



ST. JAMES'S PLACE
WEALTH MANAGEMENT

Portfolio Manager



Paul Causer & Paul Read
Invesco Perpetual

Fund Details

Launch Date	16 March 2009
Fund Size	GBP 37 m
Sector	ABI Sterling Corporate Bond- Life
Benchmark	BofA Merrill Lynch Sterling Non Gilt All Stock
Fund Manager Start Date	16 March 2009
Risk Rating	2
Yield	-%

The fund size reflects the combined total for all linked funds to this portfolio.

Yields: The Yields for the Distribution Funds are calculated by dividing an annualized distribution by the current selling price as quoted in The Daily Telegraph.

St. James's Place Inv Grade Corp Bond Dist Life

Data as of 26 February 2010

Investment Objective

The investment objective of the fund is to provide an attractive level of income and capital growth over the medium to long-term. The fund will aim to achieve this objective whilst maintaining relative security of capital. The fund will invest primarily in investment grade corporate bonds but will also be permitted to include other investments which the investment team consider appropriate, this includes transferable securities, cash and money market instruments.

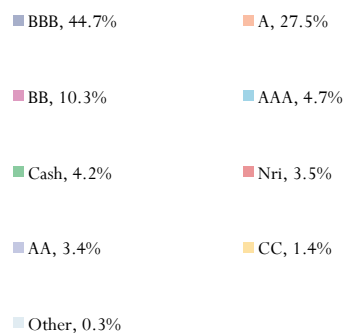
Fund Commentary at 31 December 2009

Credit markets saw a modest improvement in the final quarter, when compared to the second and third quarters of 2009. Bank debt saw further improvement; Lloyds Banking Group announced a bond exchange that will see the new bonds automatically become equity if the bank's core capital falls to less than 5%. However, demand was very strong as bond holders receive enhanced coupons and certainty of payment over the next two years. Elsewhere, Barclays declared a dividend during November meaning that they must pay coupons on their subordinated bonds and the remaining US banks that had not exited the US government's Troubled Asset Relief Program announced plans to do so. New issues continue to find demand, although the number of investment grade issues coming to market has reduced as many companies have now met their refinancing needs.

Top Ten Holdings at 26 February 2010

Barclays 14% Step (T1)	1.9%
UK Gilt 4.5% (19S)	1.7%
GE Capital 6.5%	1.7%
Bk of America 6.125%	1.6%
Santander (Abbey) 10.125% (Lt2)	1.4%
Tesco 6.125%	1.3%
Heineken 7.25%	1.2%
Vodafone 5.375%	1.2%
Edf 5.125%	1.2%
Yorkshire 2%	1.1%

Portfolio Structure at 26 February 2010



The Financial Services Authority does not permit fund performance to be shown for funds less than 12-months old.