



ST. JAMES'S PLACE
WEALTH MANAGEMENT

Portfolio Manager



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Invesco Perpetual

Fund Details

| | |
|------------------------------------|---|
| <i>Launch Date</i> | 6 April 2003 |
| <i>Fund Size</i> | GBP 172 m |
| <i>Sector</i> | ABI Sterling Other Fixed Interest-Life |
| <i>Benchmark</i> | BofA Merrill Lynch Sterling Non Gilt All Stock |
| <i>Fund Manager Start Date</i> | 7 April 2008 |
| <i>Risk Rating</i> | 2 |

St. James's Place Corporate Bond Life

Data as of 29 January 2010

Investment Objective

The fund aims to achieve an attractive level of income as well as capital appreciation over the medium to long term. To achieve this it will invest into a diversified portfolio which may include but is not limited to investment grade debt, high yield bonds and money market instruments both in the UK and Overseas. The fund will look to reduce the effect of foreign exchange rates by hedging its non UK exposure back to sterling.

Fund Commentary at 31 December 2009

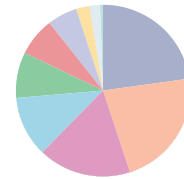
Credit markets saw a modest improvement in the final quarter, when compared to the second and third quarters of 2009. Bank debt saw further improvement; Lloyds Banking Group announced a bond exchange that will see the new bonds automatically become equity if the bank's core capital falls to less than 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 29 January 2010

| | |
|---------------------|------|
| Cemex 6.277% | 1.7% |
| Lloyds 11.04% (Ecn) | 1.5% |
| GE 6.5% | 1.5% |
| Heineken 7.25% | 1.2% |
| Virgin 7% | 1.2% |
| Gen Motors 8.375% | 1.2% |
| Catlin 7.249% | 1.2% |
| Avis Frn | 1.1% |
| Citi 7.5% (Cnv) | 1.1% |
| Rhodia Frn | 1.1% |

Portfolio Structure at 29 January 2010

- BBB, 22.8%
- B, 22.3%
- BB, 17.1%
- A, 11.5%
- Not Rated, 8.7%
- CCC, 7.0%
- Cash & Other, 5.8%
- AAA, 2.3%
- CC, 2.0%
- Other, 0.6%



Discrete Annual Performance (%) 12 months ending

| | January 2010 | January 2009 | January 2008 | January 2007 | January 2006 |
|-------------|--------------|--------------|--------------|--------------|--------------|
| Fund | 38.5 | -21.0 | 0.4 | -3.2 | 3.6 |

Cumulative Performance (%)



| | 6 Months | 1 Year | 3 Years | 5 Years | Since Launch |
|------------------|----------|--------|---------|---------|--------------|
| Fund | 13.4 | 38.5 | 9.8 | 10.1 | 16.6 |
| Sector | 13.0 | 30.0 | 4.9 | 13.8 | 33.9 |
| Benchmark | 9.1 | 18.3 | 12.7 | 22.0 | 38.2 |

Source: Lipper. All figures are percentage growth on a bid to bid basis for accumulation units, income reinvested and in fund currency. Please be aware that past performance is not indicative of future performance, and the price of units and the income from them may go down as well as up. You may not get back the amount invested.

Fund Fact Sheet produced by Lipper for St. James's Place.

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