

**Santander Multi-Manager OEIC**

**Interim Short Report  
for the six months ended 1 June 2013  
(unaudited)**

This document contains the Short Report of the sub-funds of the Santander Multi-Manager OEIC for the six months ended 1 June 2013.

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The Authorised Corporate Director (ACD) of the Company is Santander Asset Management UK Limited, which is a private limited liability company incorporated in Scotland with the immediate holding company being Santander Asset Management UK Holdings Limited.

The ACD currently acts as Investment Adviser to the sub-funds. The fees payable to the Investment Adviser are included within the ACD's periodic charge.

Please note that past performance is not necessarily a guide to the future. The price of shares and any income from them can fall as well as rise and you may not get back the amount you originally invested. Significant changes in interest rates could also affect the value of your investment and any foreign investments will be affected by fluctuations in rates of currency exchange. Investment in a sub-fund should generally be viewed as a long-term investment. Please refer to the Key Investor Information Document for a full explanation of the risk warnings. The most recent Key Investor Information Document may be obtained by calling us on 0845 6000 181 or alternatively please visit [www.santanderam.co.uk](http://www.santanderam.co.uk). Santander Asset Management UK Limited only provides information about its own products and will not give individual independent advice. Should you wish to seek advice, then please contact an Independent Financial Adviser.

If you have any questions about your investment with us, would like further information or would like to obtain a copy of the Long Form Report and Accounts, please call 0845 6000 181. Our lines are open 8am to 6pm Monday to Friday and 8am to 4pm on Saturday. Calls may be recorded or monitored.

# Balanced

## Fund Facts

### Investment Objective

The sub-fund's objective is to invest in regulated collective investment schemes which aim to provide over the long term a balanced return of income and capital growth from an internationally diversified portfolio of equities and bonds.

### Investment Policy and Strategy

The sub-fund invests in regulated collective investment schemes in order to meet its objectives. The appointed investment adviser provides investment management and advisory services in relation to assets of the sub-fund. The portfolio remained fully invested during the period.

### Investment Adviser

Santander Asset Management UK Limited

## Fund Profile

### Portfolio of Investments

Spread of investments	% of total net assets as at 01/06/13	% of total net assets as at 01/12/12
Collective Investment Schemes	99.70	99.39
Net other assets	0.30	0.61
<b>Total net assets</b>	<b><u>100.00</u></b>	<b><u>100.00</u></b>

### Major Holdings

The top 10 holdings at the end of this period and the previous period are shown below.

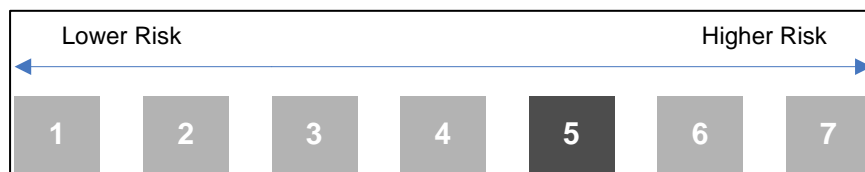
Holding	% of sub-fund as at 01/06/13	Holding	% of sub-fund as at 01/12/12
Insight Investment Discretionary Fund	8.18	Fidelity MoneyBuilder Income A	9.10
M&G Optimal Income Fund A	8.16	Insight Investment Discretionary Fund	8.96
Fidelity MoneyBuilder Income D	7.74	M&G Optimal Income Fund A	7.35
Kames UK Equity B shares	6.02	Santander UK Growth Unit Trust	7.26
Santander UK Growth Unit Trust	5.94	Santander Sterling Government	
JPMorgan US Select Equity Fund C	5.85	Bond Fund	6.66
Legal & General Dynamic Bond Trust	5.42	BlackRock UK Equity Fund A	6.65
Santander Corporate Bond IA	5.19	Santander Corporate Bond Fund	5.36
Santander Sterling Government Bond		Legal & General Dynamic Bond Trust	5.12
Fund	5.02	iShares – Europe ex-UK	4.86
Cazenove UK Opportunities	4.58	JPMorgan US Select Equity C	
		Income	4.22

## Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks will include risks of bankruptcy of companies held, risks from foreign exchange and risks of adverse effects from changes in interest rates. The sub-fund does not borrow in the normal course of business and has no material exposure to unlisted securities. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective.

# Balanced

## Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the sub-fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

## Fund Performance

Percentage Price Change from 2 December 2012 to 1 June 2013	
Santander Multi-Manager Balanced OEIC	11.41%
IMA Mixed Investment 20-60% Shares	8.47%
27.5% FTSE All Share TR/ 9.2% FT World Europe ex UK/ 9.2% FT World USA/3.7% FT World Japan/5.5% FT All World Asia Pacific ex Japan/ 33.75% IBOXX £ Non Gilts/11.25% FT All Stocks Gilt	10.40%

*Source Lipper - bid to bid, net of fees, net income reinvested.*

*Past performance is not a guarantee of future returns. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.*

Overall the sub-fund's return was positive over the period under review. The sub-fund's IMA Mixed Investment 20-60% Shares Sector delivered 8.47%, while the composite benchmark (27.5% FTSE All Share TR/ 9.2% FT World Europe ex UK/ 9.2% FT World USA/3.7% FT World Japan/5.5% FT All World Asia Pacific ex Japan/ 33.75% IBOXX £ Non Gilts/11.25% FT All Stocks Gilt) delivered 10.40%.

## Market Review

The New Year started with optimism for equity markets, driven mostly by the progression made by US policy makers on tackling the so called 'fiscal cliff' and a more stable economic backdrop. These factors led to significant flows into equities as investors stayed away from bonds.

In March, markets had to contend with a resurgence of the Eurozone crisis, caused by Italy's electorate rejecting the austerity policies demanded by the European Central Bank and International Monetary Fund. Meanwhile, in the UK, concerns about the economy emerged following the downgrading of the country's AAA status by Moody's credit ratings agency. Fears were fuelled further when the Chancellor of the Exchequer announced a cut to this year's growth forecast in the Budget. On the other hand, bond markets generally delivered positive returns as another turnaround in risk appetite driven by the bailout dilemma in Cyprus led towards a rotation into sovereign bond markets. Within the Fixed Income sector, there was limited differentiation between government and corporate bond returns as whilst the corporate sector was strong, credit spreads had already significantly tightened since the beginning of the year and therefore marginally rose from tight levels.

Towards the end of the period under review, events in Europe remained on the agenda, while weak manufacturing data, notably in Germany and the UK, reignited worries over growth prospects in the region as a whole. Despite this, most equity markets still delivered positive returns whilst bond markets were generally weaker.

# Balanced

## Fund Performance (continued)

### Investment Outlook

Whilst we maintain a constructive view for equity markets over the medium term, we advocate a more cautious stance over the coming quarter. This relates to the potentially disruptive effects across financial assets from a yield adjustment process in fixed income, and a more vulnerable climate in the developing world. The potential exists for elevated volatility across a number of assets which weakens the outlook on a risk adjusted basis. This is the reason why we remain bearish for the majority of fixed interest assets over most time horizons.

The supportive factors for equity markets remain hence we are retaining a constructive medium term view. Global growth is likely to be stable, particularly supported by the US private sector, inflationary pressures in the developed world should remain subdued, and the global liquidity environment looks like it will continue to be highly supportive.

The headwinds relate to the fragile nature of the European cycle, the excess leverage in the West and lack of policy tools available to address this. More recently challenges such as rising volatility and the yield adjustment process in the bond markets present fresh obstacles.

Ultimately, we view the approach being taken by the US Federal Reserve as appropriate. Monetary policy will be highly important for managing economic cycles over the coming years, and whilst economic data is robust, it makes sense to reduce leverage in central banks and maintain credibility.

## Summary of Accounts

Accounting Dates	Distribution Payment Dates
1 June / 1 December	1 February / 1 May / 1 August / 1 November

### Distribution Statement

On 1 August 2013 an interim distribution of 0.7337p per share will be paid to Retail income shareholders and 0.9594p per share will be reinvested on behalf of Retail accumulation shareholders.

### Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depository, custody, FCA, publication, audit fees and transaction charges. Collectively these fees are known as other expenses.

The sub-fund has invested primarily in collective investment schemes and the fees incurred by the schemes in relation to the sub-fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in collective investment schemes.

Expense Type	Period to 01.06.13	Year to 01.12.12
<b>Retail income</b>		
ACD's periodic charge	0.80%	0.80%
Synthetic OCF	0.67%	0.60%
Other expenses	0.01%	0.03%
Ongoing Charges Figure*	1.48%	1.43%
<b>Retail accumulation</b>		
ACD's periodic charge	0.80%	0.80%
Synthetic OCF	0.67%	0.60%
Other expenses	0.01%	0.03%
Ongoing Charges Figure*	1.48%	1.43%

\* The current period OCF is annualised based on the fees suffered during the accounting period.

# Balanced

## Summary of Accounts (continued)

### Net Asset Values

Accounting Date	Share Description	Net Value Per Share (pence)	Number of Shares in Issue	Net Asset Value (£)
1 December 2010	Retail income	109.5	3,303,263	3,617,944
	Retail accumulation	136.2	170,536,753	232,219,606
1 December 2011	Retail income	107.0	3,084,526	3,300,254
	Retail accumulation	136.3	155,627,664	212,187,117
1 December 2012	Retail income	116.1	2,855,134	3,313,563
	Retail accumulation	151.2	135,693,359	205,154,013
1 June 2013	Retail income	127.4	2,827,811	3,601,469
	Retail accumulation	167.7	130,416,584	218,690,281

### Share Price & Distribution

Calendar Year	Share Description	Highest Share Price (pence)	Lowest Share Price (pence)	Distribution per Share (pence)
2008	Retail income	122.3	87.02	4.2529
	Institutional income*	125.0	111.8	2.0269
	Retail accumulation	137.3	100.8	4.8385
	Institutional accumulation*	139.5	126.1	2.2744
2009	Retail income	106.2	81.09	3.1916
	Retail accumulation	128.4	96.16	3.7834
2010	Retail income	114.0	102.3	3.0149
	Retail accumulation	141.5	124.7	3.6570
2011	Retail income	115.7	102.4	2.7263
	Retail accumulation	145.1	129.7	3.4213
2012	Retail income	117.2	108.1	2.5038
	Retail accumulation	152.8	138.1	3.2165
2013**	Retail income	130.8	117.1	0.7337
	Retail accumulation	171.2	152.7	0.9594

\* The Institutional income and the Institutional accumulation share classes closed on 11 June 2008.

\*\* To 1 June 2013.

# Balanced International Tracking

## Fund Facts

### Investment Objective

The sub-fund's investment objective is to provide a long term balanced return of capital and income growth through investment predominantly in a range of global equity and bond index tracker funds.

### Investment Policy and Strategy

The sub-fund will be invested in regulated collective investment schemes to provide an internationally diversified portfolio of equities and bonds. The investment adviser may also invest in schemes that invest in other transferable securities, deposits and money market instruments, if in the opinion of the investment adviser they are appropriate to achieve the objective of the sub-fund. The sub-fund will invest in schemes which are managed passively and actively including any combination of schemes which are run on full replication, partial replication, representative sampling or other techniques that seek to achieve a return in line with a representative index for a particular market before charges. The investment adviser will allocate the sub-fund's property to such schemes in a proportion that in the opinion of the investment adviser is appropriate in meeting the sub-fund's objective.

Derivatives were used during this review period for the purpose of securing efficient portfolio management. The sub-fund holds no derivatives which could impact the value of the sub-fund significantly. We did not utilise the sub-fund's borrowing facility other than to facilitate timely settlement of stock purchases.

### Investment Adviser

Santander Asset Management UK Limited

## Fund Profile

### Portfolio of Investments

Spread of investments	% of total net assets as at 01/06/13	% of total net assets as at 01/12/12
Collective Investment Schemes	92.04	91.99
Futures	(0.06)	0.01
Net other assets	8.02	8.00
<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>

### Major Holdings

The top holdings at the end of this period and the previous period are shown below.

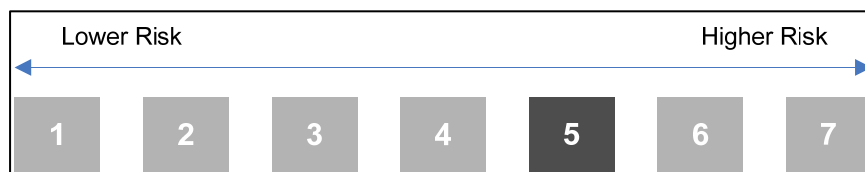
Holding	% of sub-fund as at 01/06/13	Holding	% of sub-fund as at 01/12/12
Santander Stockmarket 100 Tracker Growth Unit Trust	30.73	Santander Stockmarket 100 Tracker Growth Unit Trust	30.95
BlackRock North American Equity Tracker D	24.33	BlackRock North American Equity Tracker D	24.03
BlackRock Corporate Bond Tracker D	15.95	BlackRock Corporate Bond Tracker D	16.89
BlackRock Continental Europe Equity Tracker D	8.85	BlackRock Continental Europe Equity Tracker D	8.82
BlackRock Japan Equity Tracker D	6.47	BlackRock Japan Equity Tracker D	5.92
BlackRock UK Gilts All Stocks Tracker D	5.71	BlackRock UK Gilts All Stocks Tracker D	5.38
FTSE 100 Stock Index Jun '12	(0.06)		

## Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks will include risks of bankruptcy of companies held, risks from foreign exchange and risks of adverse effects from changes in interest rates. The sub-fund does not borrow in the normal course of business and has no material exposure to unlisted securities. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective.

# Balanced International Tracking

## Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the sub-fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

## Fund Performance

Percentage Price Change from 2 December 2012 to 1 June 2013	
Santander Multi-Manager Balanced International Tracking OEIC	14.00%
IMA Mixed Investment 40-85% Shares	12.65%
37.5% FTSE All Share TR/ 8.6% FT World Europe ex UK/ 22.8% FT World USA/6.1% FT World Japan/ 15% IBOXX £ Non Gilts/10% FT All Stocks Gilt	14.60%

*Source Lipper - bid to bid, net of fees, net income reinvested.*

*Past performance is not a guarantee of future returns. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.*

The sub-fund produced a positive return delivering 14% during the period under review. The sub-fund's IMA Mixed Investment 40-85% Shares Sector delivered 12.65%, while the composite benchmark (37.5% FTSE All Share TR/ 8.6% FT World Europe ex UK/ 22.8% FT World USA/6.1% FT World Japan/ 15% IBOXX £ Non Gilts/10% FT All Stocks Gilt) delivered 14.60% over the same period.

## Market Review

The New Year started with optimism for equity markets, driven mostly by the progression made by US policy makers on tackling the so called 'fiscal cliff' and a more stable economic backdrop. These factors led to significant flows into equities as investors stayed away from bonds.

In March, markets had to contend with a resurgence of the Eurozone crisis, caused by Italy's electorate rejecting the austerity policies demanded by the European Central Bank and International Monetary Fund. Meanwhile, in the UK, concerns about the economy emerged following the downgrading of the country's AAA status by Moody's credit ratings agency. Fears were fuelled further when the Chancellor of the Exchequer announced a cut to this year's growth forecast in the Budget. On the other hand, bond markets generally delivered positive returns as another turnaround in risk appetite driven by the bailout dilemma in Cyprus led towards a rotation into sovereign bond markets. Within the Fixed Income sector, there was limited differentiation between government and corporate bond returns as whilst the corporate sector was strong, credit spreads had already significantly tightened since the beginning of the year and therefore marginally rose from tight levels.

Towards the end of the period under review, events in Europe remained on the agenda, while weak manufacturing data, notably in Germany and the UK, reignited worries over growth prospects in the region as a whole. Despite this, most equity markets still delivered positive returns whilst bond markets were generally weaker.



# Balanced International Tracking

## Fund Performance (continued)

### Investment Outlook

Whilst we maintain a constructive view for equity markets over the medium term, we advocate a more cautious stance over the coming quarter. This relates to the potentially disruptive effects across financial assets from a yield adjustment process in fixed income, and a more vulnerable climate in the developing world. The potential exists for elevated volatility across a number of assets which weakens the outlook on a risk adjusted basis. This is the reason why we remain bearish for the majority of fixed interest assets over most time horizons.

The supportive factors for equity markets remain hence we are retaining a constructive medium term view. Global growth is likely to be stable, particularly supported by the US private sector, inflationary pressures in the developed world should remain subdued, and the global liquidity environment looks like it will continue to be highly supportive.

The headwinds relate to the fragile nature of the European cycle, the excess leverage in the West and lack of policy tools available to address this. More recently challenges such as rising volatility and the yield adjustment process in the bond markets present fresh obstacles.

Ultimately, we view the approach being taken by the US Federal Reserve as appropriate. Monetary policy will be highly important for managing economic cycles over the coming years, and whilst economic data is robust, it makes sense to reduce leverage in central banks and maintain credibility.

## Summary of Accounts

Accounting Dates	Distribution Payment Dates
1 June / 1 December	1 February / 1 August

### Distribution Statement

On 1 August 2013 an interim distribution payment of 0.7805p per share will be reinvested on behalf of Retail accumulation shareholders.

### Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the ACD's periodic charge. Safe custody, audit, publication and FCA fees are borne by the ACD. The OCF expenses incurred by the underlying funds, the synthetic OCF, are rebated back to the sub-fund by the ACD.

Expense Type	Period to 01.06.13	Year to 01.12.12
<b>Retail accumulation</b>		
ACD's periodic charge	1.50%	1.50%
Ongoing Charges Figure*	1.50%	1.50%

\* The current period OCF is annualised based on the fees suffered during the accounting period.

### Net Asset Values

Accounting Date	Share Description	Net Value Per Share (pence)	Number of Shares in Issue	Net Asset Value (£)
1 December 2010	Retail accumulation	193.7	73,145,805	141,662,437
1 December 2011	Retail accumulation	196.1	83,614,503	163,986,045
1 December 2012	Retail accumulation	214.3	88,102,040	188,794,236
1 June 2013	Retail accumulation	243.8	90,233,660	220,027,772

# Balanced International Tracking

## Summary of Accounts (continued)

### Share Price & Distribution

Calendar Year	Share Description	Highest Share Price (pence)	Lowest Share Price (pence)	Distribution per Share (pence)
2008	Retail accumulation	193.4	141.5	3.2128
2009	Retail accumulation	185.7	134.8	2.7606
2010	Retail accumulation	203.4	175.9	1.0880
2011	Retail accumulation	208.3	183.4	1.6717
2012	Retail accumulation	216.7	196.8	2.0399
2013*	Retail accumulation	249.6	215.9	0.7805

\* To 1 June 2013.

# Bond Monthly Income

## Fund Facts

### Investment Objective

The sub-fund's investment objective is to invest in regulated collective investment schemes which aim to achieve a better return than that available from cash over the long term, through a portfolio that is invested in bonds.

### Investment Policy and Strategy

During the period under review the ACD monitored the investment activities to ensure consistent application of investment techniques, processes and compliance with the terms of their Investment Management Agreement.

### Investment Adviser

Santander Asset Management UK Limited

## Fund Profile

### Portfolio of Investments

Spread of investments	% of total net assets as at 01/06/13	% of total net assets as at 01/12/12
Collective Investment Schemes	98.47	99.46
Net other assets	<u>1.53</u>	<u>0.54</u>
<b>Total net assets</b>	<b><u>100.00</u></b>	<b><u>100.00</u></b>

### Major Holdings

The top holdings at the end of this period and the previous period are shown below.

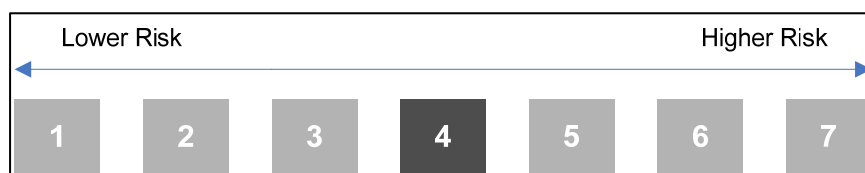
Holding	% of sub-fund as at 01/06/13	Holding	% of sub-fund as at 01/12/12
Santander Sterling Corporate Bond Fund	19.57	Santander Sterling Government Bond Fund	21.96
Santander Sterling Government Bond Fund	15.50	Santander Corporate Bond Fund	20.12
Fidelity MoneyBuilder Income D	9.89	Insight Investment Discretionary Fund	9.97
Insight Investment Discretionary Fund	9.42	Fidelity MoneyBuilder Income D	9.34
Jupiter Strategic Bond Fund	8.58	Jupiter Strategic Bond Fund	9.31
Kames Investment Grade Bond Fund	8.22	M&G Corporate Bond Fund	8.27
M&G Corporate Bond Fund	7.99	Kames Investment Grade Bond Fund	7.56
Legal & General Dynamic Bond Trust	6.52	Legal & General Dynamic Bond Trust	6.08
Legg Mason Brandywine Global Opportunistic Fixed Income	6.47	M&G Strategic Corporate Bond Fund A	5.50
M&G Strategic Corporate Bond Fund A	3.35	BlackRock Corporate Bond Tracker D	1.35
Kames Strategic Bond Fund	2.96		

## Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks will include risks of bankruptcy of corporate bonds held, risks from foreign exchange and risks of adverse effects from changes in interest rates. The sub-fund does not borrow in the normal course of business and has no material exposure to unlisted securities. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective.

# Bond Monthly Income

## Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the sub-fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

## Fund Performance

Percentage Price Change from 2 December 2012 to 1 June 2013	
Santander Multi-Manager Bond Monthly Income OEIC	2.21%
IMA £ Strategic Bond	3.58%
75% IBOXX £ Non Gilts/25% FT All Stocks Gilt	1.81%

*Source Lipper - bid to bid, net of fees, net income reinvested.*

*Past performance is not a guarantee of future returns. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.*

The sub-fund produced a positive return delivering 2.21% during the period under review. However, the sub-fund did not manage to outperform the IMA £ Strategic Bond Sector which delivered 3.58% but did outperform its composite benchmark (75% IBOXX £ Non Gilts/25% FT All Stocks Gilt) which produced 1.81% over the same period.

## Market Review

The New Year saw fixed income underperform as investors' risk appetite improved and progression from US policy makers in addressing the 'fiscal cliff' led to investors moving into other asset classes such as equities and staying away from bonds.

In March, however, bond markets generally delivered positive returns as another turnaround in risk appetite driven by Cyprus led towards a rotation into sovereign bond markets. Within the Fixed Interest sector, there was limited differentiation from government and corporate bond returns as whilst the Corporate sector was strong, credit spreads had already significantly tightened since the beginning of the year and therefore marginally rose from tight levels.

Due to a sell off during the second half of May, bond markets were generally weaker at the end of the period under review. The predominant driver related to growing global concern that the Federal Reserve would begin to taper its bond purchasing programme earlier than expected. This led markets to reassess interest expectations and caused a rise in bond yields which caused volatility across risk assets and hence, spreads widened. Corporate bonds continued to outperform government bonds, but still delivered negative returns over the month.

## Investment Outlook

Looking ahead, although the environment is currently supportive for bond markets with liquidity in the system and accommodative monetary policies in place, we are increasing our cautious approach. This is due to the recent adjustment in yields and less supportive valuations in comparison to the past couple of years. We are also mindful of signs of liquidity abating, prompted by the recent talk of Quantitative Easing being tapered. If this happens and the global economy continues to stabilise, we are likely to see more 'risk on/risk off' moves within markets, with the latter causing investors to shift out of bonds and into equities. Within the asset class, we are more optimistic about the prospects for corporate bonds in relation to government bonds as corporate balance sheets still remain strong.

# Bond Monthly Income

## Summary of Accounts

Accounting Dates	Distribution Payment Dates
1 June / 1 December	Monthly on 1 <sup>st</sup> of each month

### Distribution Statement

On 1 July 2013 an interim distribution of 0.1900p per share was paid to Retail income shareholders and 0.2800p per share was reinvested on behalf of Retail accumulation shareholders.

### Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depository, custody, FCA, publication, audit fees and transaction charges. Collectively these fees are known as other expenses.

The sub-fund has invested primarily in collective investment schemes and the fees incurred by the schemes in relation to the sub-fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in collective investment schemes.

## Summary of Accounts

Expense Type	Period to 01.06.13	Year to 01.12.12
<b>Retail income</b>		
ACD's periodic charge	0.50%	0.50%
Synthetic OCF	0.52%	0.49%
Other expenses	0.04%	0.09%
Ongoing Charges Figure*	1.06%	1.08%
<b>Retail accumulation</b>		
ACD's periodic charge	0.50%	0.50%
Synthetic OCF	0.52%	0.49%
Other expenses	0.04%	0.09%
Ongoing Charges Figure*	1.06%	1.08%

\* The current period OCF is annualised based on the fees suffered during the accounting period.

### Net Asset Values

Accounting Date	Share Description	Net Value Per Share (pence)	Number of Shares in Issue	Net Asset Value
1 December 2010	Retail income	83.38	14,825,312	12,360,661
	Retail accumulation	112.0	11,753,667	13,169,406
1 December 2011	Retail income	84.25	13,040,010	10,986,843
	Retail accumulation	117.2	10,557,753	12,375,838
1 December 2012	Retail income	91.25	11,852,408	10,815,453
	Retail accumulation	131.2	8,354,489	10,962,665
1 June 2013	Retail income	91.95	11,526,221	10,598,729
	Retail accumulation	133.9	7,668,371	10,265,902

# Bond Monthly Income

## Summary of Accounts (continued)

### Share Price & Distribution

Calendar Year	Share Description	Highest Share Price (pence)	Lowest Share Price (pence)	Distribution per Share (pence)
2008	Retail income	94.21	76.99	4.4171
	Retail accumulation	111.5	95.10	5.3272
	Institutional income*	94.94	88.90	2.3196
	Institutional accumulation	112.6	95.58	5.3687
2009	Retail income	83.01	69.06	3.0150
	Retail accumulation	107.4	86.95	3.8152
	Institutional accumulation	107.8	87.39	3.8396
2010	Retail income	86.88	81.42	3.0845
	Retail accumulation	116.0	105.8	4.0570
	Institutional accumulation**	110.4	106.2	1.8380
2011	Retail income	86.71	81.69	2.9043
	Retail accumulation	120.3	110.4	3.9624
2012	Retail income	91.74	86.13	2.8596
	Retail accumulation	131.7	120.1	3.5880
2013***	Retail income	93.69	90.01	1.1400
	Retail accumulation	136.1	129.9	1.6800

\* The Institutional income share class closed on 11 June 2008.

\*\* The Institutional accumulation share class closed on 18 May 2010.

\*\*\* To 1 June 2013.

# Cautious

## Fund Facts

### Investment Objective

The sub-fund's investment objective is to invest in regulated collective investment schemes which aim to provide a better return than that available from cash over the long term by investing in a range of quoted investments with some potential for capital growth over the long term.

### Investment Policy and Strategy

The portion of the assets under the management of each investment adviser is chosen by the ACD and varies at the ACD's discretion. The securities are selected to achieve high risk-adjusted returns over the longer term. The portfolio remained fully invested during the period.

### Investment Adviser

Santander Asset Management UK Limited

## Fund Profile

### Portfolio of Investments

Spread of investments	% of total net assets as at 01/06/13	% of total net assets as at 01/12/12
Collective Investment Schemes	99.49	99.74
Net other assets	<u>0.51</u>	<u>0.26</u>
<b>Total net assets</b>	<b><u>100.00</u></b>	<b><u>100.00</u></b>

### Major Holdings

The top 10 holdings at the end of this period and the previous period are shown below.

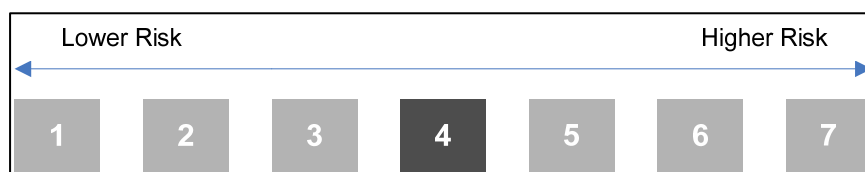
Holding	% of sub-fund as at 01/06/13	Holding	% of sub-fund as at 01/12/12
Santander Corporate Bond Fund	12.51	Santander Sterling Government Bond Fund	15.36
Santander Sterling Government Bond Fund	11.12	Santander Corporate Bond Fund	12.31
Insight Investment Discretionary Fund	9.39	Fidelity MoneyBuilder Income D	9.19
Fidelity MoneyBuilder Income D	9.17	Insight Investment Discretionary Fund	8.94
M&G Optimal Income Fund A	7.66	M&G Optimal Income Fund A	8.92
Jupiter Strategic Bond Fund	6.15	Jupiter Strategic Bond Fund	7.59
Kames Investment Grade Bond Fund	6.11	BlackRock Corporate Bond Tracker D	7.46
M&G Corporate Bond Fund	5.32	Legal & General Dynamic Bond Trust	5.65
Legal & General Dynamic Bond Trust	4.72	JP Morgan US Select Equity Fund C	3.76
Legg Mason Brandywine Global Opportunistic Fixed Income	4.69	Kames UK Equity Fund B	3.75

## Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks will include risks of bankruptcy of companies held, risks from foreign exchange and risks of adverse effects from changes in interest rates. The sub-fund does not borrow in the normal course of business and has no material exposure to unlisted securities. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective.

# Cautious

## Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the sub-fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

## Fund Performance

Percentage Price Change from 2 December 2012 to 1 June 2013	
Santander Multi-Manager Cautious OEIC	6.03%
IMA Mixed Investment 20-60%	8.47%
10% FTSE All Share TR/3.3% FT World Europe ex UK/3.3% FT World USA/1.3% FT World Japan/2% FT All World Asia Pacific ex Japan/ 60% IBOXX £ Non Gilts/20% FT All Stocks Gilt	4.90%

*Source Lipper - bid to bid, net of fees, net income reinvested.*

*Past performance is not a guarantee of future returns. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.*

The sub-fund produced a positive return delivering 6.03% during the period under review. However, the sub-fund did not manage to outperform the IMA Mixed Investment 20-60% Sector which delivered 8.47% but did outperform its composite benchmark (10% FTSE All Share TR/3.3% FT World Europe ex UK/3.3% FT World USA/1.3% FT World Japan/2% FT All World Asia Pacific ex Japan/ 60% IBOXX £ Non Gilts/20% FT All Stocks Gilt) which produced 4.90% over the same period.

## Market Review

The New Year started with optimism for equity markets, driven mostly by the progression made by US policy makers on tackling the so called 'fiscal cliff' and a more stable economic backdrop. These factors led to significant flows into equities as investors stayed away from bonds.

In March, markets had to contend with a resurgence of the Eurozone crisis, caused by Italy's electorate rejecting the austerity policies demanded by the European Central Bank and International Monetary Fund. Meanwhile, in the UK, concerns about the economy emerged following the downgrading of the country's AAA status by Moody's credit ratings agency. Fears were fuelled further when the Chancellor of the Exchequer announced a cut to this year's growth forecast in the Budget. On the other hand, bond markets generally delivered positive returns as another turnaround in risk appetite driven by the bailout dilemma in Cyprus led towards a rotation into sovereign bond markets. Within the Fixed Income sector, there was limited differentiation between government and corporate bond returns as whilst the corporate sector was strong, credit spreads had already significantly tightened since the beginning of the year and therefore marginally rose from tight levels.

Towards the end of the period under review, events in Europe remained on the agenda, while weak manufacturing data, notably in Germany and the UK, reignited worries over growth prospects in the region as a whole. Despite this, most equity markets still delivered positive returns whilst bond markets were generally weaker.



# Cautious

## Fund Performance (continued)

### Investment Outlook

Whilst we maintain a constructive view for equity markets over the medium term, we advocate a more cautious stance over the coming quarter. This relates to the potentially disruptive effects across financial assets from a yield adjustment process in fixed income, and a more vulnerable climate in the developing world. The potential exists for elevated volatility across a number of assets which weakens the outlook on a risk adjusted basis. This is the reason why we remain bearish for the majority of fixed interest assets over most time horizons.

The supportive factors for equity markets remain hence we are retaining a constructive medium term view. Global growth is likely to be stable, particularly supported by the US private sector, inflationary pressures in the developed world should remain subdued, and the global liquidity environment looks like it will continue to be highly supportive.

The headwinds relate to the fragile nature of the European cycle, the excess leverage in the West and lack of policy tools available to address this. More recently challenges such as rising volatility and the yield adjustment process in the bond markets present fresh obstacles.

Ultimately, we view the approach being taken by the US Federal Reserve as appropriate. Monetary policy will be highly important for managing economic cycles over the coming years, and whilst economic data is robust, it makes sense to reduce leverage in central banks and maintain credibility.

## Summary of Accounts

Accounting Dates	Distribution Payment Dates
1 June / 1 December	1 February / 1 May / 1 August / 1 November

### Distribution Statement

On 1 August 2013 an interim distribution of 0.6249p per share will be paid to Retail income shareholders and 0.8612p per share reinvested on behalf of Retail accumulation shareholders.

### Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depository, custody, FCA, publication, audit fees and transaction charges. Collectively these fees are known as other expenses.

The sub-fund has invested primarily in collective investment schemes and the fees incurred by the schemes in relation to the sub-fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in collective investment schemes.

Expense Type	Period to 01.06.13	Year to 01.12.12
<b>Retail income</b>		
ACD's periodic charge	0.80%	0.80%
Synthetic OCF	0.58%	0.51%
Other expenses	0.02%	0.05%
Ongoing Charges Figure (OCF)	1.40%	1.36%
<b>Retail accumulation</b>		
ACD's periodic charge	0.80%	0.80%
Synthetic OCF	0.58%	0.51%
Other expenses	0.02%	0.05%
Ongoing Charges Figure (OCF)	1.40%	1.36%

\* The current period OCF is annualised based on the fees suffered during the accounting period.

# Cautious

## Summary of Accounts (continued)

### Net Asset Values

Accounting Date	Share Description	Net Value Per Share (pence)	Number of Shares in Issue	Net Asset Value
1 December 2010	Retail income	90.41	4,965,287	4,489,038
	Retail accumulation	117.0	52,108,782	60,955,644
1 December 2011	Retail income	89.93	4,137,429	3,720,879
	Retail accumulation	120.0	47,235,167	56,664,535
1 December 2012	Retail income	97.14	3,800,072	3,691,363
	Retail accumulation	132.9	39,850,690	52,969,234
1 June 2013	Retail income	101.6	3,603,116	3,659,952
	Retail accumulation	140.6	38,345,458	53,917,096

### Share Price & Distribution

Calendar Year	Share Description	Highest Share Price (pence)	Lowest Share Price (pence)	Distribution per Share (pence)
2008	Retail income	102.9	80.63	4.3183
	Retail accumulation	118.6	96.36	5.0586
	Institutional income*	104.5	96.02	2.2407
	Institutional accumulation*	120.8	112.8	2.6041
2009	Retail income	89.64	73.07	2.9841
	Retail accumulation	111.6	89.75	3.6744
2010	Retail income	94.01	88.31	2.9670
	Retail accumulation	120.8	110.5	3.7457
2011	Retail income	92.78	88.66	2.7730
	Retail accumulation	122.4	117.4	3.6326
2012	Retail income	97.87	91.68	2.4235
	Retail accumulation	134.1	122.4	3.2655
2013	Retail income**	103.8	97.68	1.1792
	Retail accumulation**	142.9	133.8	1.6224

\* The institutional income and institutional accumulation share classes closed on 11 June 2008.

\*\* To 1 June 2013.

# Equity

## Fund Facts

### Investment Objective

The sub-fund's investment objective is to invest in regulated collective investment schemes which aim to achieve long term equity growth through investment in a broadly diversified portfolio of global equities.

### Investment Policy and Strategy

The portion of the assets under the management of each investment adviser is chosen by the ACD and varies at the ACD's discretion. The securities are selected to achieve high risk-adjusted returns over the longer term. The portfolio remained fully invested.

### Investment Adviser

Santander Asset Management UK Limited

## Fund Profile

### Portfolio of Investments

Spread of investments	% of total net assets as at 01/06/13	% of total net assets as at 01/12/12
Collect Investment Schemes	99.90	99.06
Net other assets	0.10	0.94
<b>Total net assets</b>	<b><u>100.00</u></b>	<b><u>100.00</u></b>

### Major Holdings

The top 10 holdings at the end of this period and the previous period are shown below.

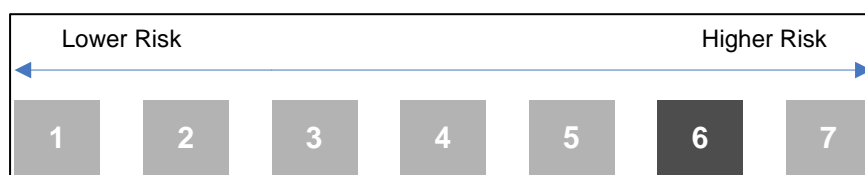
Holding	% of sub-fund as at 01/06/13	Holding	% of sub-fund as at 01/12/12
Santander UK Growth Unit Trust	11.05	Santander UK Growth Unit Trust	11.99
BlackRock UK Equity A	8.15	BlackRock UK Equity A	8.44
JP Morgan US Select Equity Fund C	6.57	iShares – MSCI Europe Ex-UK	7.61
Kames UK Equity B shares	5.89	JP Morgan US Select Equity Fund C	7.21
Cazenove UK Opportunities	5.80	Cazenove UK Opportunities	5.95
iShares – FTSE 100	4.96	Kames UK Equity Fund B	5.57
BlackRock European Dynamic Fund A	4.87	db X-trackers MSCI USA	5.42
Santander Euro Equity Class IKP	4.54	BlackRock European Dynamic Fund A	5.16
Aberdeen Global Asia Pacific Equity Fund	4.51	iShares – FTSE 100	4.87
Fidelity UK Select Fund	3.92	Santander Euro Equity Class IKP	4.25

## Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks will include risks of bankruptcy of companies held, risks from foreign exchange and risks of adverse effects from changes in interest rates. The sub-fund does not borrow in the normal course of business and has no material exposure to unlisted securities. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective.

# Equity

## Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the sub-fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

## Fund Performance

Percentage Price Change from 2 December 2012 to 1 June 2013	
Santander Multi-Manager Equity OEIC	17.75%
IMA Global	18.82%
50% FTSE All Share TR/16.7% FT World Europe ex UK/16.7% FT World USA/6.7% FT World Japan/10% FT All World Asia Pacific ex Japan	17.40%

*Source Lipper - bid to bid, net of fees, net income reinvested.*

*Past performance is not a guarantee of future returns. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.*

The sub-fund produced a positive return delivering 17.75% during the period under review. However, the sub-fund did not manage to outperform the IMA Global Sector which delivered 18.82% but did outperform its composite benchmark (50% FTSE All Share TR/16.7% FT World Europe ex UK/16.7% FT World USA/6.7% FT World Japan/10% FT All World Asia Pacific ex Japan) which produced 17.40% over the same period.

## Market Review

The New Year started with optimism for equity markets, driven mostly by the progression made by US policy makers on tackling the so called 'fiscal cliff' and a more stable economic backdrop. These factors led to significant flows into equities.

In March, markets had to contend with a resurgence of the Eurozone crisis, caused by Italy's electorate rejecting the austerity policies demanded by the European Central Bank and International Monetary Fund. Meanwhile, in the UK, concerns about the economy emerged following the downgrading of the country's AAA status by Moody's credit ratings agency. Fears were fuelled further when the Chancellor of the Exchequer announced a cut to this year's growth forecast in the Budget.

Towards the end of the period under review, events in Europe remained on the agenda, while weak manufacturing data, notably in Germany and the UK, together with the bailout dilemma in Cyprus reignited worries over growth prospects in the region as a whole. Despite this, most equity markets still delivered positive returns.

## Investment Outlook

Whilst we maintain a constructive view for equity markets over the medium term, we advocate a more cautious stance over the coming quarter. This relates to the potentially disruptive effects across financial assets from a yield adjustment process in fixed income, and a more vulnerable economic climate in the developing world.

The supportive factors for equity markets remain, hence why we are retaining a constructive medium term view. Global growth is likely to be stable, particularly supported by the US private sector, inflationary pressures in the developed world should remain subdued and the global liquidity environment looks like it will continue to be highly supportive.

# Equity

## Fund Performance (continued)

### Investment Outlook (continued)

The challenges relate to the fragile nature of the European cycle, the excess leverage in the West and lack of policy tools available to address this. More recently, concerns such as rising volatility and the yield adjustment process in the bond markets present fresh obstacles.

Ultimately, we view the approach being taken by the US Federal Reserve as appropriate. Monetary policy will be highly important for managing economic cycles over the coming years, and whilst economic data is robust, it makes sense to reduce leverage in central banks and maintain credibility.

## Summary of Accounts

Accounting Dates	Distribution Payment Dates
1 June / 1 December	1 February / 1 August

### Distribution Statement

On 1 August 2013 an interim distribution of 0.6852p per share will be reinvested on behalf of Retail accumulation shareholders.

### Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depository, custody, FCA, publication, audit fees and transaction charges. Collectively these fees are known as other expenses.

The sub-fund has invested primarily in collective investment schemes and the fees incurred by the schemes in relation to the sub-fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in collective investment schemes.

Expense Type	Period to 01.06.12	Year to 01.12.11
<b>Retail accumulation</b>		
ACD's periodic charge	0.80%	0.80%
Synthetic OCF	0.73%	0.69%
Other expenses	0.01%	0.03%
Ongoing Charges Figure*	1.54%	1.52%

\* The current period OCF is annualised based on the fees suffered during the accounting period.

### Net Asset Values

Accounting Date	Share Description	Net Value Per Share (pence)	Number of Shares in Issue	Net Asset Value
1 December 2010	Retail accumulation	154.3	110,294,303	170,236,190
1 December 2011	Retail accumulation	148.4	102,599,330	152,245,008
1 December 2012	Retail accumulation	162.4	91,887,120	149,182,328
1 June 2013	Retail accumulation	189.8	86,407,523	163,999,357

# Equity

## Summary of Accounts (continued)

### Share Price & Distribution

Calendar Year	Share Description	Highest Share Price (pence)	Lowest Share Price (pence)	Distribution per Share (pence)
2008	Retail accumulation	161.3	100.8	2.2673
	Institutional accumulation*	164.0	141.2	0.7315
2009	Retail accumulation	145.6	97.47	2.9577
2010	Retail accumulation	165.2	134.5	1.9204
2011	Retail accumulation	170.0	136.1	1.6502
2012	Retail accumulation	165.3	146.1	1.6736
2013**	Retail accumulation	195.7	164.8	0.6852

\* The Institutional accumulation share class closed on 11 June 2008.

\*\* To 1 June 2013.

# Growth

## Fund Facts

### Investment Objective

The sub-fund's investment objective is to invest in regulated collective investment schemes which aim to achieve long term growth through investment in a broadly diversified portfolio of global equities and bonds.

### Investment Policy and Strategy

The portion of the assets under the management of each investment adviser is chosen by the ACD and varies at the ACD's discretion. The securities are selected to achieve high risk-adjusted returns over the longer term. The portfolio remained fully invested.

### Investment Adviser

Santander Asset Management UK Limited

## Fund Profile

### Portfolio of Investments

Spread of investments	% of total net assets as at 01/06/13	% of total net assets as at 01/12/12
Collective Investment Schemes	99.73	99.97
Net other assets	<u>0.27</u>	<u>0.03</u>
<b>Total net assets</b>	<b><u>100.00</u></b>	<b><u>100.00</u></b>

### Major Holdings

The top 10 holdings at the end of this period and the previous period are shown below.

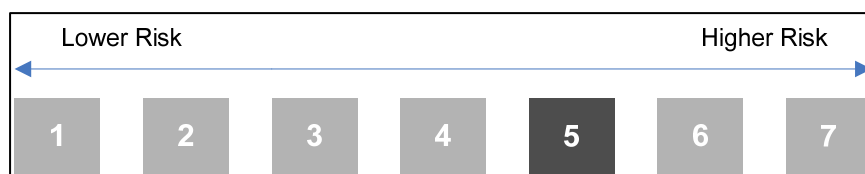
Holding	% of sub-fund as at 01/06/13	Holding	% of sub-fund as at 01/12/12
Santander UK Growth Unit Trust	7.97	Santander UK Growth Unit Trust	8.03
BlackRock UK Equity Fund A	6.02	BlackRock UK Equity A	7.04
JPMorgan US Select Equity Fund C	5.21	JP Morgan US Select Equity Fund C	6.47
Jupiter Japan Income Fund	5.00	iShares – MSCI Europe Ex-UK	6.23
Kames UK Equity B shares	4.91	Fidelity MoneyBuilder Income D	5.05
Cazenove UK Opportunities	4.72	Insight Investment Discretionary Fund	5.05
M&G Optimal Income Fund A	4.60	Kames UK Equity Fund B	4.61
Insight Investment Discretionary Fund	4.44	M&G Optimal Income Fund A	4.57
Fidelity MoneyBuilder Income D	4.41	Cazenove UK Opportunities	4.18
BlackRock European Dynamic Fund A	4.32	BlackRock European Dynamic Fund A	3.99

## Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks will include risks of bankruptcy of companies held, risks from foreign exchange and risks of adverse effects from changes in interest rates. The sub-fund does not borrow in the normal course of business and has no material exposure to unlisted securities. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective.

# Growth

## Risk and Reward indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the sub-fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

## Fund Performance

Percentage Price Change from 2 December 2012 to 1 June 2013	
Santander Multi-Manager Growth OEIC	14.33%
IMA Mixed Investment 40-85% Shares	12.65%
37.5% FTSE All Share TR/12.5% FT World Europe ex UK/12.5% FT World USA/5% FT World Japan/7.5% FT All World Asia Pacific ex Japan/ 18.75% IBOXX £ Non Gilts/6.25% FT All Stocks Gilt	13.49%

*Source: Lipper – bid to bid, net income reinvested, net of fees.*

*Past performance is not a guarantee of future returns. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.*

Overall the sub-fund's return was positive over the period under review. The sub-fund's IMA Mixed Investment 40-85% Shares Sector delivered 12.65%, while the composite benchmark (37.5% FTSE All Share TR/12.5% FT World Europe ex UK/12.5% FT World USA/5% FT World Japan/7.5% FT All World Asia Pacific ex Japan/ 18.75% IBOXX £ Non Gilts/6.25% FT All Stocks Gilt) delivered 13.49%.

## Market Review

The New Year started with optimism for equity markets, driven mostly by the progression made by US policy makers on tackling the so called 'fiscal cliff' and a more stable economic backdrop. These factors led to significant flows into equities.

In March, markets had to contend with a resurgence of the Eurozone crisis, caused by Italy's electorate rejecting the austerity policies demanded by the European Central Bank and International Monetary Fund. Meanwhile, in the UK, concerns about the economy emerged following the downgrading of the country's AAA status by Moody's credit ratings agency. Fears were fuelled further when the Chancellor of the Exchequer announced a cut to this year's growth forecast in the Budget.

Towards the end of the period under review, events in Europe remained on the agenda, while weak manufacturing data, notably in Germany and the UK, together with the bailout dilemma in Cyprus reignited worries over growth prospects in the region as a whole. Despite this, most equity markets still delivered positive returns.

## Investment Outlook

Whilst we maintain a constructive view for equity markets over the medium term, we advocate a more cautious stance over the coming quarter. This relates to the potentially disruptive effects across financial assets from a yield adjustment process in fixed income, and a more vulnerable economic climate in the developing world.

The supportive factors for equity markets remain, hence why we are retaining a constructive medium term view. Global growth is likely to be stable, particularly supported by the US private sector, inflationary pressures in the developed world should remain subdued and the global liquidity environment looks like it will continue to be highly supportive.

The challenges relate to the fragile nature of the European cycle, the excess leverage in the West and lack of policy tools available to address this. More recently, concerns such as rising volatility and the yield adjustment process in the bond markets present fresh obstacles.



# Growth

## Fund Performance (continued)

### Investment Outlook (continued)

Ultimately, we view the approach being taken by the US Federal Reserve as appropriate. Monetary policy will be highly important for managing economic cycles over the coming years, and whilst economic data is robust, it makes sense to reduce leverage in central banks and maintain credibility.

## Summary of Accounts

Accounting Dates	Distribution Payment Dates
1 June / 1 December	1 February / 1 August

### Distribution Statement

On 1 August 2013 an interim distribution of 1.0492p per share will be reinvested on behalf of Retail accumulation shareholders.

### Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, publication, audit fees and transaction charges. Collectively these fees are known as other expenses.

The sub-fund has invested primarily in collective investment schemes and the fees incurred by the schemes in relation to the sub-fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in collective investment schemes.

Expense Type	Period to 01.06.13	Year to 01.12.12
<b>Retail accumulation</b>		
ACD's periodic charge	0.80%	0.80%
Synthetic OCF	0.72%	0.67%
Other expenses (including transaction charges)	0.02%	0.05%
Ongoing Charges Figure*	1.54%	1.52%

\* The current period OCF is annualised based on the fees suffered during the accounting period.

### Net Asset Values

Accounting Date	Share Description	Net Value Per Share (pence)	Number of Shares in Issue	Net Asset Value
1 December 2010	Retail accumulation	144.4	46,025,173	66,452,992
	Institutional accumulation*	147.7	619,747	915,319
1 December 2011	Retail accumulation	142.0	42,665,063	60,587,803
1 December 2012	Retail accumulation	156.9	37,525,542	58,864,313
1 June 2013	Retail accumulation	178.4	36,002,095	64,235,780

# Growth

## Summary of Accounts (continued)

### Share Price & Distribution

Calendar Year	Share Description	Highest Share Price (pence)	Lowest Share Price (pence)	Distribution per Share (pence)
2008	Retail accumulation	147.7	100.8	3.4655
	Institutional accumulation	150.3	102.9	4.0594
2009	Retail accumulation	136.3	96.86	3.1705
	Institutional accumulation	139.3	98.89	3.3738
2010	Retail accumulation	152.1	129.8	2.4074
	Institutional accumulation	155.6	132.7	2.6340
2011	Retail accumulation	156.2	132.8	2.2089
	Institutional accumulation*	159.4	150.0	n/a
2012	Retail accumulation	159.1	142.5	1.8941
2013**	Retail accumulation	183.0	158.9	1.0492

\* The Institutional accumulation share class closed on 25 March 2011.

\*\* To 1 June 2013.

## **Appointments**

### **Authorised Corporate Director and Registrar**

Santander Asset Management UK Limited  
287 St. Vincent Street  
Glasgow G2 5NB, United Kingdom  
Authorised and regulated by the Financial Conduct Authority

### **Directors**

Jeffrey Conrad Scott  
Juan Alcaraz Lopez  
Javier Marin Romano (resigned 30 May 2013)  
Rami Aboukhair Hurtado  
Robert David Askham  
David William Stewart

### **Investment Adviser**

Santander Asset Management UK Limited  
287 St. Vincent Street  
Glasgow G2 5NB, United Kingdom  
Authorised and regulated by the Financial Conduct Authority

### **Depository**

National Westminster Bank plc  
Trustee & Depositary Services  
Younger Building  
1<sup>st</sup> Floor  
3 Redheughs Avenue  
Edinburgh EH12 9RH, United Kingdom  
Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority

### **Independent Auditors**

Deloitte LLP  
Chartered Accountants and Statutory Auditor  
Lomond House  
9 George Square  
Glasgow G2 1QQ, United Kingdom

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