

indicative prices for suspended funds

Depending on the type of policy you hold with us, the annual review statements, annual benefit statements, online valuations or projected personal illustrations produced during the suspension period may not include the value or prices of the suspended funds.

- Policy types prefixed with the following codes will exclude this information: MCA, MSA, MPA, EWA.
- The following policy types will include the value of the holdings at an INDICATIVE PRICE: CIB, CRB, EIB, ERB.

Indicative prices for all Royal Skandia funds which are currently suspended are shown below. We will endeavour to update this information once a week.

If you are invested in any of the affected Royal Skandia funds and have any concerns, please contact either your financial adviser or Royal Skandia on +44 (0) 1624 655 012, but note that Royal Skandia are not able to give you investment advice.

Fund ID	Mex Code	Fund Name	Price Currency	Suspended from:	Latest Indicative Offer price	Latest Indicative Bid price	Indicative price date
97164	NBEMRP	RS EUR HUET EUROPE RESIDENTIAL PROPERTY	EUR	18-Oct-08	0.197	0.184	11 Jul 2011
97166	NBEMEH	RS EUR HUET EUROPE RESIDENTIAL PROPERTY	HKD	18-Oct-08	2.206	2.041	11 Jul 2011
97165	NBEMRU	RS EUR HUET EUROPE RESIDENTIAL PROPERTY	USD	18-Oct-08	0.283	0.263	11 Jul 2011
97167	NBGMRP	RS GBP HUET EUROPE RESIDENTIAL PROPERTY	GBP	18-Oct-08	0.153	0.143	11 Jul 2011
96963	NBCPEU	RS GBP CLOSE PROP INVESTMENT PORTFOLIO	EUR	21-Jan-08	0.395	0.367	11 Jul 2011
96962	NBCPGB	RS GBP CLOSE PROP INVESTMENT PORTFOLIO	GBP	21-Jan-08	0.349	0.325	11 Jul 2011
96964	NBCPHK	RS GBP CLOSE PROP INVESTMENT PORTFOLIO	HKD	21-Jan-08	4.387	4.071	11 Jul 2011
96965	NBCPUS	RS USD CLOSE PROP INVESTMENT PORTFOLIO	USD	21-Jan-08	0.315	0.293	11 Jul 2011
97066	NBEP	RS GBP ELITE PORTFOLIO	GBP	12-Apr-10	0.993	0.924	11 Jul 2011
96657	NBELU	RS USD ELITE PORTFOLIO	EUR	12-Apr-10	0.685	0.638	11 Jul 2011
96600	NBUEG	RS USD ELITE PORTFOLIO	GBP	12-Apr-10	0.609	0.567	11 Jul 2011
96598	NBUEL	RS USD ELITE PORTFOLIO	USD	12-Apr-10	0.973	0.905	11 Jul 2011

Please note that we are providing indicative prices for Royal Skandia funds for information only, and these are based on indicative prices provided by the managers of the underlying funds that the Royal Skandia funds invest in. We cannot guarantee that prices available when the fund suspension is lifted will be in line with any indicative prices provided.

momentum all weather liquidity - delayed redemption shares

The Royal Skandia (RSK) Momentum All Weather Liquidity Fund closed on 30th April 2009 as a result of certain changes that had been made to the structure of the fund by Pioneer Alternative Investment Management Limited (PAI), who are the fund managers of this fund.

All clients in the RSK Momentum All Weather Liquidity Fund had their existing holdings switched into the RSK Deposit Fund free of any administrative charge. The redemption of the underlying asset in the RSK fund would be partly in cash and partly in a new share class known as Momentum Delayed Redemption Allweather Liquidity (DR shares). The information provided by PAI indicated that the redemption would be approximately 80% in cash and 20% in DR shares. We subsequently received further notification from PAI that due to market conditions, further assets had become illiquid. As a consequence of this, PAI have created a second Delayed Redemption share class (DR2 shares) and reduced the amount of cash that would become available from the redemption. As a result of this, the cash that was returned to the fund unit holders upon the closure of the RSK USD Momentum All Weather Liquidity Fund was approximately 70% of the value of the fund.

As at the closure date of the fund, its balance stood at US\$30.17m. This was made up of US\$21.04m in cash and US\$9.13m in DR and DR2 shares. However, in order to ensure that only available cash was distributed, we removed the value of the DR and DR2 shares from the RSK fund prior to calculating the price. This had the effect of reducing the prices of the fund to approximately 70% of its full value; the final fund prices stood at USD 0.684

As the DR and DR2 share class units are redeemed for cash, we will make further distributions to the fund unit holders. These distributions will be in the form of a credit to the transaction account of your policy. As you will hopefully appreciate, it may take a considerable amount of time for the assets to be redeemed by PAI, in order to pay out all monies due from the DR and DR2 share classes; in this regard, you may receive a number of separate distributions. We will write to all fund unit holders, when we are able to make a distribution.

How will any policy valuations be affected?

Any annual review statements, annual benefit statements, online valuations or projected personal illustrations will **NOT include** the value of the outstanding DR share classes. Please note that any policy valuations may appear lower than you would expect. You will however continue to retain an interest in the value of the DR and DR2 share classes. The current price of the DR Shares is as follows:

DR class: \$110.25
DR2 class: \$110.22

Please note that the price of both share classes will fluctuate over time.

Skandia International is the divisional name for the international companies within the Skandia group.

www.royalskandia.com

Calls may be monitored and recorded for training purposes and to avoid misunderstandings.

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