are strong, and lower commodity prices should help margins. From a Portfolio perspective, we remain focused on companies with growing dividends, healthy balance sheets, attractive valuations, and other characteristics we believe the market will reward in the months ahead, including the ability to thrive in a low growth environment.

**September 2012**

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# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

## Fund Facts

Ex-dividend dates	Distribution dates
28 August	28 October
28 November	28 January
28 February	28 April
28 May	28 July

### Ongoing Charges Figure\*

28.08.12	
Share Class 1	1.65%
Share Class 2	0.90%
Share Class 2 (USD)	0.90%
Share Class 3	0.55%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF has replaced the Total Expense Ratios provided previously.

### Revenue Distributions – Income Shares

Interim distribution for the three months ended 28 August 2012.

	Per share payable 28.10.12	Per share paid 28.10.11
Share Class 1	0.7944p	0.2902p
Share Class 2	0.7962p	0.2906p
Share Class 2 (USD)	0.7915c	N/A

### Revenue Distributions – Accumulation Shares

Interim distribution for the three months ended 28 August 2012.

	Per share payable 28.10.12	Per share paid 28.10.11
Share Class 1	0.8123p	0.2890p
Share Class 2	0.8160p	0.2895p
Share Class 2 (USD)	0.7973c	N/A
Share Class 3	0.8397p	0.3007p

# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

Net Asset Value – Income Shares*			
	Per share 28.08.12	Per share 28.02.12	Change
Share Class 1	103.08p	100.66p	2.40%
Share Class 2	103.98p	101.17p	2.78%
Share Class 2 (USD)**	103.34c	100.00c	3.34%

\* Valued at bid market prices.

\*\* From 29 February 2012 (date of launch).

Total Return – Accumulation Shares		
	Fund <sup>3</sup>	Russell 3000 Value TR <sup>4</sup>
Share Class 1*	4.00%	3.27%
Share Class 2*	4.36%	3.27%
Share Class 2 (USD)**	4.90%	3.89%
Share Class 3*	4.65%	3.27%

<sup>3</sup> Source: Aviva Investors (based on 12pm values).

<sup>4</sup> Source: Lipper Hindsight (based on close of business values).

\* For the six months ended 28 August 2012.

\*\* From 29 February 2012 (date of launch) to 28 August 2012.

Net Asset Value – Accumulation Shares*			
	Per share 28.08.12	Per share 28.02.12	Change
Share Class 1	106.70p	102.59p	4.01%
Share Class 2	107.58p	103.08p	4.37%
Share Class 2 (USD)**	104.91c	100.00c	4.91%
Share Class 3	108.03p	103.30p	4.58%

\* Valued at bid market prices.

\*\* From 29 February 2012 (date of launch).

## Synthetic Risk and Reward Indicator



The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments will be affected by changes in exchange rates.
- The level of targeted income is not guaranteed and may not be achieved.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

<sup>1</sup> Source: Aviva Investors (based on 12pm values).

<sup>2</sup> Source: Lipper Hindsight (based on close of business values).

\* For the six months ended 28 August 2012.

\*\* From 29 February 2012 (date of launch) to 28 August 2012.

# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

Top Ten Holdings	
28.08.12	
Intel	2.54%
Automatic Data Processing	2.51%
General Mills	2.40%
Kimberly-Clark	2.38%
Vodafone Group	2.28%
Norfolk Southern	2.27%
United Parcel Service 'B'	2.06%
Chubb	2.03%
Chevron	2.02%
PepsiCo	1.99%

Portfolio Breakdown		
	28.08.12	28.02.12
Support Services	7.88%	9.22%
General Retailers	5.82%	4.35%
Nonlife Insurance	5.61%	6.59%
Aerospace & Defence	5.59%	5.01%
Software & Computer Services	4.82%	1.85%
Beverages	4.79%	3.79%
Industrial Transportation	4.69%	5.19%
Travel & Leisure	4.58%	4.99%
Pharmaceuticals & Biotechnology	4.50%	4.20%
Food & Drug Retails	3.68%	2.87%
Other Sectors	43.12%	44.94%
Total Investments	95.08%	93.00%
Net Other Assets	4.92%	7.00%
Net Assets	100.00%	100.00%

Top Ten Holdings	
28.02.12	
Intel	2.76%
Automatic Data Processing	2.39%
General Mills	2.32%
Norfolk Southern	2.19%
Vodafone Group	2.13%
United Parcel Service 'B'	2.11%
PepsiCo	2.08%
Genuine Parts	2.08%
Kimberly-Clark	2.05%
Waste Management	2.00%

# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

Share Price Record – Income Shares			
Share class	Calendar year	Highest price*	Lowest price*
Class 1	2011**	100.30p	84.46p
	2012***	105.70p	97.43p
Class 2	2011**	100.68p	84.53p
	2012***	106.60p	98.10p
Class 2 (USD)	2012****	159.40c	97.61c

\* Valued at mid market prices.

\*\* From 8 July 2011 (date of launch).

\*\*\* Up to 28 August 2012.

\*\*\*\* From 29 February 2012 (date of launch) to 28 August 2012.

## Revenue Record – Income Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 8 July 2011 for Class 1 and 2 and 29 February 2012 for Class 2 (USD).

Share class	Calendar year	Net revenue per share	Per 1,000 invested in class currency
Class 1	2011*	0.2902p	£2.90
	2012**	2.3266p	£23.27
Class 2	2011*	0.2906p	£2.91
	2012**	3.1129p	£31.13
Class 2 (USD)	2012***	1.5264c	\$15.26

\* From 8 July 2011 (date of launch).

\*\* Up to 28 October 2012 (the interim distribution payment date).

\*\*\* From 29 February 2012 (date of launch) to 28 October 2012 (the interim distribution payment date).

## Share Price – Accumulation Shares

Share class	Calendar year	Highest price*	Lowest price*
Class 1	2011**	101.50p	84.46p
	2012***	108.60p	99.30p
Class 2	2011**	101.86p	84.53p
	2012***	109.50p	99.94p
Class 2 (USD)	2012****	106.10c	97.61c
Class 3	2011**	102.02p	84.56p
	2012***	109.90p	100.20p

\* Valued at mid market prices.

\*\* From 8 July 2011 (date of launch).

\*\*\* Up to 28 August 2012.

\*\*\*\* From 29 February 2012 (date of launch) to 28 August 2012.

## Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per calendar year on a payment date basis for an investment made on 8 July 2011 for Classes 1, 2 and 3 and 29 February 2012 for Class 2 (USD).

Share class	Calendar year	Net revenue per share	Per 1,000 invested in class currency
Class 1	2011*	0.2890p	£2.89
	2012**	3.1446p	£31.45
Class 2	2011*	0.2895p	£2.90
	2012**	3.1557p	£31.56
Class 2 (USD)	2012***	1.5322c	\$15.32
Class 3	2011*	0.3007p	£3.01
	2012**	3.2583p	£32.58

\* From 8 July 2011 (date of launch).

\*\* Up to 28 October 2012 (the interim distribution payment date).

\*\*\* From 29 February 2012 (date of launch) to 28 October 2012 (the interim distribution payment date).

# AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

Calendar Year Performance – Income Shares			
Total Return	Fund <sup>5</sup> %	Russell 3000	Value TR <sup>6</sup> %
2011*			
Share Class 1	1.51	(6.72)	
Share Class 2	1.19	(6.72)	
2012			
Share Class 1**	5.15	12.15	
Share Class 2**	5.64	12.15	
Share Class 2 (USD)***	4.98	3.89	

<sup>5</sup> Source: Aviva Investors Limited (based on 12pm values).

<sup>6</sup> Source: Lipper Hindsight (based on close of business values).

\* From 8 July 2011 (date of launch).

\*\* Up to 28 August 2012.

\*\*\* From 29 February 2012 (date of launch) to 28 August 2012.

The value of an investment in the Aviva Investors US Equity Income Fund and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

Calendar Year Performance – Accumulation Shares			
Total Return	Fund <sup>7</sup> %	Russell 3000	Value TR <sup>8</sup> %
2011*			
Share Class 1	1.50	(6.72)	
Share Class 2	1.18	(6.72)	
Share Class 3	1.27	(6.72)	
2012			
Share Class 1**	5.12	12.15	
Share Class 2**	5.59	12.15	
Share Class 2 (USD)***	4.90	3.89	
Share Class 3**	5.98	12.15	

<sup>7</sup> Source: Aviva Investors Limited (based on 12pm values).

<sup>8</sup> Source: Lipper Hindsight (based on close of business values).

\* From 8 July 2011 (date of launch).

\*\* Up to 28 August 2012.

\*\*\* From 29 February 2012 (date of launch) to 28 August 2012.

# OTHER INFORMATION

More information about the activities and performance of the Aviva Investors Select Funds ICVC for this period and previous periods can be obtained from the Authorised Corporate Director.

Any future returns and opinions expressed should not be relied upon as indicating any guarantee of return from investment in the funds.

The information contained within this document should not be construed as a recommendation to purchase or sell stocks.

As sub-funds are not legal entities in their own right, if the assets of a sub-fund are insufficient to meet its liabilities, any such shortfall might have to be met from the assets of the other sub-funds of the Company.

The Shareholders are not liable for the debts of the Aviva Investors Select Funds ICVC.

## Annual General Meetings

The Company will not be holding Annual General Meetings.

## Stamp Duty Reserve Tax (SDRT)

For the Structured Return Funds SDRT is not expected to arise due to the nature of the underlying investments. If SDRT should arise, it will be paid by the ACD and not charged to the Structured Return Fund in question.

For the US Equity Income Fund, SDRT is not expected to arise due to the nature of the underlying investments. If SDRT should arise, the ACD's chosen policy is to charge it directly against the property of the Fund. This is then reflected within the published prices of the Fund. However, the ACD reserves the right to charge SDRT on purchases or redemptions of shares in excess of £250,000 to the investor rather than the Fund.

## Publication of Prices

Information on the prices of Shares will be available by calling 0800 051 2003 or on the internet at [www.avivainvestors.co.uk](http://www.avivainvestors.co.uk). Calls may be recorded for training or monitoring purposes.

## Report and Financial Statements

Copies of the annual and half yearly long form report and financial statements are available free of charge by calling us on 0800 051 2003, or by writing to us at:

Aviva Investors Administration Office  
PO Box 10410  
Chelmsford  
Essex, CM99 2AY

Telephone calls may be recorded for training and monitoring purposes.

## Paper Information

The paper used to produce this document originates from forests that are managed in accordance with the principles and criteria of the Forest Stewardship Council (FSC). The paper is chlorine free.

# OTHER INFORMATION (CONTINUED)

## **Significant Information**

On 29 February 2012, the Aviva Investors US Equity Income Fund launched two new USD institutional share classes (Share Class 2 income and Share Class 2 accumulation).

On 8 May 2012, the FTSE® 100 Index was greater than the 'initial index level' of the Aviva Investors Defined Returns Fund 4 and in accordance with its objectives, the Fund matured early on its second anniversary.

On 28 August 2012, the FTSE® 100 Index was greater than the 'initial index level' of the Aviva Investors Defined Returns Fund 5 and in accordance with its objectives, the Fund matured early on its second anniversary.

# COMPANY INFORMATION

## **Authorised Corporate Director**

Aviva Investors UK Fund Services Limited  
No.1 Poultry  
London, EC2R 8EJ

Until 20 July 2012, the Authorised Corporate Director (ACD) was 50% owned by Aviva Life Holdings UK Limited and 50% owned by Aviva Investors Holdings Limited, both of which are companies incorporated in the United Kingdom and are within the Aviva Group of Companies. From 20 July 2012, the ACD is wholly owned by Aviva Life Holdings UK Limited.

Aviva Investors UK Fund Services Limited is a member of the Investment Management Association and is authorised and regulated by the Financial Services Authority.

## **Directors of the Authorised Corporate Director**

J Clougherty (resigned 27 March 2012)  
T Orton  
E Gerth (resigned 20 July 2012)  
G Boffey  
K Moss (resigned 13 March 2012)  
P Neville (resigned 20 July 2012)  
B A Curran (appointed 20 July 2012)

## **Administrator and Registrar**

International Financial Data Services (UK)  
Limited  
IFDS House  
St Nicholas Lane  
Basildon  
Essex, SS15 5FS

## **Investment Managers**

For all funds, excluding Aviva Investors US Equity Income Fund:

Aviva Investors Global Services Limited  
No.1 Poultry  
London, EC2R 8EJ

Aviva Investors Global Services Limited is a member of the Investment Management Association and is authorised and regulated by the Financial Services Authority. The ultimate parent company of Aviva Investors Global Services Limited is Aviva Plc.

For Aviva Investors US Equity Income Fund:

River Road Asset Management LLC  
462 South Fourth Street  
Louisville KY 40202 USA

The ultimate parent company of River Road Asset Management LLC is Aviva Plc.

## **Depositary**

J P Morgan Trustee and Depositary Company Limited  
1 Chaseside  
Bournemouth, BH7 7DA

Authorised and Regulated by the Financial Services Authority.

## **Auditor**

Ernst & Young LLP  
Ten George Street  
Edinburgh, EH2 2DZ

Registered office at  
1 More London Place  
London, SE1 2AF





**AVIVA**  
**INVESTORS**

Please use the details below to ask for additional information, to buy or sell investments, or if you wish to complain to us.

**If you wish to write to us:**



Aviva Investors Administration Office  
PO Box 10410  
Chelmsford  
CM99 1AY

**If you wish to call us:**



Customer services: 0800 051 2003  
**(8.30am - 5.30pm Monday to Friday)**

Dealing services: 0800 051 2003  
**(9.00am - 5.00pm Monday to Friday)**

Calls to this number may be recorded for training and monitoring purposes. Calls are free from a BT landline. Costs may vary from mobiles and other networks.

**Further information about Aviva Investors can be found on our website:**



Website: [www.avivainvestors.co.uk](http://www.avivainvestors.co.uk)