

Aviva Investors Investment Funds ICVC
Interim Report and Financial Statements

For the six months ended 15 April 2012 (unaudited)



Contents

Company Information	2
Report of the Authorised Corporate Director	3
Manager's Market Review	4
Aggregated Statement of Total Return	5
Aggregated Statement of Change in Net Assets Attributable to Shareholders	5
Aggregated Balance Sheet	6
Notes to the Aggregated Financial Statements	6
Aviva Investors UK Equity Fund	7
Aviva Investors UK Equity Income Fund	13
Aviva Investors UK Ethical Fund	20
Aviva Investors UK Growth Fund	28
Aviva Investors UK Income & Growth Fund	36
Aviva Investors UK Index Tracking Fund	42
Aviva Investors UK Smaller Companies Fund	61
Aviva Investors UK Special Situations Fund	70
Aviva Investors Blue Chip Tracking Fund	77
Aviva Investors Cash Fund	85
Aviva Investors Corporate Bond Fund	92
Aviva Investors Distribution Fund	101
Aviva Investors High Yield Bond Fund	110
Aviva Investors Higher Income Plus Fund	119
Aviva Investors Managed High Income Fund	127
Aviva Investors Monthly Income Plus Fund	138
Aviva Investors Strategic Bond Fund	147
Aviva Investors European Equity Fund	156
Aviva Investors Global Property Fund	164
Aviva Investors International Index Tracking Fund	172
Aviva Investors Balanced Managed Fund	217
Aviva Investors World Leaders Fund	241
Statement of the Authorised Corporate Director's Responsibilities	249
Authorised Corporate Director's Statement	249
General Information	250

Company Information

Authorised Corporate Director

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

Aviva Investors UK Fund Services Limited is owned 50% by Aviva Life Holdings UK Limited and 50% by Aviva Investors Holdings 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
G Boffey
K Moss (resigned 13 March 2012)
P Neville

Administrator and Registrar

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

Investment Managers

For all Funds, except the Aviva Investors UK Special Situations 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 the Aviva Investors UK Special Situations Fund:

Schroder Investment Management Limited
31 Gresham Street
London EC2V 7QA

Authorised and regulated by the Financial Services Authority.

Depository

Citibank International Plc
Citigroup Centre
Canada Square
Canary Wharf
London, E14 5LB

Authorised and regulated by the Financial Services Authority.

Auditors

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

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

Report of the Authorised Corporate Director

The Company

Aviva Investors Investment Funds ICVC ("the Company") is an Open-Ended Investment Company (OEIC) with variable capital incorporated in England and Wales on 9 September 1998. The property of the Company is entrusted to Citibank International Plc ("the Depositary"). The shareholders are not liable for any debts of the Company.

The object of the Company is to invest the scheme property in transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions in accordance with the COLL Sourcebook with the aim of spreading investment risk and giving its shareholders the benefit of the results of the management of that property.

The Company has an umbrella structure which means that it contains many sub-funds, each with a different investment objective. In the financial statements you will find an investment review for each sub-fund which includes details of the investment objectives. There are currently 22 sub-funds in the Aviva Investors Investment Funds ICVC.

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

Authorised Status

From 9 September 1998 the Company has been authorised as an Open-Ended Investment Company under Regulation 7 of the Open-Ended Investment Companies Regulations 1996 (superseded by Regulation 12 of the Open-Ended Investment Companies Regulations 2001).

The Financial Statements

We are pleased to present the annual financial statements of the Company for the six months ended 15 April 2012. The financial statements have been prepared on an aggregated basis including all sub-funds as permitted by the Regulations. As required by the Regulations, information for each of the sub-funds has also been included in these financial statements. On the following pages we review the performance of each of those sub-funds during the period. We hope that you find our review useful and informative.

Annual General Meetings

The Company will not be holding any Annual General Meetings.

Manager's Market Review

Equities

Global equities rebounded during the closing months of 2011 and continued to rally since the turn of the year. US economic indicators have been encouraging and the risk of a global recession has fallen. In addition, the European Central Bank (ECB) pumped over €1 trillion into the region's beleaguered banking sector via long-term refinancing operations, thereby averting a potentially calamitous credit crunch. That encouraged investors to begin unwinding their exceptionally defensive positioning and in turn led to a marked increase in demand for riskier assets, notably emerging-market and small-cap stocks. UK equities recorded a solid performance. A notable feature in recent months has been the outperformance of shares in smaller companies, as investors have switched out of more defensive large-cap stocks. European equities made progress but gains were limited in comparison to the UK and US equity markets. European equity markets struggled amid concern the ongoing euro zone sovereign debt crisis would send the region back into recession.

Fixed Income – Corporate and High-yield bonds

Investment grade and high-yield bonds produced positive returns as investors switched from safe-haven assets into riskier ones. Equities, commodities, riskier government debt and corporate bonds all rose after the ECB took steps to prevent a collapse of the region's financial system. Euro-denominated corporate bonds outperformed sterling issues with borrowing costs for Spanish and Italian utility and telecommunications companies plummeting. Debt issued by financial companies rallied after falling sharply in previous months on concern over companies' exposure to the Greek, Italian and Spanish economies. Financials drew further support from banks' continued effort to reduce the size of their balance sheets as they look to meet strict capital requirements by the middle of 2012. Although Italy's UniCredit opted for a rights issue, other banks embarked upon a combination of asset sales and so called 'liability-management exercises'. That involves repurchasing debt that is trading at a significant discount to its original sale price – a process which boosts profitability. In order to achieve this banks have been offering to purchase back their debt at a premium to the prevailing market price.

Listed Real Estate Assets

The global real estate securities market performed strongly over the period in spite of the difficult macroeconomic environment, characterised by a flurry of political events. Real estate securities proved to provide attractive performance due to their defensive characteristics.

During the fourth quarter of 2011 the global real estate securities market was driven by the US REIT market as employment and manufacturing data picked up and the direct real estate market showed modest signs of growth. In contrast, European real estate securities lagged behind as investors grew increasingly nervous about euro sovereign debt uncertainty. In Asia, performance continued to be highly divergent. The Chinese market recovered lost ground following the interest rate cuts. The Singaporean market also performed well in spite of the government's measures to prevent the residential market from overheating. However, Japan proved to be the main outlier from the positive performing trend as a flux of new equity issuances dampened prices and mutual funds saw redemptions.

From the first quarter of 2012 the positive trend of the market continued, but driven by different regions. The markets in Asia outperformed the Europe region, while North America lagged. In Asia the strongest performing regions were Japan and Singapore. The Japanese market performed well on the back of the general equity market upturn, the policy easing and the announcement that J REITs in the future will be able to buy back shares in combination with an improvement of the corporate governance in the sector. In Singapore the markets performed well, recovering from a weak fourth quarter of 2011. In the last quarter of the year the Singapore government announced several measures to curb the price inflation of the residential sector, impacting the residential developers and the broad sector.

May 2012

Source of market data: FactSet, Bloomberg.

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

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 stocks.

Aggregated Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		319,602		127,036
Revenue	128,463		116,362	
Expenses	(17,711)		(18,272)	
Finance costs: Interest	—		(8)	
Net revenue before taxation	110,752		98,082	
Taxation	(820)		(644)	
Net revenue after taxation		109,932		97,438
Total return before distributions		429,534		224,474
Finance costs: Distributions		(111,328)		(99,867)
Change in net assets attributable to shareholders from investment activities		318,206		124,607

Aggregated Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		5,677,640		5,843,896
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	237,933		191,153	
Less: Amounts payable on cancellation of shares	(272,202)		(330,111)	
		(34,269)		(138,958)
Change in net assets attributable to shareholders from investment activities (see above)		318,206		124,607
Compensation		—		4
Dilution levy		—		94
Retained distribution on accumulation shares		19,465		15,877
Stamp duty reserve tax		(268)		(181)
Unclaimed distribution monies		200		16
Closing net assets attributable to shareholders		5,980,974		5,845,355

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparatives should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset value as at 15 October 2011 was £5,677,640,000.

Aggregated Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		5,795,303		5,438,517
Debtors	97,727		102,537	
Cash and bank balances	175,479		245,875	
Total other assets		273,206		348,412
Total assets		6,068,509		5,786,929
LIABILITIES				
Investment liabilities		(1,911)		(1,421)
Creditors	(34,422)		(51,711)	
Bank overdrafts	(6,232)		(1,520)	
Distribution payable on income shares	(44,970)		(54,637)	
Total other liabilities		(85,624)		(107,868)
Total liabilities		(87,535)		(109,289)
Net assets attributable to shareholders		5,980,974		5,677,640

Notes to the Aggregated Financial Statements

Accounting Policies

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association in October 2010.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 15 October 2011 and are described in those annual financial statements.

Aviva Investors UK Equity Fund

Investment Objective

Long term capital appreciation and income.

Investment Policy

Diversified investment within the UK equity market. Individual security selections will be based on price and long term total return prospects.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 7.94 per cent (share class A), net of fees, which was in line with its peer group, with the median return in the IMA* UK All Companies sector being 7.91 per cent. The Fund comfortably outperformed its benchmark, the FTSE® All Share index, which returned 6.06 per cent.

Strong stock selection was the major factor behind the Fund's outperformance versus its benchmark. The main positive contributors included holdings in speciality chemicals company Johnson Matthey and industrial turnaround specialist Melrose. Strong demand for catalytic converters in Asia and North America buoyed profits at Johnson Matthey, while Melrose benefited from rising demand for turbogenerators and lifting equipment for the oil and gas industry. Takeover activity was a feature of the period and the Fund's stake in hedge fund administrator GlobeOp Financial Services added value. The shares strengthened after financial software provider SS&C Technologies agreed to take over the company and outbid private equity fund TPG Capital. Other positive contributors included Oxford Instruments, which makes tools for industrial research. Its shares rose after its latest trading outlook was well received. Notable detractors included Tesco, whose sales fell after it reported disappointing Christmas trading, and Carnival which saw its share price drop after the Costa Concordia disaster. We maintain holdings in both companies on the basis of their strong long-term potential.

We are reasonably optimistic on the outlook for UK equities which look fairly cheap relative to their long-term history. Furthermore, their yield is attractive, given the very low rates of return available on government bonds and cash. That said, we expect to see ongoing volatility driven by macroeconomic factors such as continuing issues in the euro zone and the upcoming elections in the US. We will continue to work hard at identifying worthwhile investments and would hope that this volatility creates opportunities to purchase stakes in quality companies at knock-down prices.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
BHP Billiton	Barclays
Spirax Sarco Engineering	Charter International
Restaurant Group	Rio Tinto
Standard Chartered	Stagecoach
Aegis	Rentokil Initial

There were only 5 purchases and 5 sales in the period.

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	139,141	202,750,056	68.63
	15.10.10	140,671	189,227,315	74.34
	15.10.11	132,238	176,747,566	74.82
	15.04.12	138,153	172,117,417	80.27
Class 2 (Acc)	15.10.09	26	19,488	132.51
	15.10.10	86	58,154	147.27
	15.10.11	376	246,363	152.55
	15.04.12	831	502,358	165.34
Class 3	15.10.09	53,656	39,384,007	136.24
	15.10.10	58,528	39,667,100	147.55
	15.10.11	46,085	31,043,075	148.45
	15.04.12	49,080	30,817,701	159.26
Class A	15.10.09	7,621	8,472,554	89.94
	15.10.10	12,451	12,781,773	97.41
	15.10.11	14,721	15,017,645	98.03
	15.04.12	21,975	20,900,919	105.14

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	80.01	70.01
	2008	76.94	45.99
	2009	70.79	45.17
	2010	79.00	65.53
	2011	83.60	69.31
	2012**	83.86	76.76
Class 2 (Acc)	2007	142.98	125.18
	2008	139.06	86.16
	2009	136.75	84.70
	2010	156.57	128.10
	2011	167.41	138.82
	2012**	171.08	156.55
Class 3	2007	159.03	139.37
	2008	153.00	91.35
	2009	140.71	89.95
	2010	156.99	130.28
	2011	166.16	137.86
	2012**	166.85	152.53
Class A	2007	104.81	91.59
	2008	100.76	60.28
	2009	92.67	59.06
	2010	103.40	85.78
	2011	109.38	90.61
	2012**	109.57	100.42

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.82%	0.82%
Class 3	0.32%	0.32%
Class A	1.62%	1.62%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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	1.4693	19.88
	2008	1.9548	26.46
	2009	1.6812	22.75
	2010	1.7548	23.75
	2011	2.0731	28.06
	2012*	0.7668	10.38
Class 2 (Acc)	2007	2.9926	22.90
	2008	3.9181	29.98
	2009	3.4687	26.54
	2010	3.7941	29.03
	2011	4.4130	33.77
	2012*	1.7118	13.10
Class 3	2007	3.9300	26.75
	2008	4.8214	32.81
	2009	4.0878	27.82
	2010	4.4335	30.17
	2011	5.1647	35.15
	2012*	2.0530	13.97
Class A	2007	1.4224	14.70
	2008	2.0939	21.64
	2009	1.8262	18.87
	2010	1.8210	18.82
	2011	2.0873	21.57
	2012*	0.6906	7.14

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Channel Islands; Guernsey (0.77%; 2011 0.92%)			
<i>Life Insurance (0.77%; 2011 0.92%)</i>			
648,413	Resolution	1,609	0.77
		1,609	
Channel Islands; Jersey (0.37%; 2011 0.40%)			
<i>Real Estate (0.37%; 2011 0.40%)</i>			
800,000	Max Property	786	0.37
		786	
Luxembourg (0.78%; 2011 0.47%)			
<i>General Financial (0.78%; 2011 0.47%)</i>			
335,949	GlobeOp Financial Services	1,643	0.78
		1,643	
United Kingdom (94.53%; 2011 94.13%)			
<i>Aerospace & Defence (1.30%; 2011 1.36%)</i>			
924,005	BAE Systems	2,732	1.30
<i>Banks (2.01%; 2011 3.33%)</i>			
279,000	Standard Chartered	4,217	2.01
<i>Chemicals (2.63%; 2011 2.13%)</i>			
235,000	Johnson Matthey	5,532	2.63
<i>Electronic & Electrical Equipment (1.34%; 2011 1.14%)</i>			
1,090,026	e2V Technologies	1,300	0.62
128,000	Oxford Instruments	1,518	0.72
<i>Fixed Line Telecommunications (4.38%; 2011 3.94%)</i>			
4,203,052	BT	9,205	4.38
<i>Food & Drug Retailers (2.68%; 2011 3.41%)</i>			
540,964	Sainsbury (J)	1,640	0.78
1,227,852	Tesco	3,994	1.90
<i>Food Producers (1.47%; 2011 1.68%)</i>			
153,078	Unilever	3,078	1.47
<i>Gas, Water & Multiutilities (1.76%; 2011 1.89%)</i>			
576,539	National Grid	3,690	1.76
<i>General Financial (4.85%; 2011 4.64%)</i>			
349,058	Close Brothers	2,607	1.24
1,621,356	Intermediate Capital	4,300	2.05
254,000	Rathbone Brothers	3,274	1.56
<i>General Retailers (1.80%; 2011 1.84%)</i>			
748,159	Majestic Wine	3,260	1.55
1,952,693	Vertu Motors	527	0.25
<i>Health Care Equipment & Services (2.01%; 2011 2.10%)</i>			
691,000	Smith & Nephew	4,225	2.01
<i>Industrial Engineering (2.98%; 2011 2.49%)</i>			
920,882	Melrose	3,867	1.84
107,500	Spirax Sarco Engineering	2,397	1.14
<i>Industrial Transportation (3.79%; 2011 3.56%)</i>			
3,263,174	BBA Aviation	7,114	3.39
441,014	Northgate	840	0.40
<i>Life Insurance (5.17%; 2011 5.03%)</i>			
718,186 f	Aviva	2,236	1.07
3,550,500	Legal & General	4,410	2.10
567,095	Prudential	4,205	2.00

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.53%; 2011 94.13%) (continued)			
<i>Media (4.82%; 2011 5.00%)</i>			
1,302,043	Aegis	2,314	1.10
515,000	Daily Mail & General Trust 'A' Non Vtg	2,328	1.11
316,053	Pearson	3,565	1.70
361,530	Reed Elsevier	1,914	0.91
<i>Mining (9.21%; 2011 7.69%)</i>			
165,500	Anglo American	3,796	1.81
291,500	BHP Billiton	5,603	2.67
282,910	Rio Tinto	9,944	4.73
<i>Mobile Telecommunications (4.92%; 2011 5.62%)</i>			
673,243	Inmarsat	2,878	1.37
4,424,595	Vodafone	7,455	3.55
<i>Oil & Gas Producers (7.75%; 2011 7.94%)</i>			
314,304	BG	4,403	2.10
2,221,440	BP	9,841	4.68
139,326	Tullow Oil	2,044	0.97
<i>Oil Equipment & Services (1.25%; 2011 1.06%)</i>			
239,000	AMEC	2,622	1.25
<i>Pharmaceuticals & Biotechnology (4.51%; 2011 4.81%)</i>			
676,050	GlaxoSmithKline	9,475	4.51
<i>Software & Computer Services (4.46%; 2011 4.49%)</i>			
170,500	Aveva	2,822	1.35
2,248,720	Sage	6,535	3.11
<i>Support Services (8.19%; 2011 7.71%)</i>			
719,651	Babcock International	6,013	2.86
233,442	Bunzl	2,326	1.11
447,500	Capita	3,300	1.57
318,345	De La Rue	2,873	1.37
1,588,702	Rentokil Initial	1,410	0.67
118,822	Travis Perkins	1,273	0.61
<i>Tobacco (5.40%; 2011 5.21%)</i>			
162,291	British American Tobacco	5,085	2.42
253,576	Imperial Tobacco	6,263	2.98
<i>Travel & Leisure (5.85%; 2011 6.06%)</i>			
115,000	Carnival	2,233	1.07
597,000	Compass	3,845	1.83
878,500	National Express	2,021	0.96
404,789	Restaurant Group	1,180	0.56
1,226,204	StageCoach	3,007	1.43
		198,536	
Portfolio of Investments		202,574	96.45
Net other assets		7,465	3.55
Net assets		210,039	100.00

f Investments in the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £10,456,000 (15.04.11: £25,809,000) and the total sales, net of transaction charges amounted to £7,779,000 (15.04.11: £38,636,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		14,480		13,576
Revenue	3,027		3,077	
Expenses	(916)		(913)	
Finance costs: Interest	—		—	
Net revenue before taxation	2,111		2,164	
Taxation	—		—	
Net revenue after taxation		2,111		2,164
Total return before distributions		16,591		15,740
Finance costs: Distributions		(2,111)		(2,164)
Change in net assets attributable to shareholders from investment activities		14,480		13,576

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		193,420		211,736
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	9,587		4,428	
Less: Amounts payable on cancellation of shares	(7,421)		(21,880)	
		2,166		(17,452)
Change in net assets attributable to shareholders from investment activities (see above)		14,480		13,576
Dilution levy		—		29
Retained distribution on accumulation shares		9		1
Stamp duty reserve tax		(37)		(6)
Unclaimed distribution monies		1		—
Closing net assets attributable to shareholders		210,039		207,884

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £193,420,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		202,574		185,526
Debtors	1,102		600	
Cash and bank balances	<u>9,161</u>		<u>11,430</u>	
Total other assets		<u>10,263</u>		<u>12,030</u>
Total assets		212,837		197,556
LIABILITIES				
Creditors	(701)		(629)	
Distribution payable on income shares	<u>(2,097)</u>		<u>(3,507)</u>	
Total liabilities		(2,798)		(4,136)
Net assets attributable to shareholders		<u>210,039</u>		<u>193,420</u>

Aviva Investors UK Equity Income Fund

Investment Objective

A dividend yield above that obtainable on the FTSE® All-Share Index.

Investment Policy

Investment principally in UK equities judged to offer high yield, above average prospects of dividend growth and long term capital growth.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 6.31 per cent (share class A), net of fees. This was in line with the peer group, with the median return in the IMA* UK Equity Income sector of 6.32 per cent. The Fund outperformed its benchmark, the FTSE® All Share index, which returned 6.06 per cent.

Although sector selection added value over the review period, stock selection was the most significant factor behind the Fund's outperformance versus its benchmark. At the sector level, the Fund's emphasis on the consumer discretionary sector and below benchmark exposure to the energy sector helped, as the former sector did well while the latter struggled. At the individual stock level, key contributors included packaging company Rexam and industrial turnaround specialist Melrose. Rexam shares were buoyed by news its full-year profit had increased by 15 per cent while Melrose's results also pleased investors as the company highlighted rising demand for its turbogenerators and lifting equipment for the oil and gas industry. Takeover activity was a feature of the period and the Fund benefited from its stake in Robert Wiseman Dairies, as its shares soared after it agreed to be taken over by Müller Dairy. Other stocks to perform well included distribution business Bunzl. A pick up in profits and a dividend increase were well received by investors. There were some disappointments, however. Notable detractors included van-hire company Northgate, its shares weakened after it cautioned on 2013 profits. An above-benchmark position in supermarket operator Tesco was also negative, as its shares struggled after it reported weaker trading over the Christmas period. We have maintained holdings in both stocks in view of their strong long-term potential.

We are reasonably optimistic on the outlook for UK equities which look fairly cheap relative to their long-term history. Furthermore, their yield is attractive, given the very low rates of return available on government bonds and cash. That said, we expect to see ongoing volatility driven by macroeconomic factors such as continuing issues in the euro zone and the upcoming elections in the US. We will continue to work hard at identifying worthwhile investments and would hope that this volatility creates opportunities to purchase stakes in quality companies at knock-down prices.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
BHP Billiton	Barclays
Standard Chartered	Charter International
Melrose	Robert Wiseman Dairies
BAE Systems	Rio Tinto
Restaurant Group	Stagecoach
Rathbone Brothers	Headlam
Prudential	
Centrica	

There were only 8 purchases and 6 sales in the period.

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	124,627	212,767,039	58.57
	15.10.10	128,320	203,798,433	62.96
	15.10.11	122,348	195,180,668	62.68
	15.04.12	126,130	191,942,708	65.71
Class 2	15.10.09	14,624	15,855,221	92.23
	15.10.10	19,319	19,431,256	99.42
	15.10.11	19,945	20,098,591	99.24
	15.04.12	21,534	20,673,092	104.17
Class 3	15.10.09	425,064	344,782,149	123.28
	15.10.10	505,864	379,141,862	133.42
	15.10.11	422,130	315,717,490	133.71
	15.04.12	431,979	307,160,237	140.64
Class A	15.10.09	33,827	42,029,140	80.48
	15.10.10	43,415	50,448,448	86.06
	15.10.11	63,241	74,214,640	85.21
	15.04.12	70,467	79,096,413	89.09

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 2	15.10.11	2	1,905	101.64
	15.04.12	17,902	16,498,957	108.50
Class 3	15.10.09	3	2,435	136.62
	15.10.10	4	2,435	153.72
	15.10.11	4	2,435	160.49
	15.04.12	4	2,435	171.75
Class A	15.10.11	418	478,112	87.36
	15.04.12	1,977	2,128,463	92.91

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	73.65	65.15
	2008	68.19	43.73
	2009	60.52	42.42
	2010	66.23	55.22
	2011	69.69	58.64
	2012**	69.27	63.74
Class 2	2007	115.18	102.04
	2008	106.82	68.67
	2009	95.36	66.69
	2010	104.61	87.13
	2011	110.24	92.76
	2012**	109.69	100.91
Class 3	2007	152.45	135.29
	2008	141.70	91.41
	2009	127.56	88.93
	2010	140.51	116.80
	2011	148.40	124.95
	2012**	148.15	136.17
Class A	2007	102.49	90.48
	2008	94.63	60.41
	2009	83.08	58.47
	2010	90.41	75.59
	2011	94.87	79.76
	2012**	93.88	86.49

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 2	2011***	107.49	92.70
	2012****	112.39	103.39
Class 3	2007**	141.33	136.51
	2008	141.70	96.59
	2009	141.36	93.94
	2010	161.88	132.05
	2011	173.73	146.28
	2012****	177.83	163.45
Class A	2011***	92.52	79.75
	2012****	96.32	88.72

* Valued at mid market prices.

** From 17 December 2007 (date of launch).

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

**** Up to 15 April 2012.

Investment Performance (continued)

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.81%	0.81%
Class 3	0.31%	0.31%
Class A	1.61%	1.61%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	2.5707	37.00
	2008	2.9486	42.44
	2009	2.5133	36.17
	2010	2.4808	35.71
	2011	2.6638	38.34
	2012*	1.1484	16.53
Class 2	2007	4.0180	37.03
	2008	4.6359	42.72
	2009	3.9856	36.73
	2010	3.8972	35.92
	2011	4.1341	38.10
	2012*	1.7395	16.03
Class 3	2007	5.3215	37.12
	2008	6.1322	42.77
	2009	5.2578	36.68
	2010	5.2260	36.45
	2011	5.6469	39.39
	2012*	2.4473	17.07
Class A	2007	3.5799	36.94
	2008	4.0853	42.16
	2009	3.4730	35.84
	2010	3.3905	34.99
	2011	3.5618	36.75
	2012*	1.4944	15.42

* Up to 15 June 2012 (the interim distribution payment date).

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 17 December 2007 (18 July 2011 for Share Class 2 and Class A).

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 2	2011**	1.0621	10.12
	2012***	1.8360	17.49
Class 3	2007*	0.0000	0.00
	2008	6.2050	45.37
	2009	5.6304	41.17
	2010	5.8479	42.76
	2011	6.5686	48.03
	2012***	2.9304	21.42
Class A	2011**	4.1917	46.41
	2012***	1.6027	17.75

* From 17 December 2007 (date of launch).

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

*** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Bermuda (2.62%; 2011 2.66%)			
<i>Nonlife Insurance (2.62%; 2011 2.66%)</i>			
2,339,814	Catlin	9,832	1.47
1,930,000	Hiscox	7,704	1.15
		<hr/>	
		17,536	
Channel Islands; Guernsey (1.07%; 2011 1.27%)			
<i>Life Insurance (1.07%; 2011 1.27%)</i>			
2,902,818	Resolution	7,202	1.07
		<hr/>	
		7,202	
Channel Islands; Jersey (0.33%; 2011 0.34%)			
<i>Real Estate (0.33%; 2011 0.34%)</i>			
2,260,000	Max Property	2,220	0.33
		<hr/>	
		2,220	
United Kingdom (93.37%; 2011 91.43%)			
<i>Aerospace & Defence (0.97%; 2011 0.00%)</i>			
2,207,500	BAE Systems	6,528	0.97
<i>Automobiles & Parts (2.10%; 2011 2.16%)</i>			
6,910,754	GKN	14,050	2.10
<i>Banks (1.49%; 2011 1.89%)</i>			
660,000	Standard Chartered	9,976	1.49
<i>Beverages (2.19%; 2011 1.97%)</i>			
961,714	Diageo	14,676	2.19
<i>Fixed Line Telecommunications (3.40%; 2011 3.01%)</i>			
10,415,282	BT	22,809	3.40
<i>Food & Drug Retailers (2.81%; 2011 3.39%)</i>			
2,816,736	Sainsbury (J)	8,540	1.27
3,172,946	Tesco	10,320	1.54
<i>Food Producers (3.28%; 2011 3.84%)</i>			
600,621	Cranswick	4,787	0.71
741,000	Tate & Lyle	5,180	0.77
599,413	Unilever	12,054	1.80
<i>Gas, Water & Multiutilities (8.37%; 2011 8.65%)</i>			
6,692,723	Centrica	21,029	3.14
3,096,469	National Grid	19,817	2.96
969,000	Severn Trent	15,184	2.27
<i>General Financial (7.37%; 2011 7.05%)</i>			
920,160	Close Brothers	6,874	1.03
9,463,732	F&C Asset Management	6,265	0.93
10,131,482	Intermediate Capital	26,869	4.01
2,389,770	Man Group	2,688	0.40
520,125	Rathbone Brothers	6,704	1.00
<i>General Industrials (2.43%; 2011 2.00%)</i>			
3,861,554	Rexam	16,276	2.43
<i>General Retailers (1.08%; 2011 1.08%)</i>			
1,412,541	Majestic Wine	6,155	0.92
3,874,450	Vertu Motors (placing commitment)	1,046	0.16
<i>Household Goods & Home Construction (0.46%; 2011 0.45%)</i>			
1,054,324	Headlam	3,092	0.46
<i>Industrial Engineering (3.04%; 2011 2.49%)</i>			
4,843,668	Melrose	20,339	3.04

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (93.37%; 2011 91.43%) (continued)			
<i>Industrial Transportation (3.91%; 2011 3.62%)</i>			
10,688,773	BBA Aviation	23,302	3.48
1,520,166	Northgate	2,896	0.43
<i>Life Insurance (5.10%; 2011 4.80%)</i>			
2,471,505 <i>f</i>	Aviva	7,696	1.15
9,982,043	Legal & General	12,398	1.85
1,899,818	Prudential	14,087	2.10
<i>Media (3.60%; 2011 3.71%)</i>			
993,383	United Business Media	6,000	0.90
1,044,930	Pearson	11,787	1.76
1,194,001	Reed Elsevier	6,322	0.94
<i>Mining (8.71%; 2011 7.46%)</i>			
1,373,000	BHP Billiton	26,389	3.94
908,578	Rio Tinto	31,936	4.77
<i>Mobile Telecommunications (5.99%; 2011 6.71%)</i>			
2,198,500	Inmarsat	9,399	1.40
18,259,787	Vodafone	30,768	4.59
<i>Oil & Gas Producers (4.00%; 2011 3.98%)</i>			
6,046,982	BP	26,788	4.00
<i>Pharmaceuticals & Biotechnology (6.45%; 2011 6.91%)</i>			
426,437	AstraZeneca	11,917	1.78
2,233,546	GlaxoSmithKline	31,303	4.67
<i>Software & Computer Services (3.19%; 2011 3.27%)</i>			
7,358,007	Sage	21,382	3.19
<i>Support Services (1.43%; 2011 1.22%)</i>			
964,123	Bunzl	9,607	1.43
<i>Tobacco (6.17%; 2011 5.84%)</i>			
657,861	British American Tobacco	20,611	3.08
837,189	Imperial Tobacco	20,679	3.09
<i>Travel & Leisure (5.83%; 2011 5.93%)</i>			
1,868,000	Compass	12,030	1.80
3,073,373	Restaurant	8,962	1.34
3,932,668	Stagecoach	9,643	1.44
3,238,500	William Hill	8,378	1.25
		625,538	
Portfolio of Investments		652,496	97.39
Net other assets		17,497	2.61
Net assets		669,993	100.00

f Investments in the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £44,341,000 (15.04.11: £69,246,000) and the total sales, net of transaction charges amounted to £26,300,000 (15.04.11: £68,738,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		33,547		38,527
Revenue	11,605		11,741	
Expenses	(1,963)		(1,913)	
Finance costs: Interest	—		—	
Net revenue before taxation	9,642		9,828	
Taxation	—		2	
Net revenue after taxation		9,642		9,830
Total return before distributions		43,189		48,357
Finance costs: Distributions		(11,521)		(11,655)
Change in net assets attributable to shareholders from investment activities		31,668		36,702

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		628,088		696,922
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	37,826		27,464	
Less: Amounts payable on cancellation of shares	(28,017)		(58,491)	
		9,809		(31,027)
Change in net assets attributable to shareholders from investment activities (see above)		31,668		36,702
Dilution levy		—		21
Retained distribution on accumulation shares		337		—
Stamp duty reserve tax		(101)		(70)
Unclaimed distribution monies		192		—
Closing net assets attributable to shareholders		669,993		702,548

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £628,088,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		652,496		601,110
Debtors	3,371		2,574	
Cash and bank balances	<u>29,773</u>		<u>41,547</u>	
Total other assets		<u>33,144</u>		<u>44,121</u>
Total assets		685,640		645,231
LIABILITIES				
Creditors	(4,384)		(1,307)	
Distribution payable on income shares	<u>(11,263)</u>		<u>(15,836)</u>	
Total liabilities		(15,647)		(17,143)
Net assets attributable to shareholders		<u>669,993</u>		<u>628,088</u>

Aviva Investors UK Ethical Fund

Investment Objective

Long term capital appreciation.

Investment Policy

Diversified investment within the UK equity market. Individual security selections will be based on price and long term total return prospects of companies which meet defined ethical considerations, and which will benefit from improvements in environmental standards and a shift towards a more sustainable economic system.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 9.31 per cent (share class A), net of fees, in comparison with a median return of 7.91 per cent for the IMA* All Companies sector.

As UK equities recovered, the Fund outperformed both its peer group and the benchmark FTSE® All Share Index over the reporting period. Overall, we maintained a strong emphasis on companies with sustainable earnings prospects in what remains a challenging economic environment. Encouragingly, we saw strong performance from a number of mid-cap stocks and smaller companies, which outperformed the All Share Index by a significant margin. Foremost amongst these was Telecity, a data centre provider which is benefiting from the efficient management of energy costs. Demand for data centres has been driven by the growth of cloud computing where companies obtain computing resources from distant data centres via the internet. Telecity made two acquisitions last year to expand capacity, and is generating substantial cash flows from its existing customer base. Although the Fund continues to limit exposure to the mining sector, where major stocks such as Rio Tinto and BHP Billiton falling outside our investment parameters on environmental and health & safety grounds, we hold shares in Irish mining group Kenmare Resources. Kenmare utilises sand dredging techniques that have a low environmental impact. The company recently announced a sharp rise in annual earnings, as prices for the raw materials that the company extracts in Mozambique, including titanium oxide and rutile, have sharply increased. Amongst small-cap stocks environmental technology group Porvair, which makes specialist filtration equipment for the aviation, energy and environmental technology businesses, announced a 3-year supply contract with POSCO, the world's third-largest steelmaker for a coal-to-substitute natural gas project in South Korea.

While the Fund has limited exposure to banks, given the unpredictable risk of further bad debts and the contagion effect of the European sovereign debt crisis, insurance stocks were amongst the top performing large cap holdings over the reporting period. The main contributor was Legal & General, which announced a sharp rise in annual earnings and dividend payouts driven by strong cash generation across all four of its operating divisions. In the support services sector, product testing group Intertek surpassed expectations with its annual results. Its consumer services division is growing rapidly, with the most recent acquisition of 4th Strand, a US provider of quality assurance to the retail sector which is gaining market share as large retailers develop more of their own-branded products.

The main disappointment over the reporting period was our holding in Trading Emissions, an investment company listed on the Alternative Investment Market (AIM). The company buys 'emissions assets' ranging from projects designed to reduce greenhouse gas emissions to energy efficient solutions. The weak economic backdrop in Europe had a profound impact on the EU Emissions Trading Scheme as the carbon credit market fell to a record low, and accordingly the company's net asset value (NAV) has fallen sharply.

Looking ahead, we remain cautious on the earnings prospects for sectors heavily dependent on the UK consumer, as disposable incomes continue to be squeezed by higher energy costs and a weak labour market. We shall continue to focus on companies well-placed to benefit from long-term sustainability trends. Most particularly energy efficiency, clean energy and risk management (product safety and testing), public transport and waste management.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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Material Portfolio Changes

Purchases	Sales
Barclays	Centrica
Kingspan Group	HSBC
HSBC	Vodafone
Antofagasta	Antofagasta
Stagecoach	Legal & General
WPP	Informa
Smiths	Kenmare Resources
Prudential	Impax Asian Environmental Markets
Telecity	Carillion
ARM	Travis Perkins

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1 (Acc)	15.10.09	15,895	23,025,210	69.03
	15.10.10	16,200	21,197,903	76.42
	15.10.11	14,391	19,111,570	75.30
	15.04.12	14,772	17,886,721	82.58
Class 2 (Acc)	15.10.09	21,761	20,672,587	105.27
	15.10.10	14,190	12,149,053	116.80
	15.10.11	3,061	2,655,831	115.25
	15.04.12	2,874	2,271,598	126.50
Class 3	15.10.09	158,581	136,037,745	116.57
	15.10.10	176,465	138,585,386	127.33
	15.10.11	176,540	142,985,377	123.47
	15.04.12	189,929	141,171,930	134.54
Class A (Acc)	15.10.09	12,531	13,904,455	90.12
	15.10.10	14,093	14,198,359	99.26
	15.10.11	13,610	14,004,373	97.18
	15.04.12	14,606	13,748,080	106.24

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1 (Acc)	2007	98.39	82.77
	2008	86.19	50.15
	2009	69.28	48.32
	2010	81.58	64.77
	2011	85.73	69.87
	2012**	85.36	76.28
Class 2 (Acc)	2007	149.11	125.58
	2008	130.80	76.31
	2009	105.65	73.59
	2010	124.72	98.85
	2011	131.14	106.92
	2012**	130.73	116.79
Class 3	2007	175.37	146.17
	2008	152.30	86.57
	2009	118.27	83.60
	2010	136.09	109.48
	2011	143.12	116.18
	2012**	140.34	125.26
Class A (Acc)	2007	130.07	109.22
	2008	113.66	65.80
	2009	90.45	63.25
	2010	105.82	84.40
	2011	111.12	90.18
	2012**	109.84	98.30

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.82%	0.82%
Class 3	0.37%	0.37%
Class A	1.62%	1.62%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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 (Acc)	2007	1.1761	13.75
	2008	1.4931	17.46
	2009	1.2744	14.90
	2010	0.9718	11.36
	2011	1.2062	14.10
	2012*	0.5395	6.31
Class 2 (Acc)	2007	2.1561	16.66
	2008	2.6088	20.16
	2009	2.1786	16.83
	2010	1.7750	13.71
	2011	2.0682	15.97
	2012*	0.9330	7.21
Class 3	2007	3.0958	20.23
	2008	3.5088	22.93
	2009	2.7979	18.28
	2010	2.3749	15.52
	2011	2.8420	18.57
	2012*	1.2912	8.44
Class A (Acc)	2007	0.9484	8.37
	2008	1.4248	12.57
	2009	1.2818	11.31
	2010	0.7933	7.00
	2011	0.9190	8.11
	2012*	0.3810	3.36

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
	Channel Islands; Guernsey (6.00%; 2011 6.00%)		
	<i>Gas, Water & Multiutilities (0.59%; 2011 0.58%)</i>		
2,727,597	Renewable Energy Generation	1,309	0.59
	<i>Media (4.88%; 2011 4.50%)</i>		
1,216,767	Informa	5,265	2.37
658,322	WPP	5,576	2.51
	<i>Oil & Gas Producers (0.53%; 2011 0.92%)</i>		
957,814	Greenko	1,188	0.53
		13,338	
	Ireland; Republic of (1.09%; 2011 1.27%)		
	<i>Mining (1.09%; 2011 1.27%)</i>		
4,819,285	Kenmare Resources	2,414	1.09
		2,414	
	Luxembourg (0.25%; 2011 0.26%)		
	<i>Equity Investment Instruments (0.25%; 2011 0.26%)</i>		
24,975	Triodos Microfinance	569	0.25
		569	
	Papua New Guinea (1.92%; 2011 1.85%)		
	<i>Food Producers (1.92%; 2011 1.85%)</i>		
496,069	New Britain Palm Oil	4,266	1.92
		4,266	
	United Kingdom (83.56%; 2011 84.27%)		
	<i>Banks (5.45%; 2011 3.32%)</i>		
2,956,097	Barclays	6,602	2.97
1,006,883	HSBC	5,524	2.48
	<i>Chemicals (1.27%; 2011 1.13%)</i>		
478,052	Plant Health Care	256	0.11
2,185,687	Porvair	2,579	1.16
	<i>Construction & Materials (2.04%; 2011 0.00%)</i>		
674,304	Kingspan Group	4,238	1.91
1,613,663 +	Romag	0	0.00
1,473,775	Superglass	280	0.13
	<i>Electronic & Electrical Equipment (0.23%; 2011 0.13%)</i>		
967,949	Sabien Technology	503	0.23
	<i>Equity Investment Instruments (0.51%; 2011 1.57%)</i>		
882,465	BlackRock New Energy Investment Trust Subscription Shares	4	0.00
400,000	Impax Asian Environmental Markets Subscription Shares	24	0.01
1,129,165	Impax Environmental Markets	1,104	0.50
	<i>Gas, Water & Multiutilities (3.23%; 2011 6.51%)</i>		
942,977	Modern Water	500	0.22
927,447	Pennon	6,682	3.01
	<i>General Financial (2.27%; 2011 2.75%)</i>		
2,803,093	Paragon	5,037	2.27
	<i>General Industrials (5.86%; 2011 5.04%)</i>		
1,395,783	RPC	5,135	2.31
753,806	Smiths	7,877	3.55
	<i>General Retailers (4.24%; 2011 3.95%)</i>		
204,462	ASOS	3,378	1.52
2,016,147	Kingfisher	6,044	2.72

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (83.56%; 2011 84.27%) (continued)			
<i>Industrial Engineering (2.74%; 2011 2.36%)</i>			
272,604	Spirax-Sarco Engineering	6,079	2.74
<i>Life Insurance (7.81%; 2011 7.54%)</i>			
5,981,808	Legal & General	7,429	3.34
1,339,308	Prudential	9,931	4.47
<i>Media (6.28%; 2011 6.72%)</i>			
5,870,707	ITV	5,064	2.28
787,480	Pearson	8,883	4.00
<i>Mining (1.40%; 2011 2.09%)</i>			
269,043	Antofagasta	3,081	1.39
1,692,641 §	William Ransom & Son	17	0.01
<i>Mobile Telecommunications (6.81%; 2011 9.27%)</i>			
8,976,534	Vodafone	15,125	6.81
<i>Nonlife Insurance (0.69%; 2011 0.56%)</i>			
856,700 §	Triodos Renewables	1,542	0.69
<i>Oil & Gas Producers (5.78%; 2011 5.82%)</i>			
5,030,649	Alkane Energy	1,044	0.47
841,869	BG	11,795	5.31
<i>Real Estate (0.21%; 2011 0.23%)</i>			
588,000 §	Ethical Property	470	0.21
<i>Software & Computer Services (8.43%; 2011 7.26%)</i>			
1,389,425	RM	1,052	0.47
2,079,501	Sage	6,043	2.72
538,305	SDL International	3,951	1.78
1,003,391	Telecity	7,696	3.46
<i>Steel & Other Metals (0.00%; 2011 0.05%)</i>			
<i>Support Services (10.40%; 2011 10.53%)</i>			
84,512	Carillion	237	0.11
1,198,978	Premier Farnell	2,505	1.13
1,464,263	B-Global	201	0.09
690,119	Experian	6,794	3.06
202,406	Intertek	5,087	2.29
3,374,539	Shanks	3,219	1.45
470,364	Travis Perkins	5,038	2.27
<i>Technology Hardware & Equipment (4.03%; 2011 3.80%)</i>			
1,246,609	ARM	7,343	3.30
1,664,105	Regeneris	1,623	0.73
<i>Travel & Leisure (3.88%; 2011 3.64%)</i>			
1,498,238	Goals Soccer Centres	1,858	0.84
2,754,208	Stagecoach	6,753	3.04
		<hr/>	
		185,627	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (3.50%; 2011 4.02%)			
<i>Health Care Equipment & Services (0.07%; 2011 0.28%)</i>			
728,968	HaloSource	160	0.07
<i>Media (3.43%; 2011 3.74%)</i>			
503,329	Virgin Media	7,630	3.43
		7,790	
	Portfolio of Investments	214,004	96.32
	Net other assets	8,177	3.68
	Net assets	222,181	100.00

† Suspended and delisted securities.

§ Unquoted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £29,431,000 (15.04.11: £76,584,000) and the total sales, net of transaction charges amounted to £36,913,000 (15.04.11: £85,467,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		18,740		20,566
Revenue	2,558		2,251	
Expenses	(538)		(598)	
Finance costs: Interest	—		—	
Net revenue before taxation	2,020		1,653	
Taxation	(15)		(1)	
Net revenue after taxation		2,005		1,652
Total return before distributions		20,745		22,218
Finance costs: Distributions		(2,005)		(1,652)
Change in net assets attributable to shareholders from investment activities		18,740		20,566

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		207,602		220,948
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	5,991		7,067	
Less: Amounts payable on cancellation of shares	(10,304)		(17,713)	
		(4,313)		(10,646)
Change in net assets attributable to shareholders from investment activities (see above)		18,740		20,566
Dilution levy		—		44
Retained distribution on accumulation shares		170		127
Stamp duty reserve tax		(18)		(27)
Closing net assets attributable to shareholders		222,181		231,012

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £207,602,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		214,004		202,772
Debtors	1,481		461	
Cash and bank balances	<u>13,723</u>		<u>7,256</u>	
Total other assets		<u>15,204</u>		<u>7,717</u>
Total assets		229,208		210,489
LIABILITIES				
Creditors	(5,204)		(357)	
Distribution payable on income shares	<u>(1,823)</u>		<u>(2,530)</u>	
Total liabilities		(7,027)		(2,887)
Net assets attributable to shareholders		<u>222,181</u>		<u>207,602</u>

Aviva Investors UK Growth Fund

Investment Objective

Long term capital appreciation.

Investment Policy

Investment principally in UK equities based on price and prospects of above average earnings growth.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 9.22 per cent (share class A), net of fees, outperforming its peer group, with the median return in the IMA* UK All Companies sector being 7.91 per cent. The Fund also outperformed its benchmark, the FTSE® All Share index, which returned 6.06 per cent.

The Fund invests in businesses that are likely to provide above market earnings growth at a reasonable price. This earnings growth may be driven by a differentiated technology or brand, a strong business model or a trusted and experienced management team. We believe that investing in these types of businesses within a diversified portfolio will deliver strong long-term returns.

The Fund outperformed its benchmark over the review period thanks to strong stock picking. The Fund benefited from a stake in speciality chemicals company Johnson Matthey as company profits were boosted by robust demand for catalytic converters in Asia and North America. The recovery in the US economy also helped drive profits and the shares of equipment rental group Ashtead. Takeover activity had a positive impact on the Fund, as hedge fund administrator GlobeOp leapt when it became the focus of an intense bidding war. Oxford Instruments, which makes tools for industrial research, was another positive contributor. Its shares rallied after a trading outlook statement proved reassuring. Notable detractors included van hire company Northgate, which operates in the UK and Spain. Worries about the health of the Spanish economy weighed on the shares. Our stake in supermarket operator Tesco was also negative, with the shares marked down following disappointing trading over the Christmas period.

Additions in the period included starting new positions in antibody business Abcam, oil exploration and production business Salamander Energy and surveying business Savills. We took profits on several holdings which had produced strong returns including Babcock and Travis Perkins.

We remain cautious on the economic outlook but less circumspect on the prospects for UK equities, which appear good value relative to bonds and cash. Against this backdrop, our approach remains unchanged and consistent – to build a diversified portfolio of good quality structural growth companies that we are likely to hold over a long period.

May 2012

* IMA is the Investment Management Association, the industry's trade body.

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
Standard Chartered	Aviva
Salamander Energy	Daily Mail & General Trust
Euromoney Institutional Investor	e2V Technologies
Vallares	Vodafone
Homeserve	Reed Elsevier
Abcam	Playtech
Chemring Group	Johnson Matthey
Soco International	Tesco
Savills	Rentokil Initial
Valiant Petroleum	Gulfsands Petroleum

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 3	15.10.09	11,587	7,870,788	147.22
	15.10.10	12,936	7,800,312	165.84
	15.10.11	11,409	7,181,877	158.86
	15.04.12	11,900	6,890,722	172.70

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	155,137	174,640,436	88.83
	15.10.10	161,420	157,397,603	102.56
	15.10.11	142,519	142,291,261	100.16
	15.04.12	148,817	135,556,494	109.78
Class 2	15.10.09	175	132,058	132.76
	15.10.10	126	82,150	153.62
	15.10.11	126	83,792	150.27
	15.04.12	120	72,992	164.85
Class 3	15.10.09	4	2,310	158.38
	15.10.10	4	2,310	183.95
	15.10.11	4	2,310	180.83
	15.04.12	5	2,310	198.87
Class A	15.10.09	7,821	9,219,861	84.83
	15.10.10	8,413	8,633,208	97.44
	15.10.11	8,402	8,885,057	94.57
	15.04.12	9,161	8,866,002	103.32

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 3	2007	181.83	158.04
	2008	169.30	97.42
	2009	151.04	94.04
	2010	176.68	142.30
	2011	183.84	148.47
	2012**	180.52	162.20

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	102.62	89.05
	2008	96.13	57.13
	2009	91.02	54.99
	2010	109.11	86.04
	2011	114.26	92.15
	2012***	113.45	102.07
Class 2	2007	152.37	132.30
	2008	142.97	85.18
	2009	136.10	82.09
	2010	163.50	128.70
	2011	171.35	138.26
	2012***	170.33	153.19
Class 3	2007**	169.31	163.53
	2008	169.30	101.27
	2009	162.49	97.75
	2010	195.97	153.74
	2011	205.91	166.35
	2012***	205.41	184.57
Class A	2007	99.27	86.03
	2008	92.72	54.81
	2009	86.82	52.64
	2010	103.54	82.02
	2011	108.07	87.02
	2012***	106.83	96.23

* Valued at mid market prices.

** From 17 December 2007 (date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.82%	0.82%
Class 3	0.32%	0.32%
Class A	1.62%	1.62%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 3	2007	3.2073	18.70
	2008	4.9638	28.94
	2009	4.3317	25.25
	2010	5.0475	29.43
	2011	4.2727	24.91
	2012*	2.0767	12.11

* Up to 15 June 2012 (the interim distribution payment date).

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 (17 December 2007 for share class 3).

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	1.1493	11.94
	2008	2.2471	23.35
	2009	2.0912	21.73
	2010	2.4384	25.33
	2011	1.9566	20.33
	2012**	0.9395	9.76
Class 2	2007	2.1047	14.75
	2008	3.7055	25.98
	2009	3.4072	23.88
	2010	4.0219	28.19
	2011	3.2148	22.54
	2012**	1.5457	10.84
Class 3	2007*	N/A	N/A
	2008	5.0043	30.60
	2009	4.5474	27.81
	2010	5.4706	33.45
	2011	4.8179	29.46
	2012**	2.3387	14.30
Class A	2007	0.6316	6.77
	2008	1.7296	18.54
	2009	1.6586	17.78
	2010	1.8655	20.00
	2011	1.2291	13.18
	2012**	0.5791	6.21

* From 17 December 2007 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Bermuda (0.89%; 2011 0.53%)			
<i>Mining (0.89%; 2011 0.53%)</i>			
929,510	Petra Diamonds	1,515	0.89
		1,515	
Channel Islands; Jersey (1.16%; 2011 0.77%)			
<i>General Financial (1.16%; 2011 0.77%)</i>			
284,522	Genel Energy	1,979	1.16
		1,979	
Luxembourg (2.36%; 2011 1.70%)			
<i>Chemicals (1.15%; 2011 0.83%)</i>			
664,520	AZ Electronic Materials	1,956	1.15
<i>General Financial (1.21%; 2011 0.87%)</i>			
421,256	GlobeOp Financial Services	2,060	1.21
		4,016	
United Kingdom (94.03%; 2011 91.59%)			
<i>Aerospace & Defence (3.37%; 2011 2.60%)</i>			
209,400	Chemring Group	802	0.47
620,800	Meggitt	2,512	1.48
140,958	Ultra Electronics	2,406	1.42
<i>Banks (7.58%; 2011 5.83%)</i>			
1,896,400	Barclays	4,236	2.49
834,334	HSBC	4,577	2.69
269,800	Standard Chartered	4,078	2.40
<i>Chemicals (2.61%; 2011 2.39%)</i>			
115,300	Johnson Matthey	2,714	1.60
120,669	Victrex	1,723	1.01
<i>Construction & Materials (1.38%; 2011 1.33%)</i>			
839,600	Balfour Beatty	2,338	1.38
<i>Electronic & Electrical Equipment (0.98%; 2011 1.26%)</i>			
140,359	Oxford Instruments	1,665	0.98
<i>Fixed Line Telecommunications (2.73%; 2011 2.53%)</i>			
1,315,259	BT	2,880	1.69
2,471,109	KCOM	1,769	1.04
<i>Food & Drug Retailers (1.90%; 2011 3.07%)</i>			
994,119	Tesco	3,233	1.90
<i>Food Producers (1.70%; 2011 1.89%)</i>			
143,985	Unilever	2,896	1.70
<i>General Financial (4.91%; 2011 4.65%)</i>			
416,186	IG	1,918	1.13
757,915	Intermediate Capital	2,010	1.18
828,900	Jupiter Fund Management	1,969	1.16
1,365,500	Paragon	2,454	1.44
<i>General Industrials (1.12%; 2011 1.10%)</i>			
519,500	RPC	1,911	1.12
<i>General Retailers (1.00%; 2011 1.19%)</i>			
390,583	Majestic Wine	1,702	1.00
<i>Health Care Equipment & Services (2.86%; 2011 2.39%)</i>			
441,599	Smith & Nephew	2,700	1.59
254,080	Synergy Healthcare	2,158	1.27

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.03%; 2011 91.59%) (continued)			
<i>Industrial Engineering (3.99%; 2011 3.24%)</i>			
523,000	Fenner	2,322	1.37
500,327	Melrose	2,101	1.24
1,175,400	Senior	2,343	1.38
<i>Industrial Transportation (2.93%; 2011 3.31%)</i>			
1,596,635	BBA Aviation	3,481	2.05
781,900	Northgate	1,490	0.88
<i>Life Insurance (1.96%; 2011 2.81%)</i>			
450,189	Prudential	3,338	1.96
<i>Media (6.11%; 2011 6.89%)</i>			
199,700	Euromoney Institutional Investors	1,542	0.91
653,200	ITE	1,486	0.87
1,326,524	ITV	1,144	0.67
1,388,570	Moneysupermarket.com	1,783	1.05
280,845	Pearson	3,168	1.86
240,748	Reed Elsevier	1,275	0.75
<i>Mining (6.57%; 2011 6.83%)</i>			
178,860	Anglo American	4,102	2.41
785,600	Avocet Mining	1,324	0.78
163,600	Rio Tinto	5,751	3.38
<i>Mobile Telecommunications (4.54%; 2011 5.55%)</i>			
424,444	Inmarsat	1,814	1.07
3,499,646	Vodafone	5,897	3.47
<i>Oil & Gas Producers (10.66%; 2011 8.83%)</i>			
287,800	BG	4,032	2.37
804,600	BP	3,564	2.10
1,039,742	Faroe Petroleum	1,768	1.04
649,512	Premier Oil	2,546	1.50
716,043	Salamander Energy	1,701	1.00
781,400	Soco International	2,294	1.35
380,351	Valiant Petroleum	2,216	1.30
<i>Pharmaceuticals & Biotechnology (5.13%; 2011 4.61%)</i>			
281,800	Abcam	1,024	0.60
278,129	Dechra Pharmaceuticals	1,450	0.85
445,858	GlaxoSmithKline	6,249	3.68
<i>Real Estate (1.56%; 2011 0.93%)</i>			
189,100	Savills	652	0.38
767,056	LSL Property Services	2,002	1.18
<i>Software & Computer Services (4.16%; 2011 4.72%)</i>			
121,497	Aveva	2,011	1.18
84,116	Fidessa	1,347	0.79
4,032,078 †	Izodia	0	0.00
711,367	Sage	2,067	1.22
225,600	SDL International	1,656	0.97
<i>Support Services (8.74%; 2011 8.12%)</i>			
774,848	Ashtead	1,925	1.13
376,562	Babcock International	3,146	1.85
366,200	Capita	2,701	1.59
376,722	CVS	493	0.29
435,330	Homeserve	985	0.58
1,932,900	Rentokil Initial	1,715	1.01
908,662	SIG	1,000	0.59
177,278	Travis Perkins	1,899	1.12
418,338	WSP	978	0.58

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.03%; 2011 91.59%) (continued)			
	<i>Technology Hardware & Equipment (0.00%; 2011 0.36%)</i>		
	<i>Tobacco (1.88%; 2011 1.73%)</i>		
129,029	Imperial Tobacco	3,187	1.88
	<i>Travel & Leisure (3.66%; 2011 3.43%)</i>		
448,300	Compass	2,887	1.70
673,181	Restaurant Group	1,963	1.15
339,700	Wetherspoon (J D)	1,373	0.81
		<hr/>	
		159,843	
		<hr/>	
	Portfolio of Investments	167,353	98.44
		<hr/>	
	Net other assets	2,650	1.56
		<hr/>	
	Net assets	170,003	100.00
		<hr/>	

† Suspended and delisted securities.

All holdings are ordinary shares or stock units and admitted to the official stock exchange listings unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £17,766,000 (15.04.11: £29,894,000) and the total sales, net of transaction charges amounted to £17,894,000 (15.04.11: £37,473,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		13,933		11,973
Revenue	2,321		2,156	
Expenses	(820)		(917)	
Finance costs: Interest	—		—	
Net revenue before taxation	1,501		1,239	
Taxation	—		—	
Net revenue after taxation		1,501		1,239
Total return before distributions		15,434		13,212
Finance costs: Distributions		(1,501)		(1,239)
Change in net assets attributable to shareholders from investment activities		13,933		11,973

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		162,460		182,899
Amounts receivable on issue of shares	1,812		2,718	
Less: Amounts payable on cancellation of shares	(9,530)		(12,715)	
		(7,718)		(9,997)
Change in net assets attributable to shareholders from investment activities (see above)		13,933		11,973
Retained distribution on accumulation shares		1,326		1,083
Stamp duty reserve tax		2		—
Closing net assets attributable to shareholders		170,003		185,958

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £162,460,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		167,353		153,675
Debtors	2,111		1,601	
Cash and bank balances	<u>1,476</u>		<u>8,256</u>	
Total other assets		<u>3,587</u>		<u>9,857</u>
Total assets		170,940		163,532
LIABILITIES				
Creditors	(794)		(890)	
Distribution payable on income shares	<u>(143)</u>		<u>(182)</u>	
Total liabilities		(937)		(1,072)
Net assets attributable to shareholders		<u>170,003</u>		<u>162,460</u>

Aviva Investors UK Income & Growth Fund

Investment Objective

Long term capital appreciation and income.

Investment Policy

Diversified investment within the UK equity market. Individual security selections will be based on price and long term total return prospects.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 7.46 per cent (share class 1), net of fees, slightly underperforming its peer group, with the median return in the IMA* UK All Companies sector being 7.91 per cent. However, the Fund comfortably outperformed its benchmark, the FTSE® All Share index, which returned 6.06 per cent.

The Fund's focus on defensive stocks, where profits tend to be less heavily swayed by the state of overall economic activity, generally served it well. Specifically, overweight positions in Compass, the world's largest catering company, and distribution company Bunzl added value. Other positive contributors included credit rating agency Experian, as good growth in its Latin American business, a recovery in North America and a confident outlook statement buoyed the shares. Key detractors during the period included cruise operator Carnival. Its shares fell heavily after the Costa Concordia disaster but we maintain the holding as we believe in Carnival's long-term growth prospects.

Although the equity market rose it was a volatile six months and companies which disappointed tended to see their shares fall sharply. In some cases, these share price falls created interesting investment opportunities. For example, we initiated a position in structural steelwork fabricator Severfield-Rowen after it released a profit warning and its shares tumbled. We think the company is exceptionally well positioned to benefit from any stabilisation and subsequent pick up in the UK construction market.

We are reasonably optimistic on the outlook for UK equities which look fairly cheap relative to their long-term history. Furthermore, their yield is attractive, given the very low rates of return available on government bonds and cash. That said, we expect to see ongoing volatility driven by macroeconomic factors such as continuing issues in the euro zone and the upcoming elections in the US. We will continue to work hard at identifying strong, undervalued franchises and would hope that this volatility creates opportunities to purchase these sorts of businesses at knock-down prices.

May 2012

* IMA is the Investment Management Association, the industry's trade body.

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
Sage Group	Smiths
ICAP	Bunzl
Morgan Crucible	GKN
AstraZeneca	FirstGroup
Cairn Energy	Keller
Severfield-Rowen	BT
Stagecoach	Booker
Centrica	Prudential
GlaxoSmithKline	Johnson Matthey
	Stagecoach

There were only 9 purchases in the period.

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	36,690	9,199,524	398.82
	15.10.10	38,883	8,707,722	446.53
	15.10.11	36,413	8,141,721	447.25
	15.04.12	37,853	7,955,560	475.81
Class 3	15.10.09	22,481	5,636,917	398.82
	15.10.10	25,806	5,779,278	446.53
	15.10.11	26,423	5,908,688	447.18
	15.04.12	28,608	6,012,185	475.83

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	490.01	427.33
	2008	453.78	272.29
	2009	411.77	256.77
	2010	471.84	384.38
	2011	496.01	409.37
	2012**	502.82	461.37
Class 3	2007	491.05	429.29
	2008	454.96	272.40
	2009	412.75	258.17
	2010	473.07	385.46
	2011	497.45	411.89
	2012**	505.53	462.75

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.63%	1.64%
Class 3	0.33%	0.34%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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	6.6184	14.63
	2008	10.4264	23.05
	2009	7.6238	16.86
	2010	6.9064	15.27
	2011	8.4871	18.77
	2012*	4.7940	10.60
Class 3	2007	12.1161	26.72
	2008	15.5285	34.25
	2009	11.4882	25.34
	2010	11.9082	26.26
	2011	14.5130	32.01
	2012*	7.8412	17.29

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value	Market value £000	Total net assets %
United Kingdom (98.37%; 2011 98.14%)		
<i>Aerospace & Defence (2.16%; 2011 2.20%)</i>		
486,433 BAE Systems	1,438	2.16
<i>Automobiles & Parts (0.00%; 2011 2.12%)</i>		
<i>Banks (12.25%; 2011 11.78%)</i>		
924,979 Barclays	2,066	3.11
671,187 HSBC	3,682	5.54
158,301 Standard Chartered	2,393	3.60
<i>Chemicals (1.86%; 2011 1.76%)</i>		
52,479 Johnson Matthey	1,235	1.86
<i>Construction & Materials (2.13%; 2011 3.04%)</i>		
509,059 Balfour Beatty	1,418	2.13
<i>Electronic & Electrical Equipment (1.56%; 2011 0.00%)</i>		
312,770 Morgan Crucible	1,039	1.56
<i>Financial Services (1.72%; 2011 0.00%)</i>		
304,603 ICAP	1,146	1.72
<i>Fixed Line Telecommunications (3.49%; 2011 3.50%)</i>		
1,058,758 BT	2,319	3.49
<i>Food & Drug Retailers (1.91%; 2011 2.36%)</i>		
1,537,361 Booker	1,267	1.91
<i>Food Producers (3.44%; 2011 3.86%)</i>		
113,884 Unilever	2,290	3.44
<i>Gas, Water & Multiutilities (3.37%; 2011 2.93%)</i>		
712,857 Centrica	2,240	3.37
<i>General Industrials (0.00%; 2011 2.46%)</i>		
<i>Health Care Equipment & Services (2.10%; 2011 2.13%)</i>		
228,146 Smith & Nephew	1,395	2.10
<i>Industrial Engineering (0.99%; 2011 0.00%)</i>		
375,000 Severfield-Rowen	656	0.99
<i>Life Insurance (2.93%; 2011 3.04%)</i>		
262,788 Prudential	1,949	2.93
<i>Media (4.01%; 2011 4.13%)</i>		
250,584 Daily Mail & General Trust 'A' Non Vtg	1,133	1.70
136,138 Pearson	1,536	2.31
<i>Mining (8.22%; 2011 8.55%)</i>		
90,715 Anglo American	2,080	3.13
96,250 Rio Tinto	3,383	5.09
<i>Nonlife Insurance (2.00%; 2011 2.31%)</i>		
1,275,600 Royal & Sun Alliance	1,328	2.00
<i>Oil & Gas Producers (15.59%; 2011 14.90%)</i>		
222,198 BG	3,113	4.68
718,108 BP	3,181	4.79
418,040 Cairn Energy	1,346	2.03
124,393 Royal Dutch Shell 'B'	2,718	4.09
<i>Pharmaceuticals & Biotechnology (9.73%; 2011 8.63%)</i>		
86,698 AstraZeneca	2,423	3.65
288,314 GlaxoSmithKline	4,041	6.08
<i>Software & Computer Services (2.26%; 2011 0.00%)</i>		
516,522 Sage	1,501	2.26
<i>Support Services (4.59%; 2011 6.02%)</i>		
199,900 Experian	1,968	2.96
983,898 SIG	1,083	1.63
<i>Technology Hardware & Equipment (2.02%; 2011 1.58%)</i>		
782,722 Spirent	1,340	2.02
<i>Tobacco (3.52%; 2011 3.29%)</i>		
94,708 Imperial Tobacco	2,339	3.52

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (98.37%; 2011 98.14%) (continued)			
<i>Travel & Leisure (6.50%; 2011 7.55%)</i>			
62,154	Carnival	1,207	1.82
294,247	Compass	1,895	2.85
495,440	Stagecoach	1,215	1.83
	Portfolio of Investments	65,363	98.35
	Net other assets	1,098	1.65
	Net assets	66,461	100.00

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £7,131,000 (15.04.11: £6,281,000) and the total sales, net of transaction charges amounted to £7,463,000 (15.04.11: £7,141,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		4,066		4,638
Revenue	1,210		950	
Expenses	(351)		(370)	
Finance costs: Interest	—		—	
Net revenue before taxation	859		580	
Taxation	—		—	
Net revenue after taxation		859		580
Total return before distributions		4,925		5,218
Finance costs: Distributions		(859)		(580)
Change in net assets attributable to shareholders from investment activities		4,066		4,638

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		62,836		64,689
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,001		600	
Less: Amounts payable on cancellation of shares	(1,441)		(1,913)	
		(440)		(1,313)
Change in net assets attributable to shareholders from investment activities (see above)		4,066		4,638
Stamp duty reserve tax		(2)		(1)
Unclaimed distribution monies		1		—
Closing net assets attributable to shareholders		66,461		68,013

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £62,836,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		65,363		61,666
Debtors	338		2,441	
Cash and bank balances	<u>1,781</u>		<u>11</u>	
Total other assets		<u>2,119</u>		<u>2,452</u>
Total assets		67,482		64,118
LIABILITIES				
Creditors	(168)		(169)	
Bank overdrafts	–		(138)	
Distribution payable on income shares	<u>(853)</u>		<u>(975)</u>	
Total liabilities		(1,021)		(1,282)
Net assets attributable to shareholders		<u>66,461</u>		<u>62,836</u>

Aviva Investors UK Index Tracking Fund

Investment Objective

To track the total return (after charges) of the FTSE® All-Share Index.

Investment Policy

To hold all the stocks and in the same proportion as in the FTSE® All-Share Index, except where prevented by the FSA regulations.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 5.58 per cent (share class 1), net of fees. By comparison, the FTSE® All-Share index of listed UK companies returned 6.06 per cent.

UK equities advanced over the review period, underpinned by strong company results and global economic data which in the majority of instances surpassed expectations. While UK data has been somewhat disappointing, with the country sliding back into recession at the start of this year, the all-important US and Chinese economies continue to grow at a reasonable pace. Demand for riskier assets such as shares, and economic activity, have both in turn been underpinned by loose monetary policy in the West. Confidence was buttressed after the European Central Bank took steps to prevent a collapse of the region's financial system.

The world economic outlook has improved somewhat in recent weeks. Data out of the United States has continued to strengthen while even in Europe we have seen better news, with fears that output in the region was poised to fall off the edge of a cliff appearing misplaced, at least for now.

Although we remain concerned about the euro zone, our central case is that Europe will not drag the global economy into recession with it. With leading central banks making every effort to support activity we expect global growth of around three per cent in 2012, slightly lower than in 2011. Against that backdrop, and with many investors still taking a relatively cautious view of how this year is likely to shape up, we do not believe equities are overvalued, despite the stellar gains recorded in recent months and notwithstanding the danger that corporate earnings growth will not be as supportive going forward as it has been over the past three years.

Equities began to run into a wave of profit taking towards the end of the review period. Given the extent to which they had surged over the previous six months, we would not be surprised to see more investors taking profits in the near term. But we do not expect shares to plunge from current levels. That is because valuations do not look excessive when compared to less-risky assets which are being propped up by expectations that monetary conditions will remain loose for the foreseeable future.

May 2012

Sources: Fund performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Index returns from RIMES.

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

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Material Portfolio Changes

Purchases	Sales
CRH	Vodafone
HSBC	Rio Tinto
Vodafone	AstraZeneca
Royal Dutch Shell 'A'	Cairn Energy
BP	British American Tobacco
GlaxoSmithKline	HSBC
Royal Dutch Shell 'B'	BP
Polymetal International	Charter International
British American Tobacco	GlaxoSmithKline
Rio Tinto	Royal Dutch Shell 'B'

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	91,374	172,144,359	53.08
	15.10.10	97,128	166,634,737	58.29
	15.10.11	92,422	165,709,343	55.77
	15.04.12	94,284	162,192,910	58.13
Class 3 (Acc)	15.10.09	390,646	315,472,354	123.83
	15.10.10	418,556	299,278,321	139.86
	15.10.11	426,187	308,946,223	137.95
	15.04.12	430,821	294,756,145	146.16
Class A (Acc)	15.10.09	24,561	41,623,719	59.01
	15.10.10	34,680	52,636,876	65.88
	15.10.11	37,234	58,012,030	64.18
	15.04.12	40,816	60,399,091	67.58

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	68.95	60.42
	2008	65.08	37.57
	2009	54.99	35.67
	2010	61.60	49.47
	2011	62.76	51.38
	2012**	61.90	57.22
Class 3 (Acc)	2007	146.70	128.44
	2008	140.44	84.48
	2009	128.46	80.41
	2010	148.00	117.22
	2011	152.77	125.29
	2012**	153.56	141.77
Class A (Acc)	2007	71.91	62.94
	2008	68.42	40.67
	2009	61.06	38.55
	2010	69.56	55.38
	2011	71.32	58.32
	2012**	71.07	65.76

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	0.92%	0.93%
Class 3	0.22%	0.23%
Class A	1.50%	1.50%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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	1.4585	22.58
	2008	1.6982	26.29
	2009	1.4246	22.06
	2010	1.2780	19.79
	2011	1.3699	21.21
	2012*	0.7593	11.76
Class 3 (Acc)	2007	4.0330	29.81
	2008	4.5835	33.88
	2009	3.9326	29.07
	2010	3.9018	28.84
	2011	4.3165	31.91
	2012*	2.3830	17.61
Class A (Acc)	2007	1.1311	16.92
	2008	1.4445	21.61
	2009	1.2851	19.23
	2010	1.0807	16.17
	2011	1.1699	17.51
	2012*	0.6817	10.20

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (0.000%; 2011 0.057%)			
<i>Mining (0.000%; 2011 0.057%)</i>			
Bermuda (0.340%; 2011 0.284%)			
<i>Equity Investment Instruments (0.015%; 2011 0.000%)</i>			
52,230	Utilico Emerging Markets	85	0.015
<i>Mining (0.071%; 2011 0.047%)</i>			
154,239	Aquarius Platinum	209	0.037
120,300	Petra Diamonds	192	0.034
<i>Nonlife Insurance (0.182%; 2011 0.162%)</i>			
116,901	Catlin	487	0.086
16,676	Hardy Underwriting Bermuda	46	0.008
126,174	Hiscox	498	0.088
<i>Support Services (0.072%; 2011 0.075%)</i>			
50,940	Lancashire Holdings	408	0.072
		1,925	
Cayman Islands (0.054%; 2011 0.048%)			
<i>Life Insurance (0.054%; 2011 0.048%)</i>			
55,890	Phoenix Group Holdings	307	0.054
		307	
Channel Islands; Guernsey (1.291%; 2011 1.068%)			
<i>Equity Investment Instruments (0.167%; 2011 0.129%)</i>			
7,460	Ashmore Global Opportunities (GBP)	45	0.008
6,520	Ashmore Global Opportunities (USD)	25	0.004
11,800	BH Macro	143	0.025
18,500	Cazenove Absolute Equity	23	0.004
166,385	F & C Commercial Property Trust	173	0.031
41,800	Genesis Emerging Markets	205	0.036
34,135	HICL Infrastructure	36	0.006
138,380	John Laing Infrastructure Fund	148	0.026
69,700	NB Global Floating Rate Preference Shares	69	0.012
40,630	Ruffer Investment Company	82	0.015
<i>General Financial (0.082%; 2011 0.073%)</i>			
46,900	Acencia Debt Strategies	39	0.007
349,290	Henderson	424	0.075
<i>Life Insurance (0.188%; 2011 0.220%)</i>			
440,030	Resolution	1,066	0.188
<i>Media (0.743%; 2011 0.570%)</i>			
192,196	Informa	823	0.145
402,420	WPP	3,382	0.598
<i>Oil & Gas Producers (0.009%; 2011 0.010%)</i>			
39,490	Exillion Energy	50	0.009
<i>Support Services (0.046%; 2011 0.029%)</i>			
226,944	Regus	262	0.046
<i>Travel & Leisure (0.056%; 2011 0.037%)</i>			
201,750	Bwin.Party Digital Entertainment	315	0.056
		7,310	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Channel Islands; Jersey (0.946%; 2011 0.524%)			
<i>Construction & Materials (0.376%; 2011 0.266%)</i>			
90,270	Wolseley	2,126	0.376
<i>Equity Investment Instruments (0.008%; 2011 0.007%)</i>			
25,800	Henderson Diversified Income	21	0.004
24,700	Middlefield Canadian Income Preference Shares	24	0.004
<i>Media (0.005%; 2011 0.004%)</i>			
21,230	Tarsus	31	0.005
<i>Mining (0.510%; 2011 0.194%)</i>			
356,880	Centamin	236	0.042
442,720	Glencore International	1,770	0.313
91,780	Polymetal International	880	0.155
<i>Oil & Gas Producers (0.047%; 2011 0.053%)</i>			
38,490	Cape	143	0.025
28,450	Kentz Group	122	0.022
		5,353	
Finland (0.023%; 2011 0.030%)			
<i>Industrial Metals (0.023%; 2011 0.030%)</i>			
59,420	Talvivaara Mining	131	0.023
		131	
Ireland; Republic of (0.577%; 2011 0.054%)			
<i>Mining (0.067%; 2011 0.054%)</i>			
768,590	Kenmare Resources (GBP)	381	0.067
<i>Construction & Materials (0.494%; 2011 0.000%)</i>			
226,300	CRH	2,797	0.494
<i>Food Producers (0.016%; 2011 0.000%)</i>			
123,100	Greencore Group	90	0.016
		3,268	
Luxembourg (0.077%; 2011 0.026%)			
<i>Chemicals (0.064%; 2011 0.026%)</i>			
123,080	AZ Electronic Materials	362	0.064
<i>Equity Investment Instruments (0.013%; 2011 0.000%)</i>			
67,800	Bilfinger Berger Global Infrastructure	72	0.013
		434	
Singapore (0.008%; 2011 0.008%)			
<i>Electronic & Electrical Equipment (0.008%; 2011 0.008%)</i>			
4,500	XP Power	47	0.008
		47	
South Africa; Republic of (0.024%; 2011 0.012%)			
<i>Mining (0.021%; 2011 0.008%)</i>			
44,980	Gem Diamonds	118	0.021
<i>Steel & Other Metals (0.003%; 2011 0.004%)</i>			
116,200	International Ferro Metals	18	0.003
		136	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Spain (0.183%; 2011 0.171%)			
<i>Travel & Leisure (0.183%; 2011 0.171%)</i>			
593,118	International Consolidated Airlines	1,037	0.183
		1,037	
United Arab Emirates (0.036%; 2011 0.026%)			
<i>Construction & Materials (0.036%; 2011 0.026%)</i>			
62,370	Lamprell	202	0.036
		202	
United Kingdom (94.452%; 2011 89.826%)			
<i>Aerospace & Defence (1.839%; 2011 1.640%)</i>			
9,500	Avon Rubber	27	0.005
1,037,334	BAE Systems	3,037	0.537
63,345	Chemring Group	241	0.042
344,960	Cobham	801	0.142
248,152	Meggitt	992	0.175
598,512	Rolls-Royce	4,848	0.857
21,990	Ultra Electronics	369	0.065
16,375	Umeco	92	0.016
<i>Automobiles & Parts (0.187%; 2011 0.181%)</i>			
495,540	GKN	984	0.174
445,400	Pendragon	59	0.010
50,400	Torotrak	19	0.003
<i>Banks (9.998%; 2011 9.218%)</i>			
3,894,752	Barclays	8,370	1.479
5,792,522	HSBC	31,453	5.548
12,842,641	Lloyds Banking Group	3,950	0.698
5,681,429	Royal Bank of Scotland	1,423	0.251
760,197	Standard Chartered	11,384	2.012
<i>Beverages (3.980%; 2011 3.388%)</i>			
12,650	Barr (A G)	147	0.026
78,100	Britvic	302	0.053
805,375	Diageo	12,238	2.162
182,464	Marston's	179	0.032
380,457	SABMiller	9,662	1.707
<i>Chemicals (0.595%; 2011 0.470%)</i>			
43,114	Croda International	919	0.162
145,029	Elementis	297	0.052
68,643	Johnson Matthey	1,577	0.279
26,785	Victrex	380	0.067
83,346	Yule Catto	197	0.035
<i>Construction & Materials (0.290%; 2011 0.280%)</i>			
217,732	Balfour Beatty	595	0.105
30,100	Boot (Henry)	39	0.007
137,609	Carillion	381	0.068
14,387	Costain Group	33	0.006
26,574	Galliford Try	162	0.029
20,242	Keller	90	0.016
12,360	Kier	138	0.024
93,574	Low & Bonar	55	0.010
60,481	Marshalls	58	0.010
10,533	Morgan Sindall	70	0.012
177,900	Norcros	19	0.003

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Electricity (1.161%; 2011 1.060%)</i>			
116,688	Drax	619	0.109
485,620	International Power	1,960	0.346
297,882	Scottish & Southern Energy	3,992	0.706
<i>Electronic & Electrical Equipment (0.459%; 2011 0.361%)</i>			
10,300	Dialight	102	0.018
35,949	Domino Printing Sciences	210	0.037
69,257	e2V Technologies	83	0.015
257,971	Invensys	492	0.087
85,955	Laird	188	0.033
88,961	Morgan Crucible	292	0.052
17,993	Oxford Instruments	214	0.038
64,000	PV Crystalox Solar	3	0.001
11,868	Renishaw	159	0.028
36,872	Spectris	664	0.117
50,463	TT Electronics	87	0.015
20,120	Volex	53	0.009
22,300	XAAR	51	0.009
<i>Engineering & Machinery (0.063%; 2011 0.043%)</i>			
62,317	Bodycote	248	0.044
19,000	Cardo	72	0.013
900	Goodwin	12	0.002
67,800	Renold	25	0.004
<i>Equity Investment Instruments (2.855%; 2011 2.676%)</i>			
44,310	Aberdeen Asian Income Fund	83	0.015
8,190	Aberdeen New Dawn Investment Trust	66	0.012
30,361	Aberforth Smaller Companies Trust	189	0.033
71,700	Absolute Return Trust	77	0.014
10,400	Abtrust Asian Smaller Companies	76	0.013
20,100	Advance Developing	89	0.016
193,726	Alliance Trust	701	0.124
63,900	Alternative Investment Strategies	71	0.013
14,350	Artemis Alpha Trust	40	0.007
1,385	Artemis Alpha Trust Subscription	1	—
113,340	Ashmore	438	0.077
20,823	Baillie Gifford Japan Trust	42	0.007
36,128	Bankers Investment Trust	150	0.027
8,300	Baring Emerging Europe	59	0.010
12,730	BH Global (GBP)	148	0.026
7,440	BH Global (USD)	54	0.010
11,970	BH Macro Equity Fund	244	0.043
4,720	BH Macro EUR Equity Fund	76	0.013
20,400	Biotech Growth Trust	48	0.008
29,500	BlackRock Commodities Income Investment Trust	37	0.007
29,200	BlackRock Frontier	24	0.004
33,312	BlackRock Greater Europe Investment Trust	58	0.010
13,560	BlackRock Latin American Investment Trust	78	0.014
72,800	BlackRock New Energy Investment Trust	22	0.004
14,619	BlackRock Smaller Companies Trust	74	0.013
55,231	BlackRock World Mining Trust	363	0.064
143,300	Bluecrest Allblue Fund	231	0.041
92,485	British Assets Trust	115	0.020
49,533	British Empire Securities & General Trust	204	0.036
10,694	Brunner Investment Trust	45	0.008
13,302	Caledonia Investments	188	0.033

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Equity Investment Instruments (2.855%; 2011 2.676%) (continued)</i>			
6,730	Candover Investments	28	0.005
900	Capital Gearing Trust	28	0.005
20,700	City Merchants High Yield Trust	33	0.006
21,790	City Natural Resources High Yield Trust	56	0.010
65,952	City of London Investment Trust	190	0.034
19,950	Dexion Equity Alternative	25	0.004
36,300	Dexion Trading	43	0.008
8,900	Dunedin Enterprise Investment Trust	31	0.005
46,604	Dunedin Income Growth Investment Trust	103	0.018
14,700	Dunedin Smaller Companies Investment Trust	20	0.004
21,156	Eastern European Trust	55	0.010
4,231	Eastern European Trust Subscription	–	–
72,203	Edinburgh Dragon Trust	176	0.031
60,707	Edinburgh Investment Trust	297	0.052
34,416	Edinburgh UK Tracker Trust	86	0.015
12,539	Edinburgh US Tracker Trust	86	0.015
14,633	Edinburgh Worldwide Investment Trust	42	0.007
11,334	Electra Private Equity	190	0.034
18,100	EP Global Opportunities Trust	31	0.005
14,939	European Investment Trust	73	0.013
27,820	F&C Capital & Income Investment Trust	60	0.011
13,492	F&C Global Smaller Companies	80	0.014
19,300	F&C Private Equity Trust	31	0.005
6,400	F&C US Smaller Companies	30	0.005
19,673	Fidelity Asian Values	37	0.007
3,934	Fidelity Asian Values Subscription	1	–
187,017	Fidelity China Special Situations	147	0.026
16,560	Fidelity European Values	179	0.032
17,722	Fidelity Special Values	91	0.016
18,317	Finsbury Growth & Income Trust	62	0.011
192,830	Foreign & Colonial Investment Trust	589	0.104
8,742	Gartmore European Investment Trust	47	0.008
2,390 †	Gartmore Irish Growth Fund	0	0.000
36,600	Glasgow Income Trust	20	0.004
38,740	Goldman Sachs Dynamic Opportunities	38	0.007
23,108	Graphite Enterprise Trust	92	0.016
1,200	Hansa Trust	11	0.002
4,700	Hansa Trust 'A'	41	0.007
6,900	Henderson Eurotrust	35	0.006
32,554	Henderson Far East Income	94	0.017
6,300	Henderson Fledgling Trust	23	0.004
13,050	Henderson Global Trust	40	0.007
28,917	Henderson High Income Trust	37	0.007
25,525	Henderson Smaller Companies Investment Trust	78	0.014
51,612	Henderson TR Pacific Investment Trust	90	0.016
26,309	Herald Investment Trust	134	0.024
10,579	HG Capital Trust	101	0.018
204,810	HICL Infrastructure	250	0.044
58,711	Impax Asian Environmental Markets	49	0.009
4,620	Impax Asian Environmental Markets Subscription	–	–
99,220	Impax Environmental Markets	98	0.017
125,160	International Public Partnerships	150	0.027
29,400	Invesco Asia Trust	45	0.008
17,510	Invesco Income & Growth Trust	37	0.007

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Equity Investment Instruments (2.855%; 2011 2.676%) (continued)</i>			
20,000	Invesco Perpetual UK Smaller Companies Investment Trust	41	0.007
32,200	Investors In Global Real Estate	27	0.005
80,400	Invista European Real Estate Trust	17	0.003
18,300	ISIS Property Trust	16	0.003
14,021	JPMorgan American Investment Trust	129	0.023
53,055	JPMorgan Asian Investment Trust	103	0.018
25,400	JPMorgan China Investment Trust	33	0.006
17,907	JPMorgan Claverhouse Investment Trust	73	0.013
33,908	JPMorgan Emerging Markets Investment Trust	188	0.033
40,920	JPMorgan European Investment Trust Growth Shares	63	0.011
17,500	JPMorgan European Investment Trust Income Shares	14	0.002
15,278	JPMorgan European Small Company Trust	103	0.018
46,500	JPMorgan Global Emerging Markets	53	0.009
31,600	JPMorgan Indian Investment Trust	110	0.019
12,929	JPMorgan Japanese Smaller Companies Investment Trust	18	0.003
53,156	JPMorgan Japanese Investment Trust	90	0.016
8,248	JPMorgan Mid Cap Investment Trust	35	0.006
8,568	JPMorgan Overseas Investment Trust	64	0.011
17,100	JPMorgan Russian Securities	94	0.017
5,345	JPMorgan Smaller Companies	25	0.004
26,436	Jupiter European Opportunities Trust	73	0.013
13,281	JZ Capital NPV	46	0.008
4,543	Keystone Investment Trust	55	0.010
36,150	Law Debenture	136	0.024
8,034	Lowland Investment Company	73	0.013
7,800	Majedie Investment	12	0.002
2,200	Manchester & London Investment Trust	7	0.001
42,519	Martin Currie Global Portfolio Trust	56	0.010
13,000	Martin Currie Pacific Trust	34	0.006
62,740	Medicx Fund	48	0.008
32,481	Mercantile Investment Trust	323	0.057
31,900	Merchants Trust	118	0.021
83,827	Monks Investment Trust	274	0.048
11,500	Montanaro UK Smaller Companies Trust	39	0.007
20,133	Murray Income Trust	128	0.023
35,088	Murray International Trust	337	0.060
19,260	New India Investment Trust	41	0.007
4,460	North Atlantic Smaller Companies	44	0.008
35,601	Pacific Assets Trust	44	0.008
27,200	Pacific Horizon Investment Trust	43	0.008
11,380	Pantheon International Participations	87	0.015
65,547	Perpetual Income & Growth Investment Trust	174	0.031
357	Personal Assets Trusts	121	0.021
27,500	Polar Capital Global Healthcare Growth	32	0.006
40,404	Polar Capital Technology Trust	157	0.028
8,080	Polar Capital Technology Trust Subscription shares	1	—
7,000	RCM Technology Trust	22	0.004
47,950	RIT Capital Partners	561	0.099
46,631	Schroder Asia Pacific Fund	110	0.019
20,889	Schroder Income Growth Fund	40	0.007
42,655	Schroder Japan Growth Fund	40	0.007
50,640	Schroder Oriental Income	84	0.015
47,458	Schroder UK Growth Fund	60	0.011
11,100	Schroder UK Mid Cap Fund	29	0.005

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Equity Investment Instruments (2.855%; 2011 2.676%) (continued)</i>			
43,843	Scottish American Investment Company	99	0.017
41,208	Scottish Investment Trust	196	0.035
84,310	Scottish Mortgage Investment Trust	589	0.104
9,300	Scottish Oriental Smaller Companies Trust	58	0.010
30,000	Securities Trust of Scotland	36	0.006
8,118	Shires Income	15	0.003
2,594	Standard Life	1	–
12,974	Standard Life Equity Income Trust	36	0.006
26,950	Standard Life Euro Private Equity Trust	37	0.007
19,500	Standard Life UK Smaller Companies Trust	39	0.007
95,606	SVG Capital	272	0.048
18,931	SVM Global Fund	54	0.010
18,050	Temple Bar Investment Trust	164	0.029
102,379	Templeton Emerging Markets	592	0.105
26,840	Thames River Multi Hedge	31	0.005
26,590	Throgmorton Trust	49	0.009
20,716	TR European Growth Trust	66	0.012
117,100	UK Commercial Property Trust	86	0.015
16,177	Value & Income Trust	28	0.005
65,885	Witan Investment Trust	314	0.056
20,271	Witan Pacific Investment Trust	41	0.007
14,181	Worldwide Healthcare Trust	110	0.019
<i>Fixed Line Telecommunications (1.165%; 2011 0.973%)</i>			
2,472,699	BT	5,366	0.948
824,135	Cable & Wireless Communications	254	0.045
872,995	Cable & Wireless Worldwide	324	0.057
116,243	Colt Telecom	116	0.021
167,086	KCOM	121	0.021
221,940	TalkTalk Telecom	296	0.052
17,087	Telecom Plus	116	0.021
<i>Food & Drug Retailers (2.320%; 2011 2.676%)</i>			
498,770	Booker	410	0.072
33,020	Greggs	170	0.030
823,700	Morrison (WM) Supermarkets	2,410	0.426
135,250	Ocado	149	0.026
596,590	Sainsbury (J)	1,802	0.319
2,542,759	Tesco	8,189	1.447
<i>Food Producers (2.103%; 2011 2.104%)</i>			
6,520	Anglo-Eastern Plantations	51	0.009
126,622	Associated British Foods	1,504	0.266
2,700	Carr's Milling Industries	22	0.004
14,954	Cranswick	119	0.021
43,003	Dairy Crest	135	0.024
53,675	Devro	168	0.030
39,350	Domino Pizza	169	0.030
10,400	Hilton Food	30	0.005
55,110	Hochschild Mining	269	0.048
773,240	Premier Foods	116	0.020
8,170	R.E.A	59	0.010
149,004	Tate & Lyle	1,027	0.181
410,622	Unilever	8,233	1.455
<i>Forestry & Paper (0.114%; 2011 0.104%)</i>			
117,452	Mondi	647	0.114

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
Gas, Water & Multiutilities (2.786%; 2011 2.686%)			
1,647,407	Centrica	5,168	0.914
1,138,080	National Grid	7,306	1.291
114,684	Pennon	822	0.145
75,310	Severn Trent	1,173	0.207
218,006	United Utilities	1,295	0.229
General Financial (1.626%; 2011 1.545%)			
308,191	3i	604	0.107
1,911 †	3i European Technology	0	0.000
194,000	3i Infrastructure	241	0.043
365,922	Aberdeen Asset Management	965	0.171
12,346 †	Beta Global Emerging Markets	0	0.000
79,307	Brewin Dolphin	132	0.023
460	Camellia	45	0.008
15,100	Charles Taylor Consulting	22	0.004
9,600	City of London Investment Group	36	0.006
46,684	Close Brothers	343	0.061
134,673	F&C Asset Management	89	0.016
17,530 †	Govett Strategic Investment Trust	0	0.000
76,510	Hargreaves Lansdown	351	0.062
209,140	ICAP	779	0.138
114,990	IG	527	0.093
118,543	Intermediate Capital	309	0.055
83,562	International Personal Finance	212	0.037
188,961	Investec	672	0.119
118,194	IP	165	0.029
110,920	Jupiter Fund Management	261	0.046
63,300	LMS Capital	37	0.007
65,344	London Stock Exchange	676	0.119
590,298	Man Group	649	0.115
97,897	Paragon	177	0.031
43,796	Provident Financial	500	0.088
13,804	Rathbone Brothers	177	0.031
54,200	Schroders	789	0.139
18,215	Schroders Non Voting	206	0.036
83,950 †	Securities Trust of Scotland	0	0.000
70,160	Tullett Prebon	238	0.042
General Industrials (0.674%; 2011 0.519%)			
7,561	British Polythene	27	0.005
88,229	Cookson	629	0.111
279,880	Rexam	1,174	0.207
52,508	RPC	191	0.034
294,045	Smith (DS)	502	0.089
125,360	Smiths	1,292	0.228
General Retailers (1.579%; 2011 1.508%)			
62,902	Ashley (Laura)	15	0.003
69,299	Brown (N)	156	0.027
15,624	Carpentryright	97	0.017
411,316	Debenhams	326	0.058
1,181,628	Dixons Retail	204	0.036
25,800	Dunelm	130	0.023
558,434	Findel	19	0.003
22,200	French Connection	10	0.002
64,510	Halfords	188	0.033

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>General Retailers (1.579%; 2011 1.508%) (continued)</i>			
262,570	Home Retail	277	0.049
206,517	Howden Joinery	248	0.044
146,912	Inchcape	531	0.094
4,683	John David	37	0.007
169,643	Kesa Electricals	105	0.019
748,985	Kingfisher	2,228	0.394
93,773	Lookers	59	0.010
503,872	Marks & Spencer	1,862	0.329
28,339	Mothercare	49	0.009
55,510	Next	1,638	0.289
94,140	Photo-Me International	44	0.008
69,650	PZ Cussons	223	0.039
55,560	Sports Direct	156	0.027
9,419	Ted Baker	81	0.014
38,446	Topps Tiles	15	0.003
44,990	WH Smith	240	0.042
<i>Health Care Equipment & Services (0.349%; 2011 0.343%)</i>			
9,440	Consort Medical	61	0.011
17,320	Optos	45	0.008
283,844	Smith & Nephew	1,717	0.303
17,820	Synergy Healthcare	151	0.027
<i>Household Goods (1.9450%; 2011 1.748%)</i>			
21,111	AGA Rangemaster	18	0.003
308,555	Barratt Developments	417	0.074
39,366	Bellway	314	0.055
41,983	Berkeley	546	0.096
43,404	Bovis Homes	207	0.037
26,276	Headlam	78	0.014
57,199	McBride	72	0.013
96,676	Persimmon	618	0.109
231,773	Reckitt Benckiser	8,124	1.436
100,309	Redrow	126	0.022
1,022,390	Taylor Wimpey	515	0.091
<i>Industrial Engineering (0.871%; 2011 0.829%)</i>			
62,617	Fenner	267	0.047
120,388	Halma	475	0.084
24,156	Hill & Smith	77	0.014
102,349	IMI	949	0.168
125,039	Melrose	520	0.092
27,601	Rotork	562	0.099
127,396	Senior	252	0.045
27,200	Severfield-Rowen	48	0.008
25,063	Spirax-Sarco Engineering	551	0.097
13,953	Vitec	94	0.017
67,149	Weir	1,134	0.200
<i>Industrial Metal & Mining (0.083%; 2011 0.000%)</i>			
128,200	Evraz	469	0.083

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Industrial Transportation (0.111%; 2011 0.086%)</i>			
152,123	BBA Aviation	324	0.058
6,030	Braemar Seascope	24	0.004
4,200	Clarkson	56	0.010
16,260	Fisher (J) & Sons	98	0.017
43,223	Northgate	82	0.015
6,051	UK Mail	14	0.003
36,827	Wincanton	22	0.004
<i>Leisure Goods (0.014%; 2011 0.019%)</i>			
10,800	Hornby	10	0.002
95,248	Pace Micro Technology	68	0.012
<i>Life Insurance (2.770%; 2011 2.402%)</i>			
933,261 f	Aviva	2,853	0.504
31,536	Chesnara	57	0.010
1,874,260	Legal & General	2,296	0.406
1,767,605	Old Mutual	2,731	0.483
806,975	Prudential	5,863	1.036
63,985	St James's Place Capital	216	0.038
752,590	Standard Life	1,661	0.293
<i>Media (2.049%; 2011 1.957%)</i>			
8,000	4Imprint	22	0.004
373,233	Aegis	654	0.115
23,160	Bloomsbury Publishing	26	0.005
420,361	British Sky Broadcasting	2,720	0.481
43,500	Centaur Media	15	0.003
26,160	Chime Communications	54	0.010
18,900	Creston	12	0.002
87,084	Daily Mail & General Trust 'A' Non Vtg	389	0.069
11,779	Euromoney Institutional Investor	91	0.016
79,790	Huntsworth	38	0.007
80,813	ITE	182	0.032
1,243,576	ITV	1,055	0.186
35,525	Mecom	58	0.010
82,990	Moneysupermarket.com	107	0.019
259,992	Pearson	2,896	0.512
27,800	Perform Group	84	0.015
388,810	Reed Elsevier	2,041	0.361
34,945	Rightmove	506	0.089
58,981	Smiths News	53	0.009
83,085	Trinity Mirror	28	0.005
77,969	United Business Media	467	0.082
32,466	UTV Media	48	0.008
26,000	Wilmington	24	0.004
746,750	Yell	27	0.005
<i>Mining (9.476%; 2011 9.402%)</i>			
40,100	African Barrick Gold	143	0.025
65,120	Allied Gold Mining	74	0.013
36,600	Anglesey Mining	8	0.002
423,988	Anglo American	9,593	1.695
35,570	Anglo Pacific	105	0.019
126,095	Antofagasta	1,417	0.250
63,600	Avocet Mining	103	0.018
675,356	BHP Billiton	12,757	2.254
29,160	Bumi	171	0.030

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
Mining (9.476%; 2011 9.402%) (continued)			
123,530	Eurasian Natural Resources	704	0.124
56,920	Ferrexpo	168	0.030
68,800	Fresnillo	1,086	0.192
68,460	Kazakhmys	602	0.106
64,667	Lonmin	644	0.114
34,390	New World Resources 'A'	144	0.025
60,079	Petropavlovsk	304	0.054
29,070	Randgold Resources	1,618	0.286
453,687	Rio Tinto	15,634	2.763
97,564	UK Coal	14	0.002
42,370	Vedanta Resources	503	0.089
710,988	Xstrata	7,835	1.385
Mobile Telecommunications (4.884%; 2011 5.053%)			
143,260	Inmarsat	605	0.107
15,952,736	Vodafone	27,032	4.777
Non Equity Investment Instruments (0.024%; 2011 0.043%)			
96,980	Dexion Absolute	135	0.024
Nonlife Insurance (0.535%; 2011 0.546%)			
61,390	Admiral	725	0.128
161,021	Amlin	524	0.093
167,160	Beazley	233	0.041
45,251	Jardine Lloyd Thomson	305	0.054
21,213	Novae	78	0.014
1,127,272	RSA Insurance	1,162	0.205
Oil & Gas Producers (16.301%; 2011 15.861%)			
348,670	Afren	462	0.082
1,078,680	BG	14,951	2.642
6,032,199	BP	26,650	4.709
179,459	Cairn Energy	574	0.101
195,460	Enquest	242	0.043
127,430	Essar Energy	199	0.035
463,010	Fortune Oil	47	0.008
23,720	Hardy Oil & Gas	36	0.006
64,500	Heritage Oil	90	0.016
41,900	JKX Oil & Gas	61	0.011
16,584	Melrose	20	0.004
52,430	Ophire Energy	274	0.048
151,744	Premier Oil	582	0.103
1,165,700	Royal Dutch Shell 'A'	24,666	4.359
860,151	Royal Dutch Shell 'B'	18,648	3.295
42,700	RusPetro	84	0.015
50,380	Salamander Energy	121	0.021
110,938	Soco International	320	0.057
293,142	Tullow Oil	4,221	0.746
Oil Equipment, Services & Distribution (0.668%; 2011 0.523%)			
106,006	AMEC	1,144	0.202
46,777	Hunting	419	0.074
82,780	Petrofac	1,401	0.248
118,134	Wood (J)	815	0.144
Personal Goods (0.398%; 2011 0.323%)			
140,161	Burberry	2,194	0.388
9,800	Supergroup	59	0.010

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Pharmaceuticals & Biotechnology (6.847%; 2011 6.924%)</i>			
408,576	AstraZeneca	11,371	2.009
104,494	BTG	368	0.065
21,561	Dechra Pharmaceuticals	114	0.020
19,230	Genus	239	0.042
1,624,939	GlaxoSmithKline	22,774	4.025
46,410	Hikma Pharmaceutical	304	0.054
308,022	Oxford Biomedica	12	0.002
178,852	Shire	3,500	0.619
106,480	Vectura	64	0.011
<i>Real Estate (1.592%; 2011 1.531%)</i>			
42,570	Big Yellow	118	0.021
282,906	British Land	1,336	0.236
218,741	Capital & Counties	413	0.073
64,839	Capital & Regional	21	0.004
206,011	Capital Shopping Centres	655	0.116
7,227	CLS	46	0.008
1,600	Daejan	52	0.009
31,778	Derwent London	549	0.097
39,889	Development Securities	68	0.012
97,210	Grainger Trust	102	0.018
100,003	Great Portland Estates	358	0.063
226,250	Hammerson	923	0.163
208,256	Hansteen	160	0.028
38,515	Helical Bar	71	0.013
36,020	IRP Property Investments	25	0.004
248,973	Land Securities	1,778	0.314
168,600	London & Stamford Property	189	0.033
25,470	LSL Property Services	66	0.012
11,500	McKay Securities	14	0.002
58,700	Metric Property Investment	53	0.009
7,610	Mucklow (A&J)	25	0.004
108,100	Picton Property Income	44	0.008
22,228	Primary Health Properties	73	0.013
168,700	Quintain Estates & Development	64	0.011
191,151	Raven Russia	128	0.023
60,990	Safestore	71	0.013
116,030	Schroder Real Estate Investment Trust	39	0.007
237,208	Segro REIT	552	0.098
79,946	Shaftesbury	390	0.069
48,990	St Modwen Properties	81	0.014
44,540	Standard Life Investment Property Income Trust	28	0.005
113,544	Stobart Group	145	0.026
13,218	Town Centre Securities	24	0.004
40,000	TR Property Investment Sigma	26	0.005
79,481	TR Property Investment Trust	118	0.021
51,886	Unite	95	0.017
46,760	Workspace Group	107	0.019

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Software & Computer Services (0.724%; 2011 0.623%)</i>			
94,360	Anite	120	0.021
21,583	Aveva	354	0.063
37,417	Computacenter	163	0.029
36,340	Emblaze LD	19	0.003
11,961	Fidessa	189	0.033
304,941	Innovation	63	0.011
26,000	Kewill Systems	19	0.003
28,808	Kofax	87	0.015
511,197	LogicaCMG	413	0.073
52,728	Micro Focus International	251	0.044
107,150	Misys	373	0.066
11,070	NCC	97	0.017
17,600	Phoenix IT	33	0.006
28,679	RM	22	0.004
423,025	Sage	1,216	0.216
25,710	SDL International	187	0.033
63,360	TeleCity	492	0.087
<i>Steel & Other Metals (0.005%; 2011 0.013%)</i>			
24,781	Rank	30	0.005
<i>Support Services (3.392%; 2011 2.864%)</i>			
84,796	Aggreko	1,854	0.328
160,975	Ashtead	385	0.068
32,078	Atkins (WS)	234	0.041
114,839	Babcock International	941	0.166
56,010	Berendsen	290	0.051
34,244	Brammer	121	0.021
104,917	Bunzl	1,047	0.185
196,068	Capita	1,427	0.252
26,300	CPP Group	14	0.003
32,093	De La Rue	288	0.051
17,598	Dignity	146	0.026
35,765	Diploma	154	0.027
67,200	Ecofin Water & Power Opportunities	80	0.014
138,809	Electrocomponents	330	0.058
319,740	Experian	3,127	0.553
52,133	Fiberweb	32	0.006
67,781	Filtrona	321	0.057
450,259	G4S	1,274	0.225
17,000	Harvey Nash Group	10	0.002
444,297	Hays	392	0.069
99,400	Hogg Robinson	69	0.012
106,240	Homeserve	240	0.043
11,600	Hyder Consulting	44	0.008
40,607	Interserve	112	0.020
50,750	Intertek	1,266	0.224
53,635	Lavendon	64	0.011
423,330	Lonrho	52	0.009
146,600	Management Consulting	57	0.010
27,570	Mears	70	0.012
14,590	Menzies (I)	89	0.016
96,869	Michael Page International	427	0.076
116,606	Mitie	330	0.058
16,490	Paypoint	106	0.019
119,946	Premier Farnell	248	0.044

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Support Services (3.392%; 2011 2.864%) (continued)</i>			
209,240	Qinetiq	318	0.056
578,928	Rentokil Initial	500	0.088
16,728	Ricardo	59	0.010
24,978	Robert Walters	63	0.011
69,222	RPS	161	0.028
99,600	RSM Tenon	7	0.001
42,766	Savills	149	0.026
159,402	Serco	853	0.152
128,180	Shanks	122	0.022
192,597	SIG	209	0.037
168,610	Speedy Hire	45	0.008
31,086	St Ives	23	0.004
28,360	Sthree	93	0.016
76,750	Travis Perkins	810	0.143
6,700	VP	17	0.003
20,690	WSP	49	0.009
78,040	Xchanging	75	0.013
<i>Technology Hardware & Equipment (0.662%; 2011 0.561%)</i>			
429,986	ARM	2,528	0.447
86,166	BATM Advanced Communications	14	0.003
65,320	CSR	141	0.025
83,950	Imagination Technologies	575	0.102
30,900	Promethean World	23	0.004
46,166	Psion	25	0.004
14,000	Sapura	8	0.001
218,213	Spirent	377	0.067
35,600	Wolfson Microelectronics	64	0.011
<i>Tobacco (4.872%; 2011 4.366%)</i>			
629,801	British American Tobacco	19,707	3.482
320,146	Imperial Tobacco	7,863	1.390
<i>Transport (0.001%; 2011 0.001%)</i>			
8,512	Goldenport	7	0.001
<i>Travel & Leisure (2.249%; 2011 2.088%)</i>			
31,100	888 Holdings	21	0.004
33,850	Betfair	278	0.049
68,645	Carnival	1,333	0.236
46,200	Cineworld	99	0.017
600,978	Compass	3,831	0.677
94,592	Easyjet	454	0.080
162,026	Enterprise Inns	98	0.017
154,051	FirstGroup	310	0.055
9,200	Flybe Group	6	0.001
10,697	Fuller Smith & Turner	78	0.014
13,902	Go-Ahead	158	0.028
69,817	Greene King	357	0.063
92,721	Intercontinental Hotels	1,335	0.236
288,574	Ladbrokes	468	0.083
51,756	Millennium & Copthorne Hotels	248	0.044
98,628	Mitchells & Butlers	255	0.045
162,470	National Express	368	0.065
204,950	Punch Taverns	20	0.004
64,998	Restaurant	188	0.033
13,433	SFI 'A'	0	0.000
215,040	Spirit Pub Company	113	0.020

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.452%; 2011 89.826%) (continued)			
<i>Travel & Leisure (2.249%; 2011 2.088%) (continued)</i>			
215,330	Sportingbet	76	0.013
184,159	Stagecoach	448	0.079
285,233	Thomas Cook	65	0.011
178,785	TUI Travel	350	0.062
10,981 §	Wembley	0	0.000
42,080	Wetherspoon (J D)	170	0.030
56,181	Whitbread	1,026	0.181
222,980	William Hill	575	0.101
<i>Futures ((0.004)%, 2011: 0.288%)</i>			
33	Exposure to FTSE 100 Index June 2012	(22)	(0.004)
		<hr/> 535,461	
	Portfolio of Investments*	<hr/> 555,611	<hr/> 98.178
	Net other assets	<hr/> 10,310	<hr/> 1.822
	Net assets	<hr/> 565,921	<hr/> 100.000

* Includes investment liabilities.

f Investments in the Aviva Group.

† Suspended and delisted securities.

§ Unquoted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £46,452,000 (15.04.11: £4,017,000) and the total sales, net of transaction charges amounted to £24,354,000 (15.04.11: £3,828,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		23,589		30,435
Revenue	10,121		8,163	
Expenses	(1,219)		(1,226)	
Finance costs: Interest	—		—	
Net revenue before taxation	8,902		6,937	
Taxation	(67)		(75)	
Net revenue after taxation		8,835		6,862
Total return before distributions		32,424		37,297
Finance costs: Distributions		(8,835)		(6,862)
Change in net assets attributable to shareholders from investment activities		23,589		30,435

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		555,843		550,364
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	15,040		15,621	
Less: Amounts payable on cancellation of shares	(35,912)		(17,725)	
		(20,872)		(2,104)
Change in net assets attributable to shareholders from investment activities (see above)		23,589		30,435
Retained distribution on accumulation shares		7,436		5,913
Stamp duty reserve tax		(75)		(57)
Closing net assets attributable to shareholders		565,921		584,551

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £555,843,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		555,633		512,119
Debtors	3,934		1,804	
Cash and bank balances	<u>8,813</u>		<u>44,554</u>	
Total other assets		<u>12,747</u>		<u>46,358</u>
Total assets		568,380		558,477
LIABILITIES				
Investment liabilities		(22)		–
Creditors	(1,205)		(1,327)	
Distribution payable on income shares	<u>(1,232)</u>		<u>(1,307)</u>	
Total other liabilities		<u>(2,437)</u>		<u>(2,634)</u>
Total liabilities		(2,459)		(2,634)
Net assets attributable to shareholders		<u>565,921</u>		<u>555,843</u>

Aviva Investors UK Smaller Companies Fund

Investment Objective

Long term capital appreciation.

Investment Policy

Investment principally in smaller capitalisation UK equities judged to offer prospects of above average earnings growth.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 15.50 per cent (share class 1), net of fees, outperforming its peer group with the median return of 13.04 per cent from the IMA* UK Smaller Companies sector.

Small cap stocks outperformed large caps by a considerable margin as better economic news from the US bolstered investors' risk appetite. The recovery in the US economy helped drive profits of equipment rental group Ashtead, which was one of the period's strongest contributors. The Fund benefited from merger and acquisition activity too, with the holding in hedge fund administrator GlobeOp performing well after it became the focal point of a bidding war. Hamworthy, a global leader in marine fluid and gas handling systems, was another holding which leapt after it was bid for by a Swedish rival in November. We hope our focus on quality growth businesses will result in other fund holdings being targeted for takeover in the months and years ahead. The Fund's holding in supercapacitor developer CAP-XX was positive, as its shares rallied on the growing expectation that its products will be successfully brought to market. There were some disappointments too. As investors' risk appetite increased, the gold price came under pressure and shares in gold miner Avocet Mining underperformed. Van hire company Northgate, which operates in the UK and Spain, was another detractor as worries about the health of the Spanish economy weighed on the shares.

We took profits on several holdings which had produced strong returns including KCOM, Oxford Instruments and IP Group. Significant additions to the Fund included recruitment agency Robert Walters, newspaper and aviation logistics company John Menzies and home repair company Homeserve.

Our strategy remains to invest in a well diversified portfolio of smaller companies largely with repeatable business models, sustainable barriers to entry, incentivised management teams and strong balance sheets. We will also invest in a smaller number of special situations where the management teams are able to improve or stabilise earnings despite the economic backdrop.

May 2012

* IMA is the Investment Management Association, the industry's trade body.

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
Advanced Medical Solutions	Hamworthy
Cineworld	Axis-Shield
Salamander Energy	IP
Novae	Oxford Instruments
John Menzies	KCOM
Homeserve	Lavendon
Savills	Marshall's
Robert Walters	Vernalis
Severfield-Rowen	e2V Technologies
LSL Property Services	RPC

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 3	15.10.09	37,800	15,832,272	238.76
	15.10.10	43,106	15,765,625	273.42
	15.10.11	54,039	19,659,303	274.88
	15.04.12	58,076	18,338,647	316.69

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	15,892	11,843,169	134.19
	15.10.10	18,219	11,705,075	155.65
	15.10.11	16,732	10,561,266	158.43
	15.04.12	18,771	10,237,221	183.36
Class 2	15.10.09	6,716	3,261,987	205.88
	15.10.10	6,392	2,670,331	239.36
	15.10.11	5,424	2,220,745	244.22
	15.04.12	6,177	2,182,658	283.01
Class 3	15.10.09	5	1,809	252.87
	15.10.10	3	1,085	295.88
	15.10.11	3	1,085	304.24
	15.04.12	4	1,085	353.98

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 3	2007	303.05	233.90
	2008	245.38	140.32
	2009	243.96	140.48
	2010	297.56	227.45
	2011	322.99	268.17
	2012**	324.28	279.39

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	163.08	126.28
	2008	132.44	77.14
	2009	137.09	77.01
	2010	169.03	128.59
	2011	184.15	152.49
	2012***	185.96	160.64
Class 2	2007	248.72	192.87
	2008	202.30	118.14
	2009	210.34	118.03
	2010	260.07	197.58
	2011	283.68	235.05
	2012***	287.00	247.76
Class 3	2007**	244.44	233.90
	2008	245.38	144.36
	2009	258.36	144.53
	2010	321.98	243.67
	2011	352.61	292.77
	2012***	358.89	309.20

* Valued at mid market prices.

** From 17 December 2007 (date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.38%	1.38%
Class 2	1.13%	1.13%
Class 3	0.33%	0.33%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 3	2007	4.2548	15.17
	2008	5.4244	19.34
	2009	5.6864	20.28
	2010	5.6036	19.98
	2011	6.5271	23.28
	2012*	3.1539	11.25

* Up to 15 June 2012 (the interim distribution payment date).

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 (17 December 2007 for Share Class 3).

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	0.8450	5.61
	2008	1.7627	11.71
	2009	2.2460	14.92
	2010	1.8725	12.44
	2011	1.9514	12.96
	2012**	0.9268	6.16
Class 2	2007	1.8745	8.17
	2008	3.1686	13.81
	2009	3.8008	16.57
	2010	3.3884	14.77
	2011	3.6505	15.92
	2012**	1.7560	7.65
Class 3	2007*	N/A	N/A
	2008	5.4561	23.09
	2009	5.9010	24.97
	2010	5.9683	25.26
	2011	7.0884	30.00
	2012**	3.4907	14.77

* From 17 December 2007 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (0.64%; 2011 0.25%)			
<i>Electronic & Electrical Equipment (0.64%; 2011 0.25%)</i>			
2,088,076	Cap-XX	532	0.64
		532	
Bermuda (2.26%; 2011 1.55%)			
<i>Mining (0.87%; 2011 0.49%)</i>			
441,356	Petra Diamonds	719	0.87
<i>Nonlife Insurance (1.39%; 2011 1.06%)</i>			
415,757	Hardy Underwriting Bermuda	1,151	1.39
		1,870	
Canada (0.61%; 2011 0.89%)			
<i>Media (0.61%; 2011 0.89%)</i>			
312,409	Entertainment One	506	0.61
		506	
Channel Islands; Guernsey (0.38%; 2011 0.56%)			
<i>Support Services (0.38%; 2011 0.56%)</i>			
379,355	Shaft Sinkers Holding	319	0.38
		319	
Channel Islands; Jersey (1.26%; 2011 1.15%)			
<i>Media (0.71%; 2011 0.66%)</i>			
415,289	Tarsus	590	0.71
<i>Real Estate (0.55%; 2011 0.49%)</i>			
58,919	LXB Retail Properties	68	0.08
396,842	Max Property	390	0.47
		1,048	
Ireland; Republic of (0.00%; 2011 0.37%)			
<i>Mining (0.00%; 2011 0.37%)</i>			
Luxembourg (1.23%; 2011 0.97%)			
<i>General Financial (1.23%; 2011 0.97%)</i>			
209,259	GlobeOp Financial Services	1,023	1.23
		1,023	
South Africa; Republic of (0.58%; 2011 0.56%)			
<i>Steel & Other Metals (0.58%; 2011 0.56%)</i>			
3,009,480	International Ferro Metals	482	0.58
		482	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (91.75%; 2011 88.50%)			
<i>Aerospace & Defence (1.80%; 2011 1.60%)</i>			
244,827	Senior	488	0.59
58,710	Ultra Electronics	1,002	1.21
<i>Chemicals (2.43%; 2011 1.95%)</i>			
690,837 †	Dyson	0	0.00
613,754	Elementis	1,224	1.47
55,668	Victrex	795	0.96
<i>Construction & Materials (0.63%; 2011 0.69%)</i>			
118,193	Keller	523	0.63
<i>Electronic & Electrical Equipment (5.63%; 2011 6.42%)</i>			
205,841	Domino Printing Sciences	1,198	1.44
989,392	e2V Technologies	1,180	1.42
126,511	Oxford Instruments	1,500	1.81
350,956	XAAR	801	0.96
<i>Fixed Line Telecommunications (1.47%; 2011 2.13%)</i>			
1,709,075	KCOM	1,224	1.47
<i>Food Producers (2.15%; 2011 2.58%)</i>			
86,991	Cranswick	693	0.83
385,563	Hilton Food	1,094	1.32
<i>General Financial (5.22%; 2011 5.16%)</i>			
796,909	Brewin Dolphin	1,356	1.63
1,024,501	IP	1,427	1.72
1,377,986 †	London Scottish Bank	0	0.00
761,534	Paragon	1,368	1.65
2,566,415	RSM Tenon	179	0.22
<i>General Industrials (1.79%; 2011 3.35%)</i>			
403,304	RPC	1,484	1.79
<i>General Retailers (3.16%; 2011 2.59%)</i>			
216,186	H & T Group	620	0.75
146,325	Ted Baker	1,237	1.49
1,994,087	Topps Tiles	763	0.92
577,374 †	Land Of Leather	0	0.00
<i>Health Care Equipment & Services (6.79%; 2011 5.19%)</i>			
1,086,606	Advanced Medical Solutions	826	0.99
349,133	Caretech	496	0.60
254,495	Consort Medical	1,622	1.95
644,411	Optos	1,658	2.00
121,844	Synergy Healthcare	1,035	1.25
<i>Household Goods & Home Construction (1.32%; 2011 1.17)</i>			
163,655	Vitec	1,097	1.32
<i>Industrial Engineering (0.88%; 2011 0.46%)</i>			
415,784	Severfield-Rowen	728	0.88
<i>Industrial Transportation (2.93%; 2011 3.36%)</i>			
252,885	Fisher (J) & Sons	1,524	1.84
472,901	Northgate	901	1.09
<i>Leisure Goods (0.76%; 2011 0.51%)</i>			
112,125	Games Workshop	628	0.76
<i>Life Insurance (0.36%; 2011 0.83%)</i>			
204,866	Hansard	301	0.36
<i>Media (3.77%; 2011 3.92%)</i>			
474,668	ITE	1,080	1.30
489,974	M&C Saatchi	711	0.86
718,685	Moneysupermarket.com	923	1.11
441,625	Wilmington	413	0.50
<i>Mining (0.67%; 2011 1.06%)</i>			
331,760	Avocet Mining	559	0.67

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (91.75%; 2011 88.50%) (continued)			
<i>Nonlife Insurance (1.54%; 2011 0.87%)</i>			
501,363	Beazley	699	0.84
158,661	Novae	580	0.70
<i>Oil & Gas Producers (4.80%; 2011 3.38%)</i>			
607,675	Faroe Petroleum	1,033	1.24
250,989	Gulfsands Petroleum	370	0.45
606,252	Melrose	743	0.89
276,773	Salamander Energy	657	0.79
203,225	Valiant Petroleum	1,184	1.43
<i>Pharmaceuticals & Biotechnology (4.76%; 2011 6.69%)</i>			
211,068	Abcam	767	0.92
132,890	Ark Therapeutics	5	0.01
251,178	Dechra Pharmaceuticals	1,310	1.58
53,398	Genus	674	0.81
1,926,447	Vectura	1,141	1.37
243,968	Vernalis	59	0.07
<i>Real Estate (7.85%; 2011 6.16%)</i>			
1,591,326	Assura	477	0.57
251,547	Big Yellow	702	0.84
563,486	Grainger Trust	601	0.72
929,136	Hansteen	708	0.85
323,191	Helical Bar	602	0.73
613,162	LSL Property Services	1,600	1.93
146,277	Savills	504	0.61
800,051	St Modwen Properties	1,332	1.60
<i>Software & Computer Services (8.28%; 2011 8.01%)</i>			
2,143,445	Alphameric	472	0.57
55,726	Aveva	922	1.11
38,681	Fidessa	619	0.74
832,284	Kewill Systems	608	0.73
193,758	Kofax	590	0.71
178,231	NCC	1,535	1.85
341,955	Phoenix IT	640	0.77
643,680	RM	488	0.59
137,093	SDL International	1,006	1.21
<i>Support Services (14.23%; 2011 12.63%)</i>			
284,366	4Imprint	796	0.96
384,600	Ashtead	955	1.15
468,041	CVS	613	0.74
451,105	Digital Barriers	807	0.97
339,095	Diploma	1,469	1.77
204,800	Homeserve	463	0.56
95,023	John Menzies	575	0.69
2,084,174	Johnson Service	604	0.73
36,666	Latchways	379	0.46
1,068,656	Lavendon	1,282	1.54
371,177	May Gurney Integrated Services	979	1.18
308,683	office2office	488	0.59
291,986	Robert Walters	738	0.89
132,312	RWS Holdings	672	0.81
421,464	WSP	985	1.19
<i>Technology Hardware & Equipment (3.47%; 2011 3.50%)</i>			
1,296,950	Filtronic	402	0.48
2,340,321	IQE	626	0.75
1,134,801	Psion	627	0.76
1,539,475	Sportech	785	0.95
244,409	Wolfson Microelectronics	442	0.53

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (91.75%; 2011 88.50%) (continued)			
<i>Travel & Leisure (5.06%; 2011 4.29%)</i>			
511,500	Cineworld	1,091	1.31
148,038	Fuller Smith & Turner	1,052	1.27
334,566	Restaurant	976	1.17
3,036,797	Sportingbet	1,086	1.31
		<hr/>	
		76,178	
		<hr/>	
	Portfolio of Investments	81,958	98.71
		<hr/>	
	Net other assets	1,070	1.29
		<hr/>	
	Net assets	83,028	100.00
		<hr/>	

† Suspended and delisted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £10,886,000 (15.04.11: £10,813,000) and the total sales, net of transaction charges amounted to £12,432,000 (15.04.11: £11,094,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		11,261		7,302
Revenue	970		792	
Expenses	(244)		(254)	
Finance costs: Interest	—		—	
Net revenue before taxation	726		538	
Taxation	—		—	
Net revenue after taxation		726		538
Total return before distributions		11,987		7,840
Finance costs: Distributions		(726)		(544)
Change in net assets attributable to shareholders from investment activities		11,261		7,296

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		76,198		67,720
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	787		753	
Less: Amounts payable on cancellation of shares	(5,334)		(1,214)	
		(4,547)		(461)
Change in net assets attributable to shareholders from investment activities (see above)		11,261		7,296
Retained distribution on accumulation shares		133		112
Stamp duty reserve tax		(17)		(3)
Closing net assets attributable to shareholders		83,028		74,664

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £76,198,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		81,958		72,239
Debtors	576		199	
Cash and bank balances	<u>1,328</u>		<u>5,222</u>	
Total other assets		<u>1,904</u>		<u>5,421</u>
Total assets		83,862		77,660
LIABILITIES				
Creditors	(256)		(714)	
Distribution payable on income shares	<u>(578)</u>		<u>(748)</u>	
Total liabilities		(834)		(1,462)
Net assets attributable to shareholders		<u>83,028</u>		<u>76,198</u>

Aviva Investors UK Special Situations Fund

Investment Objective

To provide long term capital growth by investing primarily in a focussed portfolio of UK companies.

Investment Policy

The Investment Manager will invest in a select portfolio of securities in special situations, where the investment manager believes a special situation to be a company whose future prospects are not fully recognised in its valuation.

Investment will be primarily in UK equities. The Fund may also invest in equity securities listed or traded on regulated markets in the UK and also in companies domiciled or quoted outside the UK where those companies have material or critical operations within, or derive significant business from, the UK. Fixed interest securities may be included in the portfolio.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 4.99 per cent (share class 1), net of fees, in comparison with a return of 6.06 per cent in the FTSE® All Share Index. The causes were largely stock-specific, with disappointing developments at holdings such as Genel (where the market was uncertain about its acquisition of oil assets in Kurdistan), Homeserve (which is being investigated by the FSA for mis-selling), and Resolution (after results that were below expectations). These offset a takeover bid for Misys and good performance by pro-cyclical holdings such as those in retail (eg Burberry, Debenhams) and finance (eg Experian, Legal & General).

Apart from the sale of engineer Charter International following its takeover by US company Colfax, the Fund's transactions were largely rotating cash from some of the strong holdings (eg Next) into some of the laggards (eg Invensys and ICAP).

Markets have recovered significantly from last October's lows. The ECB's Long Term Refinancing Operation facility has provided significant relief to the European banking sector and pushed European bond yields lower while US data has generally pointed to continued economic recovery.

In spite of these positives the global economy faces significant headwinds. Deleveraging by European banks will continue to drag on European growth while the US economy's recovery remains fragile. The transition of the Chinese economy from investment-led growth to a greater focus on the consumer has implications for commodity-exposed sectors. UK inflation is likely to move lower as last year's VAT increase drops out of the numbers, though this will be offset to some extent if oil prices stay this high.

The offsetting factor is that the UK equity market remains cheap, trading on an price to earnings ratio of 10.5x this year's estimated earnings. Monetary policy is favourable with interest rates set to remain low for an extended period and potential for further quantitative easing in the US and the UK should the growth outlook deteriorate.

The Manager expects continued volatility in markets as these attractions of low valuations and abundant liquidity compete with the uncertain economic environment. The Fund's focus remains on companies that broadly generate attractive returns on capital, have good long term prospects or opportunities to improve profitability. The resulting portfolio is, as before, a concentrated list of the Manager's strongest conviction ideas. The holdings that are most overweight the benchmark are Tate & Lyle, Burberry, Legal & General and Resolution, while the portfolio does not hold many of the large components of the benchmark such as HSBC, Vodafone, BP, and GlaxoSmithKline.

May 2012

Sources: Fund performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Index returns from RIMES.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
Invensys	Charter
Misys	Wetherspoon (JD)
Royal Dutch Shell 'B'	Homeserve
ICAP	Burberry
CSR	Next
Fisher (I) & Sons	BTG
Lloyds Banking Group	Helphire
Kier	

There were only 8 purchases and 7 sales in the period.

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1 (Acc)	15.10.09	7,959	13,736,515	57.94
	15.10.10	7,751	11,909,955	65.08
	15.10.11	7,239	11,670,543	62.03
	15.04.12	7,099	10,896,148	65.15
Class 2 (Acc)	15.10.09	507	569,430	88.99
	15.10.10	571	567,425	100.70
	15.10.11	548	567,425	96.61
	15.04.12	5	4,771	105.33
Class 3	15.10.09	244,979	218,961,149	111.9
	15.10.10	278,272	222,294,889	125.2
	15.10.11	267,192	225,515,947	118.48
	15.04.12	284,477	228,713,588	124.38

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1 (Acc)	2007	65.76	56.80
	2008	62.02	33.28
	2009	58.01	33.62
	2010	69.21	52.85
	2011	72.74	56.28
	2012**	68.22	60.62
Class 2 (Acc)	2007	99.34	85.68
	2008	94.33	50.77
	2009	89.10	51.41
	2010	107.20	81.36
	2011	113.10	87.73
	2012**	110.20	94.57
Class 3	2007	131.20	113.60
	2008	122.70	64.68
	2009	112.80	65.60
	2010	133.40	102.20
	2011	140.40	107.60
	2012**	130.90	116.10

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.62%	1.62%
Class 2	0.92%	0.92%
Class 3	0.62%	0.62%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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 (Acc)	2007	0.3261	5.43
	2008	0.7679	12.78
	2009	0.3592	5.98
	2010	0.3096	5.15
	2011	0.4161	6.93
	2012*	0.0444	0.74
Class 2 (Acc)	2007	1.1483	12.69
	2008	1.7759	19.63
	2009	1.0199	11.27
	2010	1.1073	12.24
	2011	1.3611	15.04
	2012*	0.1136	1.26
Class 3	2007	1.9919	16.62
	2008	2.7668	23.08
	2009	1.6316	13.61
	2010	1.8342	15.30
	2011	2.0784	17.34
	2012*	0.6876	5.74

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
	United Kingdom (94.72%; 2011 99.12%)		
	<i>Aerospace & Defence (1.75%; 2011 1.77%)</i>		
298,507	Ultra Electronics	5,096	1.75
	<i>Banks (4.31%; 2011 4.41%)</i>		
1,792,195	Barclays	4,003	1.37
27,247,995	Lloyds Banking Group	8,559	2.94
	<i>Construction & Materials (0.80%; 2011 1.00%)</i>		
208,013	Kier	2,348	0.80
	<i>Electronic & Electrical Equipment (3.53%; 2011 2.63%)</i>		
2,933,764	Invensys	5,697	1.95
2,100,000	Laird	4,597	1.58
	<i>Fixed Line Telecommunications (3.01%; 2011 3.44%)</i>		
579,440	Virgin Media	8,784	3.01
	<i>Food Producers (6.81%; 2011 6.99%)</i>		
1,868,433	Tate & Lyle	13,060	4.48
337,931	Unilever	6,796	2.33
	<i>General Financial (6.79%; 2011 8.12%)</i>		
619,239	Genel Energy	4,307	1.48
1,703,001	ICAP	6,410	2.20
3,658,419	Resolution	9,077	3.11
	<i>General Retailers (6.22%; 2011 6.24%)</i>		
5,971,625	Debenhams	4,765	1.63
10,933,573	Findel	368	0.13
3,079,546	Home Retail	3,277	1.13
600,000	Inchcape	2,197	0.75
254,101	Next	7,526	2.58
	<i>Industrial Engineering (0.88%; 2011 3.71%)</i>		
638,959	Bodycote International	2,578	0.88
	<i>Industrial Transportation (1.38%; 2011 1.23%)</i>		
665,644	Fisher (J) & Sons	4,011	1.38
	<i>Leisure Goods (0.84%; 2011 0.90%)</i>		
5,365,460	Photo-Me International	2,441	0.84
	<i>Life Insurance (3.94%; 2011 3.52%)</i>		
9,248,333	Legal & General	11,486	3.94
	<i>Media (2.93%; 2011 2.87%)</i>		
3,247,621	ITV	2,801	0.96
1,083,402	Reed Elsevier	5,737	1.97
	<i>Mining (8.51%; 2011 8.59%)</i>		
454,932	Bumi	2,661	0.91
295,272	Rio Tinto	10,379	3.56
1,055,308	Xstrata	11,788	4.04
	<i>Oil & Gas Producers (11.68%; 2011 11.62%)</i>		
1,137,486	BG	15,936	5.46
2,169,432	Premier Oil	8,504	2.92
439,809	Royal Dutch Shell 'B'	9,610	3.30
	<i>Oil Equipment, Services & Distribution (1.17% 2011 0.88%)</i>		
1,040,000	Lamprell	3,427	1.17
	<i>Personal Goods (3.91%; 2011 3.97%)</i>		
723,334	Burberry	11,407	3.91
	<i>Pharmaceuticals & Biotechnology (5.62%; 2011 5.80%)</i>		
950,000	BTG	3,364	1.15
682,146	Dechra Pharmaceuticals	3,557	1.22
482,632	Shire	9,484	3.25
	<i>Real Estate (1.44%; 2011 1.40%)</i>		
1,958,183	Grainger	2,087	0.72
895,815	Segro	2,106	0.72

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (94.72%; 2011 99.12%) (continued)			
<i>Software & Computer Services (4.30%; 2011 3.02%)</i>			
3,482,483	Emblaze	1,863	0.64
3,053,166	Misys	10,668	3.66
<i>Support Services (6.05%; 2011 7.09%)</i>			
389,964	De La Rue	3,519	1.21
962,677	Experian	9,478	3.25
3,110,420	Shanks	2,967	1.02
1,514,746	SIG	1,668	0.57
<i>Technology Hardware & Equipment (1.28%; 2011 1.03%)</i>			
1,700,000	CSR	3,733	1.28
<i>Travel & Leisure (7.57%; 2011 8.89%)</i>			
222,674	Carnival	4,324	1.48
2,677,345	International Consolidated Airlines	4,784	1.64
1,091,035	Millennium & Copthorne Hotels	5,273	1.81
1,466,103	National Express	3,372	1.16
29,166	Wetherspoon (JD)	118	0.04
1,623,490	William Hill	4,200	1.44
Portfolio of Investments		276,198	94.72
Net other assets		15,383	5.28
Net assets		291,581	100.00

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £6,311,000 (15.04.11: £14,600,000) and the total sales, net of transaction charges amounted to £16,850,000 (15.04.11: £11,777,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		14,144		21,601
Revenue	2,484		2,085	
Expenses	(906)		(972)	
Finance costs: Interest	—		—	
Net revenue before taxation	1,578		1,113	
Taxation	(10)		(16)	
Net revenue after taxation		1,568		1,097
Total return before distributions		15,712		22,698
Finance costs: Distributions		(1,568)		(1,105)
Change in net assets attributable to shareholders from investment activities		14,144		21,593

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		274,979		286,594
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	4,223		4,001	
Less: Amounts payable on cancellation of shares	(1,767)		(818)	
		2,456		3,183
Change in net assets attributable to shareholders from investment activities (see above)		14,144		21,593
Retained distribution on accumulation shares		5		1
Stamp duty reserve tax		(3)		(4)
Closing net assets attributable to shareholders		291,581		311,367

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £274,979,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		276,198		272,571
Debtors	844		278	
Cash and bank balances	<u>17,776</u>		<u>5,928</u>	
Total other assets		<u>18,620</u>		<u>6,206</u>
Total assets		294,818		278,777
LIABILITIES				
Creditors	(1,664)		(225)	
Distribution payable on income shares	<u>(1,573)</u>		<u>(3,573)</u>	
Total liabilities		(3,237)		(3,798)
Net assets attributable to shareholders		<u>291,581</u>		<u>274,979</u>

Aviva Investors Blue Chip Tracking Fund

Investment Objective

To track the total return (after charges) of the FTSE® 100 Share Index.

Investment Policy

To hold all the stocks and in the same proportion as in the FTSE® 100 Share Index, except where prevented by the FSA regulations.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 5.83 per cent (share class 1), net of fees. By comparison, the FTSE® 100 Share Index of the UK's biggest companies returned 5.20 per cent.

UK equities advanced over the review period, underpinned by strong company results and global economic data which in the majority of instances surpassed expectations. While UK data has been somewhat disappointing, with the country sliding back into recession at the start of this year, the all-important US and Chinese economies continue to grow at a reasonable pace. Demand for riskier assets such as shares, and economic activity, have both in turn been underpinned by loose monetary policy in the West. Confidence was buttressed after the European Central Bank took steps to prevent a collapse of the region's financial system.

The world economic outlook has improved somewhat in recent weeks. Data out of the United States has continued to strengthen while even in Europe we have seen better news, with fears that output in the region was poised to fall off the edge of a cliff appearing misplaced, at least for now.

Although we remain concerned about the euro zone, our central case is that Europe will not drag the global economy into recession with it. With leading central banks making every effort to support activity we expect global growth of around three per cent in 2012, slightly lower than in 2011. Against that backdrop, and with many investors still taking a relatively cautious view of how this year is likely to shape up, we do not believe equities are overvalued, despite the stellar gains recorded in recent months and notwithstanding the danger that corporate earnings growth will not be as supportive going forward as it has been over the past three years.

Equities began to run into a wave of profit taking towards the end of the review period. Given the extent to which they had surged over the previous six months, we would not be surprised to see more investors taking profits in the near term. But we do not expect shares to plunge from current levels. That is because valuations do not look excessive when compared to less-risky assets which are being propped up by expectations that monetary conditions will remain loose for the foreseeable future.

May 2012

Sources: Fund performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Index returns from RIMES.

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

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Material Portfolio Changes

Purchases	Sales
CRH	Vodafone
Polymetal International	Rio Tinto
Croda International	Astrazeneca
Aberdeen Asset Management	HSBC
Glencore International	BP
HSBC	British American Tobacco
Evraz	Royal Dutch Shell 'A'
Royal Dutch Shell 'A'	GlaxoSmithKline
Tullow Oil	Lonmin
Standard Life	Cairn Energy

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	9,136	6,678,059	136.80
	15.10.10	9,976	6,712,411	148.62
	15.10.11	9,490	6,685,969	141.93
	15.04.12	9,664	6,523,710	148.14
Class 3	15.10.09	37,401	27,364,894	136.68
	15.10.10	39,187	26,390,108	148.49
	15.10.11	35,789	25,241,205	141.79
	15.04.12	36,835	24,888,223	148.00

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	176.81	153.75
	2008	169.95	97.46
	2009	142.38	92.29
	2010	156.46	126.91
	2011	159.47	130.53
	2012**	157.29	147.19
Class 3	2007	177.25	154.03
	2008	170.05	97.40
	2009	142.45	92.51
	2010	156.52	127.01
	2011	159.85	130.85
	2012**	157.59	147.29

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	0.95%	0.96%
Class 3	0.25%	0.26%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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	4.0050	24.44
	2008	4.5633	27.84
	2009	3.8585	23.54
	2010	3.3997	20.74
	2011	3.6671	22.38
	2012*	2.0833	12.71
Class 3	2007	5.1604	31.47
	2008	5.6289	34.32
	2009	4.6525	28.37
	2010	4.3790	26.70
	2011	4.7192	28.78
	2012*	2.6014	15.86

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Channel Islands; Guernsey (0.942%; 2011 0.841%)			
<i>Life Insurance (0.232%; 2011 0.276%)</i>			
43,510	Resolution	108	0.232
<i>Media (0.710%; 2011 0.565%)</i>			
38,951	WPP	330	0.710
		438	
Channel Islands; Jersey (0.998%; 2011 0.588%)			
<i>Construction & Materials (0.445%; 2011 0.338%)</i>			
8,740	Wolseley	207	0.445
<i>Mining (0.553%; 2011 0.250%)</i>			
42,310	Glencore International	172	0.370
8,730	Polymetal International	85	0.183
		464	
Ireland; Republic of (0.589%; 2011 0.000%)			
<i>Construction & Materials (0.589%; 2011 0.000%)</i>			
21,900	CRH	274	0.589
		274	
Spain (0.224%; 2011 0.219%)			
<i>Travel & Leisure (0.224%; 2011 0.219%)</i>			
58,310	International Consolidated Airlines	104	0.224
		104	
United Kingdom (95.610%; 2011 97.418%)			
<i>Aerospace & Defence (1.882%; 2011 1.807%)</i>			
100,404	BAE Systems	297	0.639
24,600	Meggitt	99	0.213
57,935	Rolls Royce	479	1.030
<i>Automobiles & Parts (0.215%; 2011 0.216%)</i>			
49,000	GKN	100	0.215
<i>Banks (11.959%; 2011 11.704%)</i>			
376,979	Barclays	842	1.811
560,540	HSBC	3,075	6.613
1,243,053	Lloyds Banking Group	390	0.839
558,724	Royal Bank of Scotland	142	0.305
73,584	Standard Chartered	1,112	2.391
<i>Beverages (4.574%; 2011 4.176%)</i>			
77,955	Diageo	1,190	2.559
36,828	SABMiller	937	2.015
<i>Chemicals (0.538%; 2011 0.261%)</i>			
4,200	Croda International	91	0.196
6,735	Johnson Matthey	159	0.342
<i>Electricity (1.230%; 2011 1.222%)</i>			
46,610	International Power	188	0.404
28,830	Scottish & Southern Energy	384	0.826
<i>Fixed Line Telecommunications (1.127%; 2011 0.984%)</i>			
239,331	BT	524	1.127

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (95.610%; 2011 97.418%) (continued)			
<i>Food & Drug Retailers (2.595%; 2011 3.229%)</i>			
79,729	Morrison (WM) Supermarkets	234	0.503
57,125	Sainsbury (J)	173	0.372
246,116	Tesco	800	1.720
<i>Food Producers (2.243%; 2011 2.476%)</i>			
12,130	Associated British Foods	145	0.312
14,180	Tate & Lyle	99	0.213
39,737	Unilever	799	1.718
<i>Gas, Water & Multiutilities (3.105%; 2011 3.241%)</i>			
159,451	Centrica	501	1.077
110,158	National Grid	705	1.516
7,170	Severn Trent	112	0.241
21,203	United Utilities	126	0.271
<i>General Financial (0.889%; 2011 0.900%)</i>			
35,400	Aberdeen Asset Management	94	0.202
11,300	Ashmore Group	44	0.095
7,600	Hargreaves Lansdown	36	0.077
20,680	ICAP	78	0.168
57,138	Man Group	64	0.138
1,800	Schroders	20	0.043
5,300	Schroders Non Voting	77	0.166
<i>General Industrials (0.521%; 2011 0.472%)</i>			
27,672	Rexam	117	0.252
12,001	Smiths	125	0.269
<i>General Retailers (1.196%; 2011 1.119%)</i>			
72,493	Kingfisher	217	0.467
48,699	Marks & Spencer	182	0.391
5,300	Next	157	0.338
<i>Health Care Equipment & Services (0.361%; 2011 0.367%)</i>			
27,470	Smith & Nephew	168	0.361
<i>Household Goods & Home Construction (1.697%; 2011 1.685%)</i>			
22,437	Reckitt Benckiser	789	1.697
<i>Industrial Engineering (0.444%; 2011 0.429%)</i>			
10,020	IMI	95	0.205
6,430	Weir	111	0.239
<i>Industrial Metals & Mining (0.101%; 2011 0.000%)</i>			
12,720	Evrast	47	0.101
<i>Life Insurance (3.243%; 2011 2.977%)</i>			
89,187 f	Aviva	278	0.598
181,410	Legal & General	225	0.484
171,083	Old Mutual	265	0.570
78,109	Prudential	579	1.245
71,925	Standard Life	161	0.346
<i>Media (1.832%; 2011 1.937%)</i>			
40,688	British Sky Broadcasting	267	0.574
117,905	ITV	102	0.219
25,163	Pearson	284	0.611
37,636	Reed Elsevier	199	0.428

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (95.610%; 2011 97.418%) (continued)			
<i>Mining (10.964%; 2011 11.646%)</i>			
41,036	Anglo American	941	2.024
12,385	Antofagasta	142	0.305
65,370	BHP Billiton	1,256	2.701
12,210	Eurasian Natural Resources	71	0.153
6,760	Fresnillo	108	0.232
6,485	Kazakhmys	58	0.125
2,815	Randgold Resources	159	0.342
43,912	Rio Tinto	1,543	3.318
4,210	Vedanta Resources	51	0.110
68,819	Xstrata	769	1.654
<i>Mobile Telecommunications (5.594%; 2011 6.409%)</i>			
1,543,923	Vodafone	2,601	5.594
<i>Nonlife Insurance (0.402%; 2011 0.457%)</i>			
6,320	Admiral	75	0.161
107,410	RSA Insurance	112	0.241
<i>Oil & Gas Producers (18.663%; 2011 19.502%)</i>			
104,272	BG	1,461	3.142
583,177	BP	2,583	5.555
112,695	Royal Dutch Shell 'A'	2,407	5.176
83,147	Royal Dutch Shell 'B'	1,817	3.908
27,975	Tullow Oil	410	0.882
<i>Oil Equipment, Services & Distribution (0.544%; 2011 0.439%)</i>			
10,430	AMEC	114	0.245
8,135	Petrofac	139	0.299
<i>Personal Goods (0.458%; 2011 0.389%)</i>			
13,480	Burberry	213	0.458
<i>Pharmaceuticals & Biotechnology (7.847%; 2011 8.531%)</i>			
39,546	AstraZeneca	1,105	2.376
157,284	GlaxoSmithKline	2,204	4.740
17,310	Shire	340	0.731
<i>Real Estate (0.977%; 2011 1.057%)</i>			
27,023	British Land	129	0.277
19,534	Capital Shopping Centres	63	0.135
21,450	Hammerson	88	0.189
24,285	Land Securities	175	0.376
<i>Software & Computer Services (0.256%; 2011 0.254%)</i>			
41,115	Sage	119	0.256
<i>Support Services (2.270%; 2011 2.008%)</i>			
8,130	Aggreko	181	0.389
9,990	Bunzl	100	0.215
19,260	Capita	142	0.305
30,946	Experian	305	0.656
42,825	G4S	122	0.262
4,825	Intertek	121	0.260
15,570	Serco	85	0.183
<i>Technology Hardware & Equipment (0.526%; 2011 0.559%)</i>			
41,355	ARM	244	0.526
<i>Tobacco (5.753%; 2011 5.488%)</i>			
60,958	British American Tobacco	1,910	4.108
30,985	Imperial Tobacco	765	1.645

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (95.610%; 2011 97.418%) (continued)			
<i>Travel & Leisure (1.587%; 2011 1.473%)</i>			
6,672	Carnival	130	0.280
58,168	Compass	375	0.806
8,978	Intercontinental Hotels	131	0.282
5,540	Whitbread	102	0.219
		<hr/>	
		44,450	
		<hr/>	
Futures ((0.062)%; 2011 0.004%)			
12	Exposure to FTSE 100 Index Future June 2012	(29)	(0.062)
		<hr/>	
		(29)	
		<hr/>	
Portfolio of Investments*		45,701	98.284
		<hr/>	<hr/>
Net other assets		798	1.716
		<hr/>	<hr/>
Net assets		46,499	100.000
		<hr/>	<hr/>

* Includes investment liabilities.

f Investments in the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £760,000 (15.04.11: £571,000) and the total sales, net of transaction charges amounted to 1,797,000 (15.04.11: £1,955,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		2,026		2,369
Revenue	890		752	
Expenses	(92)		(101)	
Finance costs: Interest	—		—	
Net revenue before taxation	798		651	
Taxation	(6)		(8)	
Net revenue after taxation		792		643
Total return before distributions		2,818		3,012
Finance costs: Distributions		(792)		(644)
Change in net assets attributable to shareholders from investment activities		2,026		2,368

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		45,279		49,163
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,558		1,721	
Less: Amounts payable on cancellation of shares	(2,359)		(2,934)	
		(801)		(1,213)
Change in net assets attributable to shareholders from investment activities (see above)		2,026		2,368
Stamp duty reserve tax		(5)		(6)
Closing net assets attributable to shareholders		46,499		50,312

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £45,279,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		45,730		44,856
Debtors	334		113	
Cash and bank balances	<u>1,423</u>		<u>1,231</u>	
Total other assets		<u>1,757</u>		<u>1,344</u>
Total assets		47,487		46,200
LIABILITIES				
Investment liabilities		(29)		—
Creditors	(175)		(114)	
Distribution payable on income shares	<u>(784)</u>		<u>(807)</u>	
Total other liabilities		<u>(959)</u>		<u>(921)</u>
Total liabilities		(988)		(921)
Net assets attributable to shareholders		46,499		45,279

Aviva Investors Cash Fund

Investment Objective

To achieve a high level of income combined with a high degree of capital security.

Investment Policy

The Fund will invest primarily in short-term cash deposits, near cash and other money market instruments. In addition, the Fund may occasionally invest in transferable securities, units in collective investment schemes, and derivatives and forward transactions in order to achieve its objective.

Fund Manager's Report

The Fund delivered a total return of 0.17 per cent (share class 1), net of fees. The median return within the IMA* Money Market sector returned 0.33 per cent.

Having risen throughout the latter half of 2011, three month sterling Libor – the rate at which banks lend to one another – fell to 1.02 per cent as banks grew less reticent to lend to one another. The slide in market interest rates followed the ECB's action, which reduced pressures on banks across the continent.

The Bank of England's Monetary Policy Committee voted to keep official rates at a record low of 0.5 per cent throughout the period while it also authorised an additional £50bn of gilt purchases taking the total amount of so-called quantitative easing to £325bn. However, with petrol prices hitting record levels in sterling terms and the central bank wary of fuelling inflation, the market is betting further loosening of monetary policy is increasingly unlikely.

However, we continue to believe interest rates will remain suppressed and are positioning the Fund accordingly.

Rates offered by banks have diverged significantly over the last months. The strongest institutions, which in many cases decided not to take advantage of the ECB's loans, are currently paying rates well below Libor. Where we are comfortable with the bank's risk profile we have looked to enhance the yield available to the Fund by purchasing longer-dated instruments. We continue to avoid investments in French, Belgian, Spanish, Italian, Irish, Portuguese and Greek banks.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investors may not get back the original amount invested

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 stocks.

Material Portfolio Changes

Purchases	Sales
Permanent Financing FRN 10/06/2042	Permanent Financing FRN 10/06/2042
FMS CP 0.91% 08/06/2012	Nationwide CD 1.08% 03/11/2011
Mont Blanc CP 1.03% 18/06/2012	Svenska CD 0.95% 29/02/2012
Svenska CD 0.95% 29/02/2012	Svenska CD 0.93% 28/12/2011
Barclays CD 1.28% 18/06/2012	NAB Clydesdale Bank CD 1.59% 13/02/2012
ING Bank CD 1.01% 13/07/2012	Deutsche Bank CD 1.00% 19/04/2012
Nieuw Amsterdam CP 0.65% 04/05/2012	Royal Bank of Canada FRN MTN 14/12/2011
Barclays Bank CD 1.07% 19/03/2012	Wells Fargo FRN 25/01/2012
Aviva Investors CD 0.98% 31/01/2012	Rabobank FRN 09/02/2012
UBS CD 1.04% 08/03/2012	National Bank of Abu Dhabi CD 1.11% 07/12/2011

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	711	1,447,755	49.13
	15.10.10	1,007	2,051,112	49.08
	15.10.11	605	1,231,579	49.15
	15.04.12	547	1,112,413	49.14
Class D**	15.10.09	10	40,000	24.55
	15.10.10	10	40,000	24.53
	15.10.11	10	40,000	24.56
	15.04.12	10	40,000	24.56

* Valued at bid market prices.

** Share class D was closed to new investment on 19 June 2009.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	3,364	6,499,600	51.76
	15.10.10	3,518	6,794,812	51.78
	15.10.11	3,074	5,910,944	52.00
	15.04.12	8,764	16,824,426	52.09
Class 2	15.10.09	63	80,519	78.14
	15.10.10	2	2,559	78.27
	15.10.11	3,173	4,023,724	78.86
	15.04.12	7,429	9,395,602	79.06
Class 3	15.10.09	52,213	50,003,000	104.42
	15.10.10	52,473	50,003,000	104.94
	15.10.11	52,899	50,003,000	105.79
	15.04.12	53,086	50,003,000	106.17
Class D**	15.10.09	10	40,000	25.98
	15.10.10	10	40,000	26.04
	15.10.11	10	40,000	26.21
	15.04.12	10	40,000	26.28

* Valued at bid market prices.

** Share class D was closed to new investment on 19 June 2009.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007**	50.20	50.00
	2008	50.37	49.19
	2009	49.40	48.93
	2010	49.15	49.07
	2011	49.21	49.12
	2012***	49.21	49.14
Class D	2007**	25.10	25.00
	2008	25.24	24.60
	2009	24.71	24.47
	2010	24.57	24.52
	2011	24.60	24.55
	2012***	24.61	24.56

* Valued at mid market prices.

** From 3 December 2007 (date of launch).

*** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007**	50.20	50.00
	2008	51.58	50.22
	2009	51.77	51.07
	2010	51.86	51.74
	2011	52.07	51.86
	2012***	52.10	52.06
Class 2	2007**	75.31	75.00
	2008	77.59	75.34
	2009	78.16	76.89
	2010	78.44	77.96
	2011	78.97	78.45
	2012***	79.08	78.97
Class 3	2007**	100.43	100.00
	2008	103.56	100.47
	2009	104.50	102.67
	2010	105.18	104.50
	2011	106.00	105.19
	2012***	106.19	106.00
Class D	2007**	25.09	25.00
	2008	25.83	25.11
	2009	25.99	25.59
	2010	26.09	25.98
	2011	26.25	26.09
	2012***	26.28	26.25

* Valued at mid market prices.

** From 3 December 2007 (date of launch).

*** Up to 15 April 2012.

Investment Performance (continued)

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	0.63%	0.65%
Class 2	0.28%	0.30%
Class 3	0.16%	0.18%
Class D	0.38%	0.40%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

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 3 December 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007*	N/A	N/A
	2008	1.8076	36.15
	2009	0.7792	15.58
	2010	0.0798	1.60
	2011	0.1466	2.93
	2012**	0.0864	1.73
Class D	2007*	N/A	N/A
	2008	0.9485	37.94
	2009	0.4541	18.16
	2010	0.0878	3.51
	2011	0.1255	5.02
	2012**	0.0770	3.08

* From 3 December 2007 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

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 3 December 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007*	N/A	N/A
	2008	1.8316	36.63
	2009	0.8111	16.22
	2010	0.0840	1.68
	2011	0.1533	3.07
	2012**	0.0951	1.90
Class 2	2007*	N/A	N/A
	2008	2.9749	39.67
	2009	1.5014	20.02
	2010	0.3086	4.11
	2011	0.4740	6.32
	2012**	0.2544	3.39
Class 3	2007*	N/A	N/A
	2008	4.0986	40.99
	2009	2.1015	21.02
	2010	0.6418	6.42
	2011	0.7082	7.08
	2012**	0.3858	3.86
Class D	2007*	N/A	N/A
	2008	0.9616	38.46
	2009	0.4739	18.96
	2010	0.0928	3.71
	2011	0.1286	5.14
	2012**	0.0736	2.94

* From 3 December 2007 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Canada (0.00%; 2011 4.18%)			
France (0.00%; 2011 3.35%)			
Germany (1.93%; 2011 0.00%)			
1,350,000	Deutsche Bank FRN 26/04/2012	1,350	1.93
		1,350	
Netherlands (0.00%; 2011 4.19%)			
United Arab Emirates (0.00%; 2011 4.18%)			
Sweden (3.58%; 2011 0.00%)			
2,500,000	Skandinaviska CD 0.85% 15/05/2012	2,500	3.58
		2,500	
United Kingdom (81.21%; 2011 67.12%)			
2,500,000	ABN Amro CD 0.68% 12/07/2012	2,500	3.58
2,500,000	Bank of Tokyo CD 0.72% 11/07/2012	2,500	3.58
3,000,000	Barclays CD 1.28% 18/06/2012	3,001	4.30
2,500,000	Cancara CP 0.70% 08/05/2012	2,499	3.58
2,500,000	Deutsche Bank CD 0.80% 21/06/2012	2,500	3.58
2,500,000	DnB NOR Bank CD 0.76% 06/06/2012	2,500	3.58
5,000,000	FMS CP 0.91% 08/06/2012	4,993	7.15
3,000,000	ING Bank CD 1.01% 13/07/2012	3,000	4.29
5,000,000	Mont Blanc CP 1.03% 18/06/2012	4,991	7.15
2,500,000	National Bank of Abu Dhabi CD 0.95% 07/06/2012	2,500	3.58
2,500,000	Nationwide CD 1.03% 30/04/2012	2,500	3.58
3,000,000	Nieuw Amsterdam CP 0.65% 04/05/2012	2,999	4.29
2,500,000	Overseas CD 0.75% 21/05/2012	2,500	3.58
2,500,000	Pojohola CP 0.77% 16/07/2012	2,495	3.57
2,500,000	Prudential CP 0.80% 11/06/2012	2,497	3.57
2,500,000	Sheffield CP 0.72% 24/05/2012	2,498	3.58
2,500,000	Skandinaviska CD 0.75% 06/06/2012	2,500	3.58
2,000,000	Svenska CD 0.76% 31/05/2012	2,000	2.86
2,500,000	Svenska CD 0.80% 08/05/2012	2,500	3.58
744,000	TAGS CP 1.10% 30/04/2012	744	1.07
2,500,000	United Overseas Bank CD 1.00% 16/04/2012	2,500	3.58
		56,717	
United States of America (0.00%; 2011 4.18%)			
Portfolio of Investments			
		60,567	86.72
Net other assets			
		9,279	13.28
Net assets			
		69,846	100.00

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £140,976,000 (15.04.11: £49,728,000) and the total sales, net of transaction charges amounted to £132,602,000 (15.04.11: £41,840,000).

Portfolio Credit Rating Analysis

As at 15 April 2012 (unaudited)

	Market value £000	Total net assets %
Bonds:		
– Investment grade	3,850	5.51
– Unrated	56,717	81.21
Portfolio of investments	60,567	86.72
Net other assets	9,279	13.28
Net assets	69,846	100.00

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital (losses)/gains		(7)		68
Revenue	334		279	
Expenses	(69)		(60)	
Finance costs: Interest	—		—	
Net revenue before taxation	265		219	
Taxation	—		—	
Net revenue after taxation		265		219
Total return before distributions		258		287
Finance costs: Distributions		(265)		(219)
Change in net assets attributable to shareholders from investment activities		(7)		68

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		59,771		57,020
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	15,448		2,318	
Less: Amounts payable on cancellation of shares	(5,585)		(1,901)	
		9,863		417
Change in net assets attributable to shareholders from investment activities (see above)		(7)		68
Retained distribution on accumulation shares		219		174
Closing net assets attributable to shareholders		69,846		57,679

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £59,771,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		60,567		52,119
Debtors	69		96	
Cash and bank balances	<u>9,302</u>		<u>7,723</u>	
Total other assets		<u>9,371</u>		<u>7,819</u>
Total assets		69,938		59,938
LIABILITIES				
Creditors	<u>(92)</u>		<u>(167)</u>	
Total liabilities		(92)		(167)
Net assets attributable to shareholders		<u>69,846</u>		<u>59,771</u>

Aviva Investors Corporate Bond Fund

Investment Objective

A long term total return above that available on UK Government securities.

Investment Policy

Diversified investment in Sterling denominated debt securities issued by governments, supranational institutions and corporates.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 6.25 per cent (Share class A), net of fees. This compares favourably with the median return of 5.60 per cent generated by its peer group, the IMA* £ Corporate bond sector.

The Fund favoured well-capitalised banks and insurance companies. This ensured a positive return relative to the benchmark. The Fund also benefitted from having minimal exposure to the bonds of companies domiciled in 'peripheral' euro-zone economies. During the final three months of the period the Fund also benefitted significantly from so-called liability-management exercises by financial institutions. That saw companies buying back their own, less-highly rated, debt as a means of shoring up their balance sheets.

The Fund advantaged by the manager's decision to favour shorter maturity bonds which outperformed. Issues with longer maturities were adversely affected by a slide in underlying long-dated UK government bonds as investors switched from safe-haven assets.

Corporate issuance has risen sharply in 2012. Companies such as BMW, EDF, BAA and Gatwick Airport are just a few of the new bonds launched this year. Even some companies from peripheral euro zone nations – such as Telefonica (Spain), ENI (Italy), ENEL (Italy), Iberdrola (Spain), CRH (Ireland) – have issued debt for the first time in several months.

We have bought some of these new issues, simultaneously reducing the Fund's exposure to financials, in order to increase diversification. We are constructive on the outlook for corporate debt while focusing on debt issued by companies with conservatively managed balance sheets and which continually demonstrate their willingness to embark upon cost cuts in order to remain competitive and maintain positive cash flows.

May 2012

* IMA is the Investment Management Association, the industry's trade body.

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investor may not get back the original amount invested.

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 stocks.

Material Portfolio Changes

Purchases	Sales
Treasury 4.75% 07/12/2038	Treasury 4.75% 07/12/2038
Treasury 4% 07/03/2022	BAT International Finance 6% 29/06/2022
Treasury 5% 07/03/2025	European Investment Bank 6.25% 15/04/2014
Land Securities Capital Markets 4.875% FRN 07/11/2019	Stockland Finance 5.625% MTN 25/10/2013
Treasury 4.5% 07/12/2042	Treasury 4.5% 07/12/2042
France Telecom 5.375% 22/11/2050	France Telecom 5.375% 22/11/2050
Gatwick Funding 5.25% 23/01/2024	America Movil Sab 5% MTN 27/10/2026
America Movil Sab 5% MTN 27/10/2026	GDF Suez 6.125% 11/02/2021
Telefonica Emision 5.597% MTN 12/03/2020	Intesa San Paolo 5.5% 19/12/2016
Treasury 3.75% 07/09/2021	Great Rolling Stock 6.875% 27/07/2035

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	80,727	166,812,866	48.39
	15.10.10	80,707	153,131,092	52.70
	15.10.11	69,620	139,717,116	49.83
	15.04.12	70,191	134,719,646	52.10
Class 2	15.10.09	16,715	22,931,009	72.89
	15.10.10	14,615	18,410,843	79.38
	15.10.11	10,813	14,406,988	75.05
	15.04.12	10,833	13,804,917	78.47
Class 3	15.10.09	953,147	992,395,133	96.05
	15.10.10	1,440,723	1,377,369,572	104.60
	15.10.11	1,626,261	1,644,487,375	98.89
	15.04.12	1,740,930	1,683,642,369	103.40
Class A	15.10.09	122,346	269,957,868	45.32
	15.10.10	124,123	251,478,574	49.36
	15.10.11	99,226	212,633,003	46.67
	15.04.12	98,832	202,554,976	48.79

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 3	15.10.09	1,060	998,993	106.14
	15.10.10	1,819	1,506,269	120.74
	15.10.11	9	7,260	118.94
	15.04.12	9	7,285	126.97

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	54.07	50.70
	2008	51.97	42.62
	2009	49.69	39.64
	2010	53.69	49.27
	2011	52.42	50.14
	2012**	53.07	51.32
Class 2	2007	81.95	76.44
	2008	78.29	64.20
	2009	74.88	59.73
	2010	80.90	74.26
	2011	78.96	75.53
	2012**	79.94	77.29
Class 3	2007	107.42	100.63
	2008	103.23	84.61
	2009	98.71	78.74
	2010	106.66	97.90
	2011	104.07	99.57
	2012**	105.39	101.86
Class A	2007	50.62	47.48
	2008	48.65	39.91
	2009	46.53	37.12
	2010	50.26	46.14
	2011	49.08	46.94
	2012**	49.68	48.05

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 3	2007**	102.58	100.77
	2008	103.23	88.82
	2009	109.07	83.73
	2010	121.89	108.18
	2011	123.83	116.04
	2012***	128.10	122.99

* Valued at mid market prices.

** From 17 December 2007 (the date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	0.82%	0.82%
Class 2	0.72%	0.72%
Class 3	0.32%	0.32%
Class A	1.12%	1.12%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	2.0640	38.20
	2008	2.1025	38.91
	2009	2.0725	38.36
	2010	2.0245	37.47
	2011	1.8861	34.91
	2012*	0.9773	18.09
Class 2	2007	3.2382	39.55
	2008	3.2658	39.89
	2009	3.2688	39.92
	2010	3.1873	38.93
	2011	2.9023	35.45
	2012*	1.5033	18.36
Class 3	2007	4.4974	41.90
	2008	4.5458	42.35
	2009	4.5155	42.07
	2010	4.4461	41.42
	2011	4.1510	38.68
	2012*	2.1455	19.99
Class A	2007	1.8457	36.49
	2008	1.8877	37.32
	2009	1.9030	37.62
	2010	1.8301	36.18
	2011	1.3073	25.85
	2012*	0.8571	16.95

* Up to 15 June 2012 (the interim distribution payment date).

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 17 December 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 3	2007*	N/A	N/A
	2008	4.6250	45.90
	2009	4.8340	47.97
	2010	4.9952	49.57
	2011	4.8715	48.34
	2012**	2.5962	25.76

* From 17 December 2007 (the date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (1.75%; 2011 2.54%)			
18,255,000	Goodman Australia Finance 9.75% 16/07/2018	22,852	1.19
10,000,000	QBE Insurance 6.125% 28/09/2015	10,717	0.56
		33,569	
Cayman Islands (2.91%; 2011 2.54%)			
5,000,000	Principal Financial 5.625% 24/09/2013	5,181	0.27
27,000,000	Thames Water Utilities Cayman Finance 5.375% 21/07/2025	28,776	1.50
6,290,000	Trafford Centre Finance 8.28% 28/10/2022	7,743	0.40
11,356,000	Yorkshire Water Services 6.454% 28/05/2027	14,146	0.74
		55,846	
Channel Islands (0.87%; 2011 0.00%)			
8,730,000	BAA Funding 7.125% 14/02/2024	9,052	0.47
7,505,000	Gatwick Funding 5.25% 23/01/2024	7,639	0.40
		16,691	
France (5.24%; 2011 6.52%)			
35,137,000	AXA 6.772% Perpetual	25,598	1.33
15,500,000	BNP Paribas 5.945% FRN Perpetual	10,117	0.53
15,258,000	Credit Agricole 5% EMTN Perpetual	10,318	0.54
23,200,000	Electricite de France 6.125% 02/06/2034	25,641	1.33
13,000,000	Lafarge 8.75% 30/05/2017	14,747	0.77
12,542,000	Reseau Ferre de France 5.5% 01/12/2021	14,244	0.74
		100,665	
Germany (1.40%; 2011 1.48%)			
20,000,000	KFW 6% 07/12/2028	26,971	1.40
		26,971	
Ireland; Republic of (0.01%; 2011 0.01%)			
10,000,000	Lambay Capital Securities 6.25% EMTN Perpetual	175	0.01
		175	
Italy (2.63%; 2011 3.09%)			
16,500,000	Assicurazioni Generali 6.416% FRN Perpetual	9,770	0.51
2,110,000	Enel 5.75% 22/06/2037	1,706	0.09
23,000,000	Telecom Italia 7.375% 15/12/2017	23,741	1.24
18,500,000	Unicredito Italiano 5% 01/02/2016	15,125	0.79
		50,342	
Luxembourg (0.77%; 2011 0.68%)			
18,500,000	Enel Finance 5.75% 14/09/2040	14,777	0.77
		14,777	
Mexico (0.29%; 2011 0.29%)			
4,970,000	Mexico (United States of) 6.75% 06/02/2024	5,653	0.29
		5,653	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Netherlands (2.70%; 2011 2.81%)			
18,692,000	Deutsche Telekom 6.5% 08/04/2022	22,304	1.16
8,380,000	International Endesa 6.125% Gtd MTN 05/07/2012	8,425	0.44
10,000,000	Rabobank Nederland 4.625% 13/01/2021	10,630	0.55
10,000,000	Siemens 6.125% 14/09/2066	10,543	0.55
		<hr/>	
		51,902	
Spain (0.62%; 2011 0.00%)			
12,500,000	Telefonica Emisiones 5.597% MTN 12/03/2020	11,854	0.62
		<hr/>	
		11,854	
Sweden (0.00%; 2011 0.14%)			
Switzerland (1.66%; 2011 1.67%)			
28,000,000	UBS AG 6.625% 11/04/2018	31,845	1.66
		<hr/>	
		31,845	
United Kingdom (69.28%; 2011 66.17%)			
27,500,000	Abbey National Treasury Services 5.125% 14/04/2021	29,463	1.53
22,159,000	Aspire Defence Finance 4.674% 31/03/2040	21,168	1.10
21,500,000	Barclays Bank 10% 21/05/2021	23,720	1.23
15,193,000	Barclays Bank 14% Perpetual	18,139	0.94
15,974,000	Beazley 7.25% FRN 17/10/2026	13,164	0.69
7,515,000	BL Superstore Finance 4.482% 04/10/2030	7,942	0.41
10,975,000	BL Superstore Finance 5.27% 04/10/2030	11,823	0.62
5,300,000	British Land 5.375% 31/03/2028	5,497	0.29
23,000,000	British Sky Broadcasting 5.75% 20/10/2017	26,356	1.37
10,600,000	British Telecom 7.5% 07/12/2016	13,016	0.68
22,425,000	Broadgate 4.821% 05/07/2033	22,664	1.18
15,750,000	Broadgate 4.999% 05/10/2031	15,695	0.82
18,479,186	Canary Wharf Finance 6.455% 22/10/2033	22,025	1.15
15,000,000	Carnival 7.125% 25/06/2012	15,056	0.78
7,700,000	Cattles 6.875% 17/01/2014	81	0.00
14,268,000	Centrica 7% 19/09/2033	18,487	0.96
20,000,000	Co-Operative Group 5.625% 08/07/2020	19,212	1.00
7,900,000	CPUK Finance 7.239% 28/02/2042	8,183	0.43
13,000,000	Daily Mail & General Trust 5.75% 07/12/2018	13,341	0.69
16,020,000	Eastern Power Network 4.75% 30/09/2021	17,080	0.89
20,000,000	European Investment Bank 5% 15/04/2039	23,200	1.21
50,000,000	European Investment Bank 5.375% 07/06/2021	59,185	3.08
20,000,000	European Investment Bank 5.625% 07/06/2032	24,811	1.29
11,300,000	European Investment Bank 6.25% 15/04/2014	12,373	0.64
12,934,000	Eversholt Funding 6.697% 22/02/2035	14,850	0.77
12,400,000	Experian Finance 4.75% 23/11/2018	13,597	0.71
25,700,000 f	Aviva 5.9021% 27/07/2020	17,694	0.92
9,000,000 f	Aviva 6.875% 20/05/2058	7,089	0.37
7,792,000	F&C Asset Management 6.75% 20/12/2026	5,222	0.27
3,906,000	F&C Asset Management 9% 20/12/2016	4,007	0.21
20,600,000	FirstGroup 8.75% 08/04/2021	25,364	1.32
9,048,000	Great Rolling Stock 6.5% 05/04/2031	10,278	0.54
20,000,000	HSBC 5.844% Perpetual	15,923	0.83
27,550,000	HSBC Bank 6.75% 11/09/2028	28,814	1.50
20,952,000	Imperial Tobacco 8.125% 15/03/2024	27,480	1.43
10,120,000	Imperial Tobacco 9% 17/02/2022	13,843	0.72
10,683,000	Investec Bank 9.625% 17/02/2011	10,429	0.54

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (69.28%; 2011 66.17%) (continued)			
8,000,000	JTI UK Finance 5.75% 06/02/2013	8,281	0.43
19,410,793	Juturna 5.064% 10/08/2033	19,894	1.04
18,684,000	Land Securities Capital Markets FRN 4.875% 07/11/2019	20,597	1.07
4,100,000	LBG Capital 11.04% 19/03/2020	4,017	0.21
6,500,000	LBG Capital 15% 21/12/2019	7,689	0.40
7,000,000	Lend Lease 6.125% 12/10/2021	6,863	0.36
6,500,000	Lloyds Banking Group 5.125% 07/03/2025	6,860	0.36
24,000,000	Lloyds Banking Group 7.625% 22/04/2025	20,714	1.08
9,009,520	Meadowhall Finance 4.988% 12/01/2032	9,341	0.49
8,820,280	Mitchells & Butlers 5.574% 15/12/2030	9,281	0.48
5,278,260	Mitchells & Butlers 5.965% 15/12/2025	5,644	0.29
17,000,000	Mitchells & Butlers 6.469% 15/09/2030	15,607	0.81
12,000,000	National Westminster Bank 6.5% 07/09/2021	10,507	0.55
22,980,000	Nationwide Building Society 5.769% Perpetual	16,134	0.84
5,820,000	Northern Gas 4.875% 30/06/2027	6,016	0.31
5,318,000	Paragon 7% 20/04/2017	4,042	0.21
2,825,000	Principality Building Society 5.375% EMTN 08/07/2016	2,015	0.11
5,000,000	Prudential 11.375% 29/05/2039	6,400	0.33
23,000,000	Royal Bank of Scotland 6.875% 17/05/2025	24,195	1.26
11,800,000	RSA Insurance 9.375% 20/05/2039	13,606	0.71
22,054,000	Safeway 6% 10/01/2017	25,347	1.32
14,000,000	Scottish & Southern Energy 5.453% Perpetual	13,651	0.71
25,588,000	Segro 6.75% 23/11/2021	28,879	1.50
7,302,000	Severn Trent Water 6% 22/01/2018	8,502	0.44
24,000,000	Silverstone Master 5.063% 21/01/2055	26,075	1.36
7,000,000	Southern Water 6.64% 31/03/2026	8,579	0.45
9,000,000	Southern Water FRN 31/03/2038	9,551	0.50
25,000,000	Stagecoach 5.75% 16/12/2016	26,910	1.40
23,800,000	Standard Chartered 6% Var MTN 25/01/2018	23,575	1.23
4,718,260	Sutton Bridge Finance 8.625% 30/06/2022	5,378	0.28
14,000,000	Tesco 5% 24/03/2023	14,992	0.78
7,316,000	Tesco 6.125% 24/02/2022	8,474	0.44
9,100,000	Treasury 3.75% 07/09/2021	10,497	0.55
22,800,000	Treasury 4% 07/03/2022	26,766	1.39
6,700,000	Treasury 4.25% 07/03/2036	7,909	0.41
17,700,000	Treasury 4.75% 07/12/2030	22,317	1.16
60,000,000	Treasury 4.75% 07/12/2038	76,558	3.99
18,710,000	Treasury 5% 07/03/2025	24,090	1.25
1,883,000	Treasury 6% 07/12/2028	2,716	0.14
25,000,000	Unilever 4.75% 16/06/2017	28,463	1.48
15,500,000	Unique Pub Finance 6.542% 30/03/2021	12,807	0.67
23,900,000	Western Power Distribution 5.75% 16/04/2032	26,395	1.37
22,049,000	Westfield 5.5% 27/06/2017	24,134	1.26
13,925,655	White City 5.1202% 17/04/2035	14,311	0.75
		<hr/>	
		1,330,850	
United States of America (7.32%; 2011 8.15%)			
19,700,000	Ahold Finance 6.5% 14/03/2017	22,566	1.17
7,386,000	American International Group 6.765% 15/11/2017	7,951	0.41
9,200,000	Bank of America 7% 31/07/2028	9,746	0.51
10,720,000	Bear Stearns 5.375% Snr MTN 18/10/2013	11,263	0.59
2,802,000	Citigroup 4.5% 03/03/2031	2,091	0.11
5,000,000	Goldman Sachs 5.5% 12/10/2021	4,555	0.24
16,583,000	Goldman Sachs 6.125% EMTN 14/05/2017	16,596	0.86
13,000,000	Merrill Lynch 7.75% 30/04/2018	14,101	0.73

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (7.32%; 2011 8.15%) (continued)			
8,000,000	Merrill Lynch 8.125% 02/06/2028	7,934	0.41
9,706,000	Morgan Stanley 5.75% 14/02/2017	9,817	0.51
19,255,000	Verizon Wireless Capital 8.875% 18/12/2018	26,259	1.37
7,450,000	Wells Fargo 5.25% 01/08/2023	7,807	0.41
		<hr/>	
		140,686	
		<hr/>	
Futures ((0.02)%; 2011 0.02%)			
(456)	Exposure to Long Gilt Future 27/06/2012	(326)	(0.02)
		<hr/>	
		(326)	
		<hr/>	
Swaps ((0.07)%; 2011 0.00%)			
33,000,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(1,421)	(0.07)
		<hr/>	
		(1,421)	
		<hr/>	
Portfolio of Investments*		1,870,079	97.36
		<hr/>	
Net other assets		50,716	2.64
		<hr/>	
Net assets		1,920,795	100.00
		<hr/>	

* Includes investment liabilities.

f Investments in the Aviva Group.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £408,879,000 (15.04.11: £535,429,000) and the total sales, net of transaction charges amounted to £356,197,000 (15.04.11: £500,883,000).

Portfolio Credit Rating Analysis

	Market value £000	Total net assets %
Bonds:		
– Investment grade	1,800,564	93.74
– Below investment grade	61,723	3.21
– Unrated	9,539	0.50
Futures	(326)	(0.02)
Swaps	(1,421)	(0.07)
	<hr/>	
Portfolio of investments*	1,870,079	97.36
	<hr/>	
Net other assets	50,716	2.64
	<hr/>	
Net assets	1,920,795	100.00
	<hr/>	

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains/(losses)		82,851		(53,748)
Revenue	52,319		43,957	
Expenses	(3,610)		(3,206)	
Finance costs: Interest	—		—	
Net revenue before taxation	48,709		40,751	
Taxation	—		—	
Net revenue after taxation		48,709		40,751
Total return/(deficit) before distributions		131,560		(12,997)
Finance costs: Distributions		(48,709)		(40,751)
Change in net assets attributable to shareholders from investment activities		82,851		(53,748)

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		1,805,929		1,661,987
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	79,327		61,009	
Less: Amounts payable on cancellation of shares	(47,312)		(82,502)	
		32,015		(21,493)
Change in net assets attributable to shareholders from investment activities (see above)		82,851		(53,748)
Retained distribution on accumulation shares		—		36
Closing net assets attributable to shareholders		1,920,795		1,586,782

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £1,805,929,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		1,870,079		1,735,616
Debtors	51,053		49,927	
Cash and bank balances	<u>29,041</u>		<u>56,915</u>	
Total other assets		<u>80,094</u>		<u>106,842</u>
Total assets		1,950,173		1,842,458
LIABILITIES				
Creditors	(6,193)		(17,392)	
Bank overdrafts	(3,716)		–	
Distribution payable on income shares	<u>(19,469)</u>		<u>(19,137)</u>	
Total liabilities		(29,378)		(36,529)
Net assets attributable to shareholders		<u>1,920,795</u>		<u>1,805,929</u>

Aviva Investors Distribution Fund

Investment Objective

A high and growing level of income with prospects for long term capital appreciation.

Investment Policy

Diversified investment in high yielding UK equities and UK fixed interest securities. Allocations to fixed interest securities, equities and cash will vary over time. Equity selections will be based on price and long term total return prospects.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 6.35 per cent (share class 1), net of fees, outperforming the 4.62 per cent median return from the IMA* Mixed Investment 20-60% shares. The Fund also outperformed the FTSE® All Share index, which returned 6.06 per cent.

In terms of the equity allocation, the Fund's emphasis on the consumer discretionary sector and below index exposure to the energy sector helped, as the former sector did well while the latter struggled. At the individual stock level, key contributors included packaging company Rexam and industrial turnaround specialist Melrose. Rexam shares were buoyed by news its full-year profit had increased by 15 per cent while Melrose's results also pleased investors as the company highlighted rising demand for its turbogenerators and lifting equipment for the oil and gas industry. Takeover activity was a feature of the period and the Fund benefited from its stake in Robert Wiseman Dairies, as its shares soared after it agreed to be taken over by Müller Dairy. Other stocks to perform well included distribution business Bunzl. A pick up in profits and a dividend increase were well received by investors. There were some disappointments, however. Notable detractors included van-hire company Northgate, its shares weakened after it cautioned on 2013 profits. An above-benchmark position in supermarket operator Tesco was also negative, as its shares struggled after it reported weaker trading over the Christmas period. We have maintained holdings in both companies on the basis of their strong long-term prospects.

The fixed income portion of the Fund profited from holdings of well-capitalised banks and insurance companies. This ensured a positive return relative to the benchmark. The Fund also benefitted from having minimal exposure to the bonds of companies domiciled in 'peripheral' euro-zone economies. During the final three months of the period, the Fund benefitted significantly from so-called liability-management exercises by financial institutions. That saw companies buying back their own, less-highly rated, debt as a means of shoring up their balance sheets. The Fund was also advantaged by the manager's decision to favour shorter maturity bonds which outperformed. Issues with longer maturities were adversely affected by a slide in underlying long-dated UK government bonds as investors switched from safe-haven assets. In relation to portfolio activity, we purchased several new issues, reducing the Fund's exposure to financials, in order to increase diversification.

We are constructive on the outlook for corporate debt while focusing on debt issued by companies with conservatively managed balance sheets and which continually demonstrate their willingness to embark upon cost cuts in order to remain competitive and maintain positive cash flows. We are reasonably optimistic on the outlook for UK equities which look fairly cheap relative to their long-term history. Furthermore, their yield is attractive, given the very low rates of return available on government bonds and cash.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
Treasury 5% 07/03/2025	Treasury 4.75% 07/12/2038
BHP Billiton	Treasury 5% 07/03/2025
Treasury 5% 07/03/2018	Anheuser-Busch InBev 6.5% 23/06/2017
Telefonica Emision 5.597% 12/03/2020	JPMorgan Chase 5.375% NTS 18/10/2013
Eastern Power Networks 4.75% 30/09/2021	Treasury 4.25% 07/06/2032
Nationwide Building Society 6.024% Perpetual	KFW International Finance 6% 07/12/2028
BMW Finance 3.375% 14/12/2018	Severn Trent Utilities Finance 6.25%
Treasury 4.5% 07/12/2042	Treasury 4.25% 07/03/2036
Severn Trent Water 4.875% 24/01/2042	BAC Capital Trust VII 5.25% 10/08/2035
Juturna 5.064% 10/08/2033	Stockland Finance 5.625% MTN 25/10/2013

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	63,833	42,426,240	150.64
	15.10.10	68,938	41,932,132	164.40
	15.10.11	65,782	41,418,910	158.82
	15.04.12	68,723	41,338,347	166.24
Class 2	15.10.09	156	101,894	152.98
	15.10.10	165	98,245	167.62
	15.10.11	153	93,880	162.37
	15.04.12	160	94,273	170.20
Class 3	15.10.09	4,721	3,043,643	155.12
	15.10.10	4,639	2,724,062	170.31
	15.10.11	3,853	2,330,763	165.31
	15.04.12	3,346	1,929,167	173.45

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	10,512	5,459,746	192.52
	15.10.10	11,263	6,792,378	218.32
	15.10.11	10,828	4,961,101	218.26
	15.04.12	11,515	4,960,005	232.15

* Valued at bid market prices.

Investment Performance (continued)

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	185.87	171.74
	2008	176.26	126.35
	2009	154.34	115.74
	2010	166.96	152.00
	2011	170.16	157.28
	2012**	170.90	163.46
Class 2	2007	187.62	173.77
	2008	178.38	128.12
	2009	157.09	117.57
	2010	170.32	154.72
	2011	173.93	160.89
	2012**	174.99	167.31
Class 3	2007	189.23	175.57
	2008	180.26	129.65
	2009	159.40	119.13
	2010	173.12	157.00
	2011	177.07	163.88
	2012**	178.38	170.50

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	211.87	200.12
	2008	205.38	154.16
	2009	197.48	142.81
	2010	221.50	196.22
	2011	229.62	214.49
	2012**	236.72	224.62

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.38%	1.39%
Class 2	0.83%	0.84%
Class 3	0.33%	0.34%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	6.6509	35.99
	2008	6.9999	37.88
	2009	6.2479	33.81
	2010	5.9471	32.18
	2011	5.6331	30.48
	2012*	2.6630	14.41
Class 2	2007	7.1175	38.17
	2008	7.4421	39.91
	2009	6.6333	35.57
	2010	6.4046	34.34
	2011	6.1196	32.81
	2012*	2.9106	15.61
Class 3	2007	7.4748	39.74
	2008	7.7511	41.21
	2009	6.9341	36.87
	2010	6.7640	35.97
	2011	6.6284	35.24
	2012*	3.1274	16.63

* Up to 15 June 2012 (the interim distribution payment date).

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	7.5739	36.48
	2008	8.2885	39.93
	2009	7.7643	37.40
	2010	7.7172	37.18
	2011	7.5420	36.33
	2012*	3.6732	17.69

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (0.00%; 2011 0.81%)			
Belgium (0.00%; 2011 1.43%)			
Bermuda (1.10%; 2011 1.03%)			
119,156	Catlin	501	0.60
105,500	Hiscox	421	0.50
		<hr/>	
		922	
Cayman Islands (1.14%; 2011 1.15%)			
700,000	Thames Water Utilities Cayman Finance 5.375% 21/07/2025	746	0.89
246,000	THPA Finance 8.241% 15/03/2028	206	0.25
		<hr/>	
		952	
Channel Islands; Guernsey (0.46%; 2011 0.53%)			
155,615	Resolution	386	0.46
		<hr/>	
		386	
Channel Islands; Jersey (0.70%; 2011 0.37%)			
580,000	Gatwick Funding 5.25% 23/01/2024	590	0.70
		<hr/>	
		590	
France (2.90%; 2011 2.77%)			
800,000	AXA 6.772% 29/10/2049	583	0.70
500,000	Credit Agricole 8.125% 29/10/2049	389	0.46
600,000	EDF 6.125% 02/06/2034	663	0.79
700,000	Lafarge 8.75% 30/05/2017	794	0.95
		<hr/>	
		2,429	
Germany (1.60%; 2011 3.44%)			
900,000	KFW International Finance 5% 09/06/2036	1,118	1.34
160,000	KFW International Finance 6% 07/12/2028	216	0.26
		<hr/>	
		1,334	
Italy (1.97%; 2011 1.98%)			
700,000	Enel 5.75% 22/06/2037	566	0.68
1,050,000	Telecom Italia 7.375% 15/12/2017	1,084	1.29
		<hr/>	
		1,650	
Luxembourg (0.71%; 2011 0.77%)			
600,000	Finmeccanica 8% 16/12/2019	593	0.71
		<hr/>	
		593	
Mexico (0.35%; 2011 0.34%)			
260,000	Mexico (United States of) 6.75% 06/02/2024	296	0.35
		<hr/>	
		296	
Netherlands (3.11%; 2011 2.69%)			
575,000	BAT 5.5% 15/09/2016	649	0.78
800,000	ING Bank 6.875% 29/05/2023	800	0.96
600,000	Rabobank Nederland 4% Gtd MTN 19/09/2022	603	0.72
520,000	Siemens 6.125% 14/09/2066	548	0.65
		<hr/>	
		2,600	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Spain (0.79%; 2011 0.00%)			
700,000	Telefonica Emision 5.597% 12/03/2020	664	0.79
		664	
United Kingdom (74.52%; 2011 68.16%)			
450,000	Abbey National Treasury Services 5.125% 14/04/2021	482	0.58
21,114	AstraZeneca	590	0.70
114,755 f	Aviva	357	0.43
1,100,000 f	Aviva 5.9021% 30/11/2049	757	0.90
92,535	BAE Systems	274	0.33
500,000	Bank of Scotland 7.754% 31/05/2021	377	0.45
623,000	Barclays Bank 10% 21/05/2021	687	0.82
450,000	Barclays Bank 14% Perpetual	537	0.64
571,677	BBA Aviation	1,246	1.49
70,000	BHP Billiton	1,345	1.61
350,000	Birmingham Airport 6.25% 22/02/2021	396	0.47
329,132	BP	1,458	1.74
32,716	British American Tobacco	1,025	1.22
700,000	British Telecom 7.5% 07/12/2016	860	1.03
582,988	BT	1,277	1.52
10,453	Bunzl	104	0.12
442,712	Canary Wharf Finance 6.455% 22/10/2033	528	0.63
1,170,000	Cattles 6.875% 17/01/2014	12	0.01
362,132	Centrica	1,138	1.36
42,797	Close Brothers	320	0.38
106,000	Compass	683	0.82
620,000	Co-Operative Group 5.625% 08/07/2020	596	0.71
450,000	CPUK Finance 7.239% 28/02/2042	466	0.56
27,076	Cranswick	216	0.26
800,000	Daily Mail & General Trust 5.75% 07/12/2018	821	0.98
47,251	Diageo	721	0.86
650,000	Eastern Power Network 4.75% 30/09/2021	692	0.83
800,000	European Investment Bank 5.625% 07/06/2032	992	1.18
390,000	Eversholt Funding 6.697% 22/02/2035	448	0.53
411,316	F&C Asset Management	272	0.32
600,000	F&C Asset Management 6.75% 20/12/2026	402	0.48
300,000	F&C Finance 9% 20/12/2016	308	0.37
700,000	FirstGroup 6.125% 18/01/2019	749	0.89
500,000	Friends Provident 6.292% 30/06/2049	322	0.38
371,948	GKN	756	0.90
110,336	GlaxoSmithKline	1,546	1.85
400,000	Hammerson 6% 23/02/2026	434	0.52
46,691	Headlam	137	0.16
754,000	HSBC 5.844% 29/11/2049	600	0.72
41,511	Imperial Tobacco	1,025	1.22
968,000	Imperial Tobacco Finance 9% 17/02/2022	1,324	1.58
108,500	Inmarsat	464	0.55
498,653	Intermediate Capital	1,322	1.58
851,000	Investec Bank 9.625% 17/02/2022	831	0.99
582,332	Juturna 5.064% 10/08/2033	597	0.71
500,000	Kensington 9% 21/12/2015	325	0.39
496,221	Legal & General	616	0.74
400,000	Lend Lease 6.125% 12/10/2021	392	0.47
900,000	Lloyds Banking Group 6.9625% 29/05/2020	732	0.88
87,060	Majestic Wine	379	0.45
123,186	Man Group	139	0.17
245,937	Melrose	1,033	1.23

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (74.52%; 2011 68.16%) (continued)			
600,000	Mitchells & Butlers 6.469% 15/09/2030	551	0.66
152,923	National Grid	979	1.17
882,000	Nationwide Building Society 6.024% Perpetual	618	0.74
78,717	Northgate	150	0.18
360,000	Paragon 7% 20/04/2017	274	0.33
51,610	Pearson	582	0.70
96,709	Prudential	717	0.86
400,000	Prudential 11.375% 29/05/2039	512	0.61
26,276	Rathbone Brothers	339	0.41
59,103	Reed Elsevier	313	0.37
157,430	Restaurant	459	0.55
199,057	Rexam	839	1.00
47,288	Rio Tinto	1,662	1.99
600,000	RL Finance 6.125% EMTN 29/12/2049	428	0.51
700,000	Royal Bank of Scotland 6.875% 17/05/2025	736	0.88
500,000	RSA Insurance 9.375% 20/05/2039	577	0.69
650,000	RSL Finance 1 6.625% 31/03/2038	825	0.99
500,000	Safeway 6% 10/01/2017	575	0.69
392,735	Sage	1,141	1.36
126,260	Sainsbury (J)	383	0.46
600,000	Scottish & Southern Energy 5.453% Perpetual	585	0.70
700,000	Sergo 6.75% 23/11/2021	790	0.94
46,000	Severn Trent	721	0.86
600,000	Severn Trent Water 4.875% 24/01/2042	599	0.72
221,600	Stagecoach	543	0.65
650,000	Stagecoach 5.75% 16/12/2016	700	0.84
34,500	Standard Chartered	522	0.62
1,000,000	Standard Chartered 6% Var MTN 25/01/2018	991	1.18
300,000	Standard Chartered 7.75% 31/01/2022	314	0.37
36,500	Tate & Lyle	255	0.30
156,626	Tesco	509	0.61
450,000	Tesco 6.125% 24/02/2022	521	0.62
1,200,000	Treasury 4.5% 07/12/2042	1,488	1.78
182,000	Treasury 5% 07/03/2018	222	0.27
308,000	Treasury 6% 07/12/2028	444	0.53
262,000	Tullett Prebon 7.04% 06/07/2016	254	0.30
32,517	Unilever	654	0.78
700,000	Unilever 4.75% 16/06/2017	797	0.95
1,200,000	Unique Pub Finance 6.542% 30/03/2021	992	1.19
69,728	United Business Media	421	0.50
198,222	Vertu Motors	54	0.06
902,560	Vodafone	1,521	1.82
630,000	Western Power Distribution 5.75% 16/04/2032	696	0.83
500,000	Westfield 5.5% 27/06/2017	547	0.65
191,000	William Hill	494	0.59
		<hr/>	
		62,404	
United States of America (7.04%; 2011 9.00%)			
750,000	American International 5% 26/04/2023	682	0.81
404,000	American International 6.765% 15/11/2017	435	0.52
1,000,000	AT&T 5.875% 28/04/2017	1,162	1.39
1,000,000	Citigroup 4.5% 03/03/2031	746	0.89
850,000	Goldman Sachs 6.125% EMTN 14/05/2017	851	1.02
500,000	Pemex Project Funding Master Trust 7.50% 18/12/2013	538	0.64

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (7.04%; 2011 9.00%) (continued)			
550,000	Verizon Wireless Capital 8.875% 18/12/2018	750	0.89
700,000	Wells Fargo 5.25% 01/08/2023	734	0.88
		5,898	
Futures (0.05%; 2011 0.00%)			
10	Exposure to Long Gilt Futures 06/2012	44	0.05
		44	
Swaps (0.10%; 2011 0.00%)			
900,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(39)	(0.05)
600,000	FINME Credit Default Swap 5.75% 12/2018	79	0.10
1,100,000	French Credit Default Swap 4.25% 04/2019	43	0.05
		83	
Portfolio of Investments*		80,845	96.54
Net other assets		2,899	3.46
Net assets		83,744	100.00

* Includes investment liabilities.

f Investments in the Aviva Group.

† Suspended and delisted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £18,833,000 (15.04.11: £14,631,000) and the total sales, net of transaction charges amounted to £18,241,000 (15.04.11: £16,714,000).

Portfolio Credit Rating Analysis

	Market value £000	Total net assets %
Bonds:		
- Investment grade	42,569	50.84
- Below investment grade	3,739	4.46
- Unrated	1,401	1.67
Credit default swaps	83	0.10
Equities	33,009	39.42
Futures	44	0.05
Portfolio of investments*	80,845	96.54
Net other assets	2,899	3.46
Net assets	83,744	100.00

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		4,050		736
Revenue	2,002		2,012	
Expenses	(555)		(557)	
Finance costs: Interest	—		—	
Net revenue before taxation	1,447		1,455	
Taxation	—		—	
Net revenue after taxation		1,447		1,455
Total return before distributions		5,497		2,191
Finance costs: Distributions		(1,697)		(1,707)
Change in net assets attributable to shareholders from investment activities		3,800		484

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		80,616		85,005
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	3,000		2,824	
Less: Amounts payable on cancellation of shares	(3,851)		(4,781)	
		(851)		(1,957)
Change in net assets attributable to shareholders from investment activities (see above)		3,800		484
Retained distribution on accumulation shares		183		175
Stamp duty reserve tax		(8)		(6)
Unclaimed distribution monies		4		12
Closing net assets attributable to shareholders		83,744		83,713

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £80,616,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		80,884		76,154
Debtors	1,917		1,609	
Cash and bank balances	<u>2,127</u>		<u>3,996</u>	
Total other assets		<u>4,044</u>		<u>5,605</u>
Total assets		84,928		81,759
LIABILITIES				
Investment liabilities		(39)		–
Creditors	(552)		(497)	
Bank overdrafts	–		(22)	
Distribution payable on income shares	<u>(593)</u>		<u>(624)</u>	
Total other liabilities		<u>(1,145)</u>		<u>(1,143)</u>
Total liabilities		(1,184)		(1,143)
Net assets attributable to shareholders		<u>83,744</u>		<u>80,616</u>

Aviva Investors High Yield Bond Fund

Investment Objective

To maximise total return while generating a high level of income through investment in a diversified portfolio of fixed interest securities.

Investment Policy

Diversified investment in high yield bonds but also other fixed income assets, such as government bonds and investment grade corporates.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Note: at least 80 per cent of assets will either be in sterling or currency hedged back to sterling.

Fund Manager's Report

The Fund delivered a total return of 9.93 per cent (share class 1), net of fees. This compares with the median return of 9.53 per cent generated by its peer group, the IMA* £ High-Yield sector

The manager, who had previously avoided excessive exposure to financials, bought back into the sector and at the same time took profit on positions in companies such as Goodyear, Alba, Huntsman and Sappi which we felt had become less attractive on an absolute basis and relative to other bonds available in the marketplace.

As the market continued to rally we took reduced exposure to some companies which we believe have a strong long term outlook such as Wind Telecom. This was done in the belief that prices are likely to fall back and provide a better entry point in the months ahead.

We feel the benefits from the ECB's long-term refinancing operations have now largely played themselves out and that the liquidity-fuelled rally is now coming to an end. Going forward, the battle between austerity and growth will once again be at the forefront of investor concerns. To a large degree, this is already being played out as Spanish 10yr bond yields have climbed above 6 per cent (having traded as low as 4.85 per cent in January). On the political front we face the uncertainty of potentially new French president and the likely break-up of the current Dutch coalition government.

Faced with an uncertain economic environment the manager has increased levels of liquidity within the Fund and is focused on debt issued by companies which have good liquidity, a balanced future debt repayment schedule, stable or improving leverage and a business model which will protect them from current economic headwinds. To this end we have invested in the likes of Thames and Anglian Water and British airports operator BAA.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investor may not get back the original amount invested.

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 stocks.

Material Portfolio Changes

Purchases	Sales
Treasury 4.5% 07/03/2013	Treasury 4.5% 07/03/2013
Reynolds Group 7.75% 15/10/2016	Lyondell Chemical 8% 01/11/2017
Thyssenkrupp 4.375% 28/02/2017	Continental Gummi Finance 7.125% 15/10/2018
Bombardier 6.125% 15/05/2021	Rockwood Specialities Group 7.625% 15/11/2014
Lyondell Chemical 8% 01/11/2017	Imperial Tobacco Finance 5.5% 28/09/2026
Schaeffler Finance 8.75% 15/02/2019	Thames Water Utilities Finance FRN 21/07/2025
Ziggo Bond 8% 15/05/2018	Goodyear Dunlop 6.75% 15/04/2019
Stora Enso 5.5% 07/03/2019	Treasury 2.25% 07/03/2014
Nordenia International 9.75% 15/07/2017	Cirsa Funding Luxembourg 8.75% 15/05/2018
Oxea Finance 9.625% 15/07/2017	Wind Acquisition 11.75% 15/07/2017

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	546	926,954	58.94
	15.10.10	3,353	5,133,461	65.32
	15.10.11	2,088	3,636,269	57.42
	15.04.12	2,866	4,660,559	61.49
Class 2	15.10.09	57	63,344	89.32
	15.10.10	64	64,233	98.99
	15.10.11	30	34,692	86.98
	15.04.12	346	371,686	93.17
Class 3	15.10.09	4	3,000	119.07
	15.10.10	4	3,000	131.99
	15.10.11	4	3,000	115.97
	15.04.12	4	3,000	124.24

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 3	15.10.09	34,868	27,041,145	128.95
	15.10.10	42,668	28,045,560	152.14
	15.10.11	41,852	29,400,832	142.35
	15.04.12	69,871	44,316,003	157.67

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2008**	50.00	41.21
	2009	60.76	42.16
	2010	66.94	60.85
	2011	66.91	56.97
	2012***	63.85	59.64
Class 2	2008**	75.78	62.46
	2009	92.14	63.96
	2010	101.52	92.28
	2011	101.42	86.39
	2012***	96.82	90.38
Class 3	2008**	101.03	83.28
	2009	122.96	85.31
	2010	135.49	123.14
	2011	135.27	115.28
	2012***	129.19	120.51

* Valued at mid market prices.

** From 22 September 2008 (date of launch).

*** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 3	2008**	101.03	83.57
	2009	133.13	85.61
	2010	154.25	133.33
	2011	160.43	138.87
	2012***	161.24	148.12

* Valued at mid market prices.

** From 22 September 2008 (date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.14%	1.15%
Class 2	0.74%	0.75%
Class 3	0.34%	0.35%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 22 September 2008.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2008*	0.1418	2.84
	2009	3.4703	69.41
	2010	3.5779	71.56
	2011	3.5807	71.61
	2012**	1.8602	37.20
Class 2	2008*	0.2390	3.19
	2009	5.6282	75.04
	2010	5.7219	76.29
	2011	5.7254	76.34
	2012**	2.9640	39.52
Class 3	2008*	0.3278	3.28
	2009	7.5689	75.69
	2010	8.1289	81.29
	2011	8.0700	80.70
	2012**	4.1599	41.60

* From 22 September 2008 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

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 22 September 2008.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 3	2008*	0.3278	3.28
	2009	7.8351	78.35
	2010	9.0125	90.12
	2011	9.5152	95.15
	2012**	5.1313	51.31

* From 22 September 2008 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (2.91%; 2011 2.21%)			
500,000	FMG Resources 6.875% 01/04/2022	306	0.42
800,000	Goodman Australia Finance 9.75% 16/07/2018	1,001	1.37
750,000	Westfield 5.5% 27/06/2017	821	1.12
		<hr/>	
		2,128	
		<hr/>	
Austria (0.00%; 2011 1.60%)			
Belgium (0.00%; 2011 0.77%)			
Canada (3.41%; 2011 0.00%)			
1,350,000	Atlantic Power 9% 15/11/2018	860	1.18
2,000,000	Bombardier 6.125% 15/05/2021	1,633	2.23
		<hr/>	
		2,493	
		<hr/>	
Cayman Islands (1.62%; 2011 1.28%)			
300,000	BCM Ireland Finance FRN 15/08/2016	–	–
690,000	THPA Finance 8.241% 15/03/2028	578	0.79
750,000	UPCB Finance II 6.375% 01/07/2020	603	0.83
		<hr/>	
		1,181	
		<hr/>	
Czech Republic (0.00%; 2011 0.81%)			
Denmark (0.00%; 2011 1.80%)			
Finland (1.66%; 2011 0.00%)			
1,500,000	Stora Enso 5.5% 07/03/2019	1,215	1.66
		<hr/>	
		1,215	
		<hr/>	
France (3.96%; 2011 2.82%)			
1,000,000	AXA 6.772% Perpetual	728	1.01
700,000	BNP Paribas FRN 5.945% Perpetual	457	0.63
750,000	Crown Europe Holdings 7.125% 15/08/2018	658	0.90
914,000	Lafarge 10% 30/05/2017	1,037	1.42
		<hr/>	
		2,880	
		<hr/>	
Germany (7.99%; 2011 6.82%)			
500,000	Alba Group 8% 15/05/2018	423	0.58
975,000	Heidelberger Druckmaschinen 9.25% 15/04/2018	585	0.80
1,000,000	Musketeer 9.5% 15/03/2021	876	1.20
1,450,000	Nordenia International 9.75% 15/07/2017	1,278	1.75
2,000,000	ThyssenKrupp 4.375% 28/02/2017	1,688	2.31
1,150,000	Unity Media 8.125% 01/12/2017	991	1.35
		<hr/>	
		5,841	
		<hr/>	
Iceland (0.86%; 2011 1.95%)			
825,000	Bakkavor Finance 8.25% 15/02/2018	630	0.86
		<hr/>	
		630	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Ireland; Republic of (2.23%; 2011 3.69%)			
1,900,000	Ardagh Packaging Finance 7.375% 15/10/2017	1,634	2.23
		1,634	
Italy (0.64%; 2011 0.00%)			
500,000	Intesa Sanpaolo 6.375% 12/11/2017	472	0.64
		472	
Luxembourg (7.68%; 2011 8.28%)			
1,350,000	Beverage Packaging Holdings 9.5% 15/06/2017	974	1.33
750,000	Cirsa Funding Luxembourg 8.75% 15/05/2018	566	0.77
1,000,000	Hellas FRN 15/01/2015	25	0.03
1,220,000	Matterhorn Mobile 8.25% 15/02/2020	1,025	1.40
712,500	Oxea Finance 9.625% 15/07/2017	617	0.85
800,000	Spie Bondco 11% 15/08/2019	639	0.88
900,000	Sunrise Communications Holdings 8.5% 31/12/2018	778	1.06
563,125	Wind Acquisition 12.25% 15/02/2017	398	0.55
800,000	Wind Acquisition 7.375% 15/02/2018	591	0.81
		5,613	
Netherlands (10.74%; 2011 10.27%)			
1,597,758	Boats Investments 8.287% 15/12/2015	674	0.92
750,000	HeidelbergCement 9.5% 15/12/2018	713	0.97
1,000,000	OI European Group 6.875% 31/03/2017	846	1.16
1,250,000	Royal Bank of Scotland 6.5% 17/05/2018	593	0.81
450,000	Schaeffler Finance 7.75% 15/02/2017	381	0.52
1,720,000	Schaeffler Finance 8.75% 15/02/2019	1,481	2.03
2,000,000	UPC Holding 8.375% 15/08/2020	1,841	2.52
1,500,000	Ziggo Bond 8% 15/05/2018	1,321	1.81
		7,850	
South Africa; Republic of (4.53%; 2011 5.48%)			
1,250,000	Consol Glass 7.625% 15/04/2014	1,041	1.42
1,000,000	Edcon Proprietary FRN 15/06/2014	698	0.96
1,000,000	Peermont Global 7.75% 30/04/2014	741	1.01
8,000,000	Transnet 13.5% 18/04/2028	833	1.14
		3,313	
United Kingdom (28.84%; 2011 38.39%)			
1,600,000	Anglian Water Osprey 7% 31/01/2018	1,622	2.22
897,000 f	Aviva 5.9021% Perpetual	618	0.85
1,250,000	BAA Funding 7.125% 01/03/2017	1,247	1.71
750,000	Beazley 7.25% 17/10/2026	618	0.85
600,000	Care UK Health 9.75% 01/08/2017	615	0.84
250,000	Cattles 7.125% 05/07/2017	2	–
1,160,000	CPUK Finance 11.625% 28/02/2018	1,198	1.64
300,000	Crown Newco 7% 15/02/2018	281	0.38
1,300,000	Crown Newco 8.875% 15/02/2019	1,122	1.54
500,000	Daily Mail & General Trust 5.75% 07/12/2018	513	0.70
210,000	F&C Asset Management 6.75% 20/12/2026	141	0.19
105,000	F&C Finance 9% 20/12/2016	108	0.15
1,000,000	FCE Bank 4.825% 15/02/2017	991	1.36
440,000	First Hydro 9% 31/07/2021	520	0.71
525,000	Ineos 7.875% 15/02/2016	373	0.51
969,000	Investec Bank 9.625% 17/02/2012	946	1.29

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (28.84%; 2011 38.39%) (continued)			
500,000	ISS Financing 11% 15/06/2014	436	0.60
600,000	ITV 7.375% 05/01/2017	641	0.88
1,300,000	Jaguar Land Rover 8.125% 15/05/2018	1,308	1.79
700,000	Nationwide Building Society 5.769% Perpetual	491	0.67
750,000	Nationwide Building Society 6.024% Perpetual	525	0.72
470,000	Odeon & UCI 9% 01/08/2018	461	0.63
500,000	Principality Building Society 5.375% 08/07/2016	357	0.49
500,000	R&R Ice Cream 8.375% 15/11/2017	412	0.56
850,000	Scottish & Southern Energy 5.453% Perpetual	829	1.13
1,500,000	Spirit Issuer 5.472% 28/12/2028	1,097	1.50
3,000,000	Treasury 4.5% 07/03/2013	3,108	4.25
600,000	Unique Pub Finance 6.542% 30/03/2021	496	0.68
		<hr/>	
		21,076	
United States of America (12.18%; 2011 2.36%)			
1,000,000	Cablevision Systems 8.625% 15/09/2017	683	0.93
1,000,000	Cincinnati Bell 8.25% 15/10/2017	643	0.88
700,000	Citigroup 4.5% 03/03/2031	522	0.71
1,000,000	Clear Channel Worldwide 9.25% 15/12/2017	681	0.93
1,000,000	Community Health Systems 8.875% 15/07/2015	648	0.89
1,000,000	HCA 8% 01/10/2018	683	0.93
900,000	Iron Mountain 6.75% 15/10/2018	746	1.02
250,000	Level 3 Financing 8.625% 15/07/2020	164	0.22
2,750,000	Reynolds Group 7.75% 15/10/2016	2,536	3.47
500,000	UR Financing Escrow 5.75% 15/07/2018	319	0.44
500,000	UR Financing Escrow 7.375% 15/05/2020	318	0.44
500,000	UR Financing Escrow 7.625% 15/04/2022	317	0.43
1,000,000	Windstream 7.5% 01/06/2022	651	0.89
		<hr/>	
		8,911	
Forward currency contracts (0.62%; 2011 0.09%)			
<i>Argentine Peso</i>			
\$41,044	Buy US Dollar 20/04/12, Sell ARS 184,000	(1)	—
<i>Australian Dollar</i>			
£610,241	Buy Sterling 20/04/12, Sell AUD 943,000	(6)	(0.01)
<i>Euro</i>			
£161,724	Buy Sterling 20/04/12, Sell €193,000	2	—
£2,292,519	Buy Sterling 20/04/12, Sell €2,700,000	60	0.08
£29,240,328	Buy Sterling 20/04/12, Sell €35,219,000	121	0.17
£417,708	Buy Sterling 20/04/12, Sell €500,000	4	0.01
£498,304	Buy Sterling 20/04/12, Sell €600,000	2	—
£624,517	Buy Sterling 20/04/12, Sell €750,000	4	0.01
£669,362	Buy Sterling 20/04/12, Sell €800,000	9	0.01
£802,211	Buy Sterling 20/04/12, Sell €960,000	9	0.01
<i>South African Rand</i>			
£866,479	Buy Sterling 20/04/12, Sell ZAR 10,870,000	—	—
£52,316	Buy Sterling 20/04/12, Sell ZAR 643,000	1	—
<i>Sterling</i>			
CHF 610,000	Buy Swiss Franc 20/04/12, Sell £430,102	(10)	(0.01)
\$332,000	Buy US Dollar 20/04/12, Sell £211,446	(3)	(0.01)
\$435,000	Buy US Dollar 20/04/12, Sell £275,359	(2)	—
<i>Swiss Franc</i>			
£419,950	Buy Sterling 20/04/12, Sell CHF 610,000	—	—

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Forward currency contracts (0.62%; 2011 0.09%) (continued)			
<i>US Dollars</i>			
£797,568	Buy Sterling 20/04/12, Sell \$1,270,000	–	–
£6,850,504	Buy Sterling 20/04/12, Sell \$10,501,000	257	0.35
£126,225	Buy Sterling 20/04/12, Sell \$200,000	1	–
£145,560	Buy Sterling 20/04/12, Sell \$230,000	1	–
£317,898	Buy Sterling 20/04/12, Sell \$500,000	4	0.01
		<u>453</u>	
Futures ((0.02)%; 2011 0.00%)			
(12)	Exposure to Euro Bund Futures 06/2012	(16)	(0.02)
		<u>(16)</u>	
Swaps (0.52%; 2011 1.04%)			
1,000,000	BASF Credit Default Swap 4.5% 06/2016	(15)	(0.02)
8,100,000	French Republic Credit Default Swap 4.25% 04/2019	319	0.44
4,500,000	iTraxx Series 16 Credit Default Swap 5% 06/2016	155	0.21
4,850,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(83)	(0.11)
		<u>376</u>	
Portfolio of Investments*		<u>66,050</u>	<u>90.37</u>
Net other assets		<u>7,037</u>	<u>9.63</u>
Net assets		<u>73,087</u>	<u>100.00</u>

* Includes investment liabilities.

f Investments in the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £61,671,000 (15.04.11: £39,039,000) and the total sales, net of transaction charges amounted to £38,568,000 (15.04.11: £35,695,000).

Portfolio Statement by Investment Grade

	Market value £000	Total net assets %
Bonds:		
- Investment grade	13,103	17.93
- Below investment grade	50,913	69.65
- Unrated	1,221	1.67
Credit default swaps	376	0.52
Forward currency contracts	453	0.62
Futures	(16)	(0.02)
Portfolio of investments*	<u>66,050</u>	<u>90.37</u>
Net other assets	<u>7,037</u>	<u>9.63</u>
Net assets	<u>73,087</u>	<u>100.00</u>

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		4,195		168
Revenue	2,759		1,822	
Expenses	(116)		(99)	
Finance costs: Interest	—		—	
Net revenue before taxation	2,643		1,723	
Taxation	—		—	
Net revenue after taxation		2,643		1,723
Total return before distributions		6,838		1,891
Finance costs: Distributions		(2,643)		(1,723)
Change in net assets attributable to shareholders from investment activities		4,195		168

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		43,974		46,089
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	24,281		5,068	
Less: Amounts payable on cancellation of shares	(1,596)		(3,757)	
		22,685		1,311
Change in net assets attributable to shareholders from investment activities (see above)		4,195		168
Retained distribution on accumulation shares		2,233		1,294
Closing net assets attributable to shareholders		73,087		48,862

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £43,974,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		66,186		39,495
Debtors	1,852		1,743	
Cash and bank balances	<u>8,855</u>		<u>3,414</u>	
Total other assets		<u>10,707</u>		<u>5,157</u>
Total assets		76,893		44,652
LIABILITIES				
Investment liabilities		(136)		(66)
Creditors	(3,503)		(575)	
Bank overdrafts	(118)		–	
Distribution payable on income shares	<u>(49)</u>		<u>(37)</u>	
Total other liabilities		<u>(3,670)</u>		<u>(612)</u>
Total liabilities		(3,806)		(678)
Net assets attributable to shareholders		<u>73,087</u>		<u>43,974</u>

Aviva Investors Higher Income Plus Fund

Investment Objective

A high level of investment income.

Investment Policy

Diversified investment in fixed interest securities issued by corporates, governments and supranational institutions. Investment is principally in Sterling denominated securities but the Fund may also invest in global securities issued in a variety of currencies.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 8.36 per cent (share class A), net of fees. This compares with the median return of 6.57 per cent generated by its peer group, the IMA* UK £ Strategic bond sector.

The Fund favoured well-capitalised banks and insurance companies. This ensured a positive return relative to the benchmark. The Fund also benefitted from having minimal exposure to the bonds of companies domiciled in 'peripheral' euro-zone economies. During the final three months of the period the Fund also benefitted significantly from so-called liability-management exercises by financial institutions. That saw companies buying back their own, less-highly rated, debt as a means of shoring up their balance sheets.

The Fund also benefitted from the manager's decision to favour shorter maturity bonds which outperformed. Issues with longer maturities were adversely affected by a slide in underlying long-dated UK government bonds as investors switched from safe-haven assets.

Markets shrugged off news of a large drop in UK consumer price inflation, which had been widely expected in any case, and focused instead on higher oil prices.

High yield bonds, having been sold heavily during the peak period of risk aversion rebounded sharply following the ECB's decisive policy response. The market benefitted significant fund inflows throughout the period and as the sector typically contains bonds with a relatively short maturity it did not suffer as significantly higher UK government bond yields.

Corporate issuance has risen sharply in 2012. Companies such as BMW, EDF, BAA and Gatwick Airport are just a few of the new bonds launched this year. Even some companies from peripheral euro zone nations – such as Telefonica (Spain), ENI (Italy), ENEL (Italy), Iberdrola (Spain), CRH (Ireland) – have issued debt for the first time in several months.

We have bought some of these new issues, simultaneously reducing the Fund's exposure to financials, in order to increase diversification. We are constructive on the outlook for corporate debt while focusing on debt issued by companies with conservatively managed balance sheets and which continually demonstrate their willingness to embark upon cost cuts in order to remain competitive and maintain positive cash flows.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investor may not get back the original amount invested.

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 stocks.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Luxembourg Emerging Markets Bond Z (USD)	Treasury 5% 07/03/2018
Treasury 4.75% 07/12/2038	Treasury 4.75% 07/12/2038
Spirit 'A5' FRN 28/12/2034	Royal Bank of Scotland 6% 17/05/2017
Telefonica Emision 5.597% 12/03/2020	Anheuser-Busch InBev 6.5% EMTN 23/06/2017
Treasury 5% 07/03/2018	Banca Intesa 5.5% 19/12/2016
Eastern Power Networks 4.75% 30/09/2021	BMW Finance 3.375% MTN 14/12/2018
Treasury 1.75% 22/01/2017	Vivendi 4.75% EMTN 13/07/2021
Lafarge 8.75% 30/05/2017	Stockland Finance 5.625% 25/10/2013
BMW Finance 3.375% MTN 14/12/2018	Goodyear Dunlop 6.75% 15/04/2019
Abbey National Treasury Services 5.125% 14/04/2021	Odeon & UCI 9% 01/08/2018

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	314,564	762,545,441	41.25
	15.10.10	317,228	700,005,572	45.32
	15.10.11	269,715	655,126,230	41.17
	15.04.12	277,561	632,250,996	43.90
Class 2	15.10.09	2,206	3,554,232	62.08
	15.10.10	1,892	2,772,615	68.22
	15.10.11	1,531	2,470,715	61.98
	15.04.12	1,576	2,386,910	66.02
Class 3	15.10.09	98,039	115,414,616	84.94
	15.10.10	89,744	96,132,206	93.36
	15.10.11	66,632	78,567,330	84.81
	15.04.12	65,498	72,499,609	90.34
Class A	15.10.09	30,667	66,538,802	46.09
	15.10.10	32,480	64,124,714	50.65
	15.10.11	28,248	61,382,048	46.02
	15.04.12	29,106	59,310,220	49.07

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	49.98	46.39
	2008	47.02	33.98
	2009	42.48	30.11
	2010	45.97	42.56
	2011	45.50	41.00
	2012**	44.90	42.38
Class 2	2007	75.24	69.80
	2008	70.77	51.10
	2009	63.81	45.30
	2010	69.13	63.93
	2011	68.52	61.71
	2012**	67.50	63.75
Class 3	2007	102.95	95.52
	2008	96.85	69.93
	2009	87.32	61.99
	2010	94.61	87.49
	2011	93.78	84.46
	2012**	92.39	87.24
Class A	2007	55.85	51.84
	2008	52.55	37.99
	2009	47.46	33.67
	2010	51.38	47.54
	2011	50.81	45.78
	2012**	50.17	47.37

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.62%	0.62%
Class 3	0.32%	0.32%
Class A	1.37%	1.37%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	2.2099	44.73
	2008	2.3000	46.55
	2009	2.0702	41.90
	2010	2.0822	42.14
	2011	1.7941	36.31
	2012*	0.8811	17.83
Class 2	2007	3.6199	48.65
	2008	3.7131	49.91
	2009	3.3538	45.08
	2010	3.2974	44.32
	2011	2.9770	40.01
	2012*	1.4558	19.57
Class 3	2007	5.1128	50.22
	2008	5.2244	51.32
	2009	4.7064	46.23
	2010	4.6664	45.83
	2011	4.2977	42.21
	2012*	2.0967	20.59
Class A	2007	2.3497	42.56
	2008	2.4595	44.55
	2009	2.2320	40.43
	2010	2.2160	40.14
	2011	1.8510	33.53
	2012*	0.9112	16.50

* Up to 14 May 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (0.90%; 2011 1.99%)			
4,500,000	Macquarie Bank 6% MTN 21/09/2020	3,362	0.90
		3,362	
Austria (0.00%; 2011 0.81%)			
Belgium (0.00%; 2011 1.76%)			
Cayman Islands (0.00%; 2011 0.02%)			
2,250,000	ERC Ireland Finance FRN 15/08/2016	1	–
		1	
Czech Republic (0.00%; 2010 0.66%)			
France (4.99%; 2011 5.75%)			
6,000,000	AXA 6.772% 29/10/2049	4,371	1.17
3,500,000	CMA CGM 8.875% 15/04/2019	1,741	0.47
4,000,000	EDF 5.5% 17/10/2041	4,009	1.07
7,500,000	Lafarge 8.75% 30/05/2017	8,508	2.28
		18,629	
Germany (1.33%; 2011 2.82%)			
5,753,000	Unity Media 8.125% 01/12/2017	4,959	1.33
		4,959	
Iceland (0.80%; 2011 1.04%)			
3,925,000	Bakkavor Finance 8.25% 15/02/2018	2,996	0.80
		2,996	
Ireland; Republic of (4.10%; 2011 2.30%)			
5,220,000	Ardagh Glass 7.125% 15/06/2017	4,019	1.08
1,700,000	CPUK Finance 7.239% 28/02/2042	1,761	0.47
1,900,000	CPUK Finance 11.625% 28/02/2042	1,962	0.53
2,500,000	First Active 6.375% 04/04/2018	2,202	0.59
7,946,575	Independent News & Media	1,386	0.37
3,882,213	Juturna 5.064% 10/08/2033	3,979	1.06
		15,309	
Italy (4.50%; 2011 5.52%)			
4,550,000	Assicurazioni Generali 6.416% FRN Perpetual	2,694	0.72
5,000,000	Enel 5.75% 22/06/2037	4,043	1.08
5,500,000	Telecom Italia 7.375% 15/12/2017	5,677	1.52
5,400,000	Unicredito Italiano 5% 01/02/2016	4,415	1.18
		16,829	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Luxembourg (9.80%; 2011 4.85%)			
28,000	◊ Aviva Investors Luxembourg Emerging Markets Bond Z (USD)	19,491	5.21
6,080,000	Beverage Packaging Holdings 9.5% 15/06/2017	4,389	1.17
2,000,000	Fiat Finance & Trade 7.375% 09/07/2018	1,599	0.43
6,200,000	Hellas FRN 15/01/2015	154	0.04
2,620,000	Matterhorn Mobile 8.25% 15/02/2020	2,200	0.59
2,000,000	Spie Bondco 11% 15/08/2019	1,597	0.43
2,500,000	Sunrise Communications Holdings 8.5% 31/12/2018	2,160	0.58
5,100,000	Wind Acquisition 7.375% 15/02/2018	3,766	1.01
1,665,000	Wind Acquisition 11.75% 15/07/2017	1,253	0.34
		<hr/>	
		36,609	
Netherlands (3.42%; 2011 4.22%)			
1,500,000	HeidelbergCement 9.5% 15/12/2018	1,426	0.38
2,400,000	OI European Group 6.75% 15/09/2020	2,072	0.55
4,000,000	Royal Bank of Scotland 6.5% FRN 17/05/2018	1,898	0.51
1,230,000	Schaeffler Finance 7.75% 15/02/2017	1,041	0.28
2,460,000	Schaeffler Finance 8.75% 15/02/2019	2,119	0.57
4,000,000	Siemens 6.125% 14/09/2066	4,217	1.13
		<hr/>	
		12,773	
South Africa; Republic of (1.42%; 2011 1.24%)			
5,500,000	Consol Glass 7.625% 15/04/2014	4,579	1.22
1,000,000	Peermont Global 7.75% 30/04/2014	741	0.20
		<hr/>	
		5,320	
Sweden (0.00%; 2011 0.16%)			
United Kingdom (57.13%; 2011 54.62%)			
4,000,000	Abbey National Treasury Services 5.125% 14/04/2021	4,286	1.15
4,252,000	Anglian Water Osprey 7% 31/01/2018	4,310	1.15
3,150,000	f Aviva 6.875% 20/05/2058	2,481	0.66
1,780,000	BAA Funding 7.125% 12/02/2024	1,846	0.49
5,000,000	Bank of Scotland 8.117% 29/03/2049	3,499	0.94
4,500,000	Barclays Bank 10% 21/05/2021	4,965	1.33
700,000	British Telecom 7.5% 07/12/2016	859	0.23
3,000,000	Care UK Health 9.75% 01/08/2017	3,074	0.82
7,565,000	Cattles 6.875% 17/01/2014	79	0.02
2,250,000	Co-Operative Bank 5.75% 02/12/2024	1,670	0.45
2,300,000	Coventry Building Society 6% 16/10/2019	2,401	0.64
3,350,000	Crown Newco 7% 15/02/2018	3,143	0.84
1,030,000	Crown Newco 8.875% 15/02/2019	889	0.24
5,000,000	Daily Mail & General Trust 5.75% 07/12/2018	5,131	1.37
5,000,000	Eastern Power Networks 4.75% 30/09/2021	5,326	1.43
2,000,000	Enterprise Inns 6.5% 06/12/2018	1,630	0.44
4,101,000	Eversholt Funding 6.697% 22/02/2035	4,709	1.26
6,910,000	First Hydro 9% 31/07/2021	8,165	2.18
5,600,000	FirstGroup 6.125% 18/01/2019	5,992	1.60
2,321,000	Gatwick Funding 5.25% 23/01/2024	2,362	0.63
6,500,000	Hammerson 6% 23/02/2026	7,053	1.89
4,000,000	Imperial Tobacco Finance 9% 17/02/2022	5,471	1.46
3,375,000	Ineos 7.875% 15/02/2016	2,396	0.64
4,247,000	Investec Bank 9.625% 17/02/2012	4,146	1.11
2,450,000	Jaguar Land Rover 8.125% 15/05/2018	2,465	0.66
4,000,000	Kensington 9% 21/12/2015	2,600	0.70

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (57.13%; 2011 54.62%) (continued)			
1,500,000	Lloyds Banking Group 5.125% 07/03/2025	1,583	0.42
5,250,000	Mitchells & Butlers 6.469% 15/09/2030	4,820	1.29
6,000,000	Nationwide Building Society 5.769% Perpetual	4,212	1.13
2,000,000	Nationwide Building Society FRN Perpetual	1,400	0.37
4,140,000	Newcastle Building Society 6.625% 23/12/2019	2,810	0.75
1,000,000	Odeon & UCI 9% 01/08/2018	981	0.26
5,365,000	Paragon 7% 20/04/2017	4,077	1.09
1,590,000	Principality Building Society 5.375% 08/07/2016	1,134	0.30
3,300,000	Prudential 11.375% 29/05/2039	4,224	1.13
2,250,000	R&R Ice Cream 8.375% 15/11/2017	1,854	0.50
9,000,000	RL Finance 6.125% EMTN 29/12/2049	6,414	1.72
3,500,000	Royal & Sun Alliance 6.701% Perpetual	2,910	0.78
5,600,000	Scottish & Southern Energy 5.453% Perpetual	5,461	1.46
4,500,000	Sergo 6.75% 23/11/2021	5,079	1.36
9,197,000	Spirit Issuer 5.472% 28/12/2034	6,728	1.80
4,000,000	Standard Chartered 7.75% 31/01/2022	4,187	1.12
5,600,000	Telefonica Emision 5.597% 12/03/2020	5,311	1.42
4,900,000	Thames Water Kemble Finance 7.75% 01/04/2019	4,930	1.32
4,980,000	Treasury 1.75% 22/01/2017	5,168	1.38
610,000	Treasury 4% 07/09/2016	694	0.19
2,000,000	Treasury 4.5% 07/12/2042	2,481	0.66
6,900,000	Treasury 4.75% 07/12/2030	8,700	2.33
5,000,000	Treasury 4.75% 07/12/2038	6,380	1.71
1,850,000	Treasury 5% 07/03/2018	2,255	0.60
6,990,000	Treasury 5% 07/03/2025	9,000	2.41
4,963,000	Treasury 6% 07/12/2028	7,158	1.92
2,294,000	Tullett Prebon 7.04% 06/07/2016	2,226	0.60
3,450,000	Western Power Distribution 5.75% 16/14/2032	3,810	1.02
6,000,000	Westfield 5.5% 27/06/2017	6,567	1.76
		<hr/>	
		213,502	
		<hr/>	
United States of America (8.48%; 2011 9.04%)			
4,808,000	Ahold Finance 6.5% 14/03/2017	5,508	1.47
4,900,000	AT&T 5.875% 28/04/2017	5,691	1.52
3,327,000	Chesapeake Energy 6.25% 15/01/2017	2,801	0.75
4,500,000	Goldman Sachs 6.125% EMTN 14/05/2017	4,504	1.21
5,000,000	JPMorgan Chase 5.375% Snr MTN 18/10/2013	5,253	1.41
3,154,000	Morgan Stanley 5.75% 14/02/2017	3,190	0.85
4,400,000	Pemex Project Funding Master Trust 7.50% 18/12/2013	4,736	1.27
		<hr/>	
		31,683	
		<hr/>	
Forward currency contracts (0.15%; 2011 (0.04%))			
<i>Australian Dollar</i>			
£1,952,384	Buy Sterling 20/04/12, Sell AUD 3,017,000	(20)	(0.01)
<i>Euro</i>			
£87,456,073	Buy Sterling 20/04/12, Sell €105,330,000	368	0.10
<i>Sterling</i>			
€36,680,000	Buy Euro 20/04/12, Sell £32,251,506	(270)	(0.07)
\$500,000	Buy US Dollar 20/04/12, Sell £314,003	–	–
<i>US Dollar</i>			
£20,165,853	Buy Sterling 20/04/12, Sell \$31,328,000	495	0.13
		<hr/>	
		573	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Futures ((0.03)%; 2011 0.01%)			
(77)	Exposure to Long Gilt Future 06/2012	(101)	(0.03)
		(101)	
Swaps (0.06%; 2011 0.00%)			
13,700,000	French Republic Credit Default Swap 4.25% 12/2016	540	0.14
6,500,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(280)	(0.08)
10,000,000	Siemens Credit Default Swap 1.08% 12/2013	(114)	(0.03)
10,000,000	Siemens Credit Default Swap 1.2% 12/2013	131	0.03
		277	
	Portfolio of Investments*	362,721	97.05
	Net other assets	11,020	2.95
	Net assets	373,741	100.00

* Includes investment liabilities.

f Investments in the Aviva Group.

◇ Investments managed and advised by Aviva Investors Global Services Limited or associates of the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £120,053,000 (15.04.11: £162,217,000) and the total sales, net of transaction charges amounted to £131,692,000 (15.04.11: £174,323,000).

Portfolio Credit Rating Analysis

	Market value £000	Total net assets %
Bonds:		
– Investment grade	215,892	57.78
– Below investment grade	102,239	27.36
– Unrated	42,455	11.36
Credit default swaps	277	0.06
Equities	1,386	0.37
Forward currency contracts	573	0.15
Futures	(101)	(0.03)
Portfolio of investments*	362,721	97.05
Net other assets	11,020	2.95
Net assets	373,741	100.00

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains/(losses)		23,643		(6,322)
Revenue	11,919		12,776	
Expenses	(1,699)		(1,894)	
Finance costs: Interest	—		(5)	
Net revenue before taxation	10,220		10,877	
Taxation	—		—	
Net revenue after taxation		10,220		10,877
Total return before distributions		33,863		4,555
Finance costs: Distributions		(9,918)		(10,966)
Change in net assets attributable to shareholders from investment activities		23,945		(6,411)

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		366,126		441,344
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	4,162		5,341	
Less: Amounts payable on cancellation of shares	(20,492)		(25,245)	
		(16,330)		(19,904)
Change in net assets attributable to shareholders from investment activities (see above)		23,945		(6,411)
Compensation		—		1
Unclaimed distribution monies		—		1
Closing net assets attributable to shareholders		373,741		415,031

The Statement of Recommended Practice (2010) requires that comparative are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £366,126,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		363,507		354,297
Debtors	10,067		14,661	
Cash and bank balances	<u>5,500</u>		<u>9,651</u>	
Total other assets		<u>15,567</u>		<u>24,312</u>
Total assets		379,074		378,609
LIABILITIES				
Investment liabilities		(786)		(212)
Creditors	(1,431)		(9,435)	
Bank overdrafts	(1,833)		(1,323)	
Distribution payable on income shares	<u>(1,283)</u>		<u>(1,513)</u>	
Total other liabilities		<u>(4,547)</u>		<u>(12,271)</u>
Total liabilities		(5,333)		(12,483)
Net assets attributable to shareholders		<u>373,741</u>		<u>366,126</u>

Aviva Investors Managed High Income Fund

Investment Objective

To provide a high level of investment income.

Investment Policy

Diversified investment in global fixed interest securities issued in a variety of currencies by governments, supranational institutions and corporates.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 8.97 per cent (share class 1), net of fees. This compares with the median return of 6.57 per cent generated by its peer group, the IMA* UK £ Strategic bond sector.

The Fund favoured well-capitalised banks and insurance companies. This ensured a positive return relative to the benchmark. The Fund also benefitted from having minimal exposure to the bonds of companies domiciled in 'peripheral' euro-zone economies. During the final three months of the period the Fund also benefitted significantly from so-called liability-management exercises by financial institutions. That saw companies buying back their own, less-highly rated, debt as a means of shoring up their balance sheets.

The Fund also benefitted from the manager's decision to favour shorter maturity bonds which outperformed. Issues with longer maturities were adversely affected by a slide in underlying long-dated UK government bonds as investors switched from safe-haven assets.

Markets shrugged off news of a large drop in UK consumer price inflation, which had been widely expected in any case, and focused instead on higher oil prices.

High yield bonds, having been sold heavily during the peak period of risk aversion rebounded sharply following the ECB's decisive policy response. The market benefitted significant fund inflows throughout the period and as the sector typically contains bonds with a relatively short maturity it did not suffer as significantly higher UK government bond yields.

Corporate issuance has risen sharply in 2012. Companies such as BMW, EDF, BAA and Gatwick Airport are just a few of the new bonds launched this year. Even some companies from peripheral euro zone nations – such as Telefonica (Spain), ENI (Italy), ENEL (Italy), Iberdrola (Spain), CRH (Ireland) – have issued debt for the first time in several months.

We have bought some of these new issues, simultaneously reducing the Fund's exposure to financials, in order to increase diversification. We are constructive on the outlook for corporate debt while focusing on debt issued by companies with conservatively managed balance sheets and which continually demonstrate their willingness to embark upon cost cuts in order to remain competitive and maintain positive cash flows.

May 2012

* IMA is the Investment Management Association, the industry's trade body.

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investor may not get back the original amount invested.

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 stocks.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Luxembourg Emerging Markets Bond Fund	Enterprise Inns 6.5% 06/12/2018
Treasury 4.75% 07/12/2038	Vivendi 4.75% 13/07/2021
Treasury 5% 07/03/2018	BMW 3.375% 14/12/2018
Spirit Issuer 5.472% 28/12/2034	Musketeer 9.5% 15/03/2021
Juturna 5.064% 10/08/2033	Odeon & UCI 9% 01/08/2018
BMW 3.375% 14/12/2018	Treasury 6% 07/12/2028
Abbey National Treasury Services 5.125% 14/04/2021	Moto Finance 10.25% 15/03/2017
Barclays Bank 10% 21/05/2021	Goodyear Dunlop 6.75% 15/04/2019
Enel Finance International 5.75% 24/10/2018	Enel Finance International 5.75% 24/10/2018
Lloyds TSB Bank 5.125% 07/03/2025	Lloyds TSB Bank 5.125% 07/03/2025

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	61,090	143,740,127	42.50
	15.10.10	65,398	137,141,637	47.69
	15.10.11	58,089	132,261,559	43.92
	15.04.12	62,053	132,133,285	46.96
Class 2	15.10.09	1,806	2,832,031	63.77
	15.10.10	1,711	2,391,360	71.55
	15.10.11	1,240	1,881,772	65.90
	15.04.12	1,186	1,684,571	70.40
Class 3	15.10.09	60,835	71,038,590	85.64
	15.10.10	71,671	74,589,823	96.09
	15.10.11	65,783	74,333,930	88.50
	15.04.12	67,489	71,384,382	94.54

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 3	15.10.09	429	439,905	97.54
	15.10.10	786	677,193	116.13
	15.10.11	3	2,457	112.80
	15.04.12	3	2,457	123.83

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	53.30	49.42
	2008	49.89	33.17
	2009	44.29	30.62
	2010	48.43	44.36
	2011	48.77	43.37
	2012**	48.02	45.46
Class 2	2007	79.96	74.12
	2008	74.85	49.60
	2009	66.37	45.77
	2010	72.69	66.45
	2011	73.27	65.05
	2012**	71.98	68.15
Class 3	2007	107.38	99.54
	2008	100.52	66.62
	2009	89.13	61.47
	2010	97.63	89.24
	2011	98.41	87.37
	2012**	96.68	91.54

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 3	2007**	100.19	99.54
	2008	100.52	71.31
	2009	102.65	67.28
	2010	117.99	102.87
	2011	122.44	110.94
	2012***	125.61	117.87

* Valued at mid market prices.

** From 17 December 2007 (date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.38%	1.39%
Class 2	0.63%	0.64%
Class 3	0.33%	0.34%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	2.3233	43.99
	2008	2.5536	48.35
	2009	2.4413	46.23
	2010	2.3800	45.26
	2011	2.3422	44.35
	2012*	0.8500	16.10
Class 2	2007	3.9623	49.98
	2008	4.3438	54.80
	2009	3.9408	49.71
	2010	3.8682	48.80
	2011	4.1416	52.25
	2012*	1.4229	17.95
Class 3	2007	5.4877	51.55
	2008	5.9774	56.15
	2009	5.4086	50.81
	2010	5.3541	50.30
	2011	5.8170	54.65
	2012*	2.0042	18.83

* Up to 27 May 2012 (the interim distribution payment date).

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 17 December 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 3	2007*	0.0000	0.00
	2008	5.6693	56.44
	2009	5.9635	59.37
	2010	6.2988	62.71
	2011	7.2874	72.55
	2012**	2.6110	25.99

* From 17 December 2007 (date of launch).

** Up to 27 May 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (1.18%; 2011 0.77%)			
750,000	FMG Resources 8.25% 01/11/2019	494	0.38
1,400,000	Macquarie Bank 6% 21/09/2020	1,046	0.80
		1,540	
Austria (0.00%; 2011 0.77%)			
Belgium (0.00%; 2011 0.32%)			
Bermuda (0.47%; 2011 0.45%)			
582,092	Intelsat Bermuda 11.5% 04/02/2017	375	0.29
375,000	VIP Finance Ireland 7.748% 02/02/2021	230	0.18
		605	
Canada (1.17%; 2011 0.64%)			
350,000	Cascades 7.875% 15/01/2020	214	0.16
250,000	CHC Helicopter 9.25% 15/10/2020	156	0.12
500,000	Garda World Security 9.75% 15/3/2017	333	0.25
750,000	Nova Chemicals 8.625% 01/11/2019	536	0.41
500,000	Taseko Mines 7.75% 15/04/2019	299	0.23
		1,538	
Cayman Islands (1.45%; 2011 1.44%)			
600,000	BCM Ireland Finance FRN 15/08/2016	–	–
500,000	MCE Finance 10.25% 15/05/2018	352	0.27
250,000	Seagate HDD Cayman 6.875% 01/05/2020	167	0.13
425,000	Seagate Technology STX 6.8% 01/10/2016	294	0.22
1,300,000	THPA Finance 8.241% 15/03/2028	1,088	0.83
		1,901	
Czech Republic (0.00%; 2011 0.66%)			
France (4.78%; 2011 5.09%)			
2,000,000	AXA 6.772% Perpetual	1,457	1.11
350,000	CMA CGM 8.5% 15/04/2017	131	0.10
350,000	CMA CGM 8.875% 15/04/2019	174	0.13
1,300,000	Credit Agricola 8.125% Perpetual	1,010	0.77
1,500,000	EDF 5.5% 17/10/2041	1,504	1.15
1,750,000	Lafarge 8.75% 30/05/2017	1,985	1.52
		6,261	
Germany (0.88%; 2011 2.33%)			
1,050,000	Heidelberg Druckmaschi 9.25% 15/04/2018	630	0.48
605,000	Unity Media 8.125% 01/12/2017	521	0.40
		1,151	
Iceland (0.79%; 2011 0.92%)			
1,350,000	Bakkavor Finance 8.25% 15/02/2018	1,030	0.79
		1,030	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Ireland; Republic of (3.36%; 2011 1.34%)			
1,200,000	Ardagh Glass 7.125% 15/06/2017	924	0.71
600,000	Ardagh Packaging Finance 7.375% 15/10/2017	516	0.39
600,000	CPUK Finance 7.239% 28/02/2042	622	0.48
650,000	CPUK Finance 11.625% 28/02/2042	671	0.51
963,221	Independent News & Media	168	0.13
1,455,830	Juturna 5.064% 10/08/2033	1,492	1.14
		<hr/>	
		4,393	
Italy (2.51%; 2011 2.39%)			
1,200,000	Assicurazioni Generali 6.416% FRN Perpetual	711	0.54
1,300,000	Telecom Italia 7.375% 15/12/2017	1,342	1.03
1,500,000	Unicredit Italiano 5% 01/02/2016	1,226	0.94
		<hr/>	
		3,279	
Luxembourg (8.52%; 2011 4.44%)			
500,000	Arcelormittal 5.5% 01/03/2021	305	0.23
10,000	◊ Aviva Investors Luxembourg Emerging Markets Bond Z (USD)	6,961	5.32
1,700,000	Beverage Packaging Holdings 9.5% 15/06/2017	1,227	0.94
700,000	Fiat Finance & Trade 7.375% 09/07/2018	560	0.43
1,600,000	Hellas FRN 15/01/2015	40	0.03
900,000	Matterhorn Mobile 8.25% 15/02/2020	756	0.58
430,000	Wind Acquisition 11.75% 15/07/2017	255	0.20
1,400,000	Wind Acquisition 7.375% 15/02/2018	1,034	0.79
		<hr/>	
		11,138	
Mexico (0.45%; 2011 0.32%)			
450,000	Kansas City Southern Mexico 7.375% 01/06/2014	309	0.24
425,000	Satmex Escrow 9.5% 15/05/2017	274	0.21
		<hr/>	
		583	
Netherlands (1.61%; 2011 3.59%)			
250,000	Hyva Global 8.625% 24/03/2016	128	0.10
250,000	Lyondellbasell 5% 15/04/2019	156	0.12
250,000	Lyondellbasell 5.75% 15/04/2024	156	0.12
600,000	OI European Group 6.75% 15/09/2020	518	0.40
500,000	Schaeffler Finance 7.75% 15/02/2017	326	0.25
765,000	Siemens 6.125% 14/09/2066	807	0.62
		<hr/>	
		2,091	
United Kingdom – (36.28%; 2011 38.88%)			
1,300,000	Abbey National Treasury Services 5.125% 14/04/2021	1,393	1.07
1,300,000	Anglian Water Osprey 7% 31/01/2018	1,318	1.01
1,100,000	f Aviva 6.875% 20/05/2058	866	0.66
610,000	BAA Funding 7.125% 14/02/2024	632	0.48
1,100,000	Barclays Bank 10% 21/05/2021	1,214	0.93
650,000	Care UK Health 9.75% 01/08/2017	666	0.51
1,500,000	Cattles 6.875% 17/01/2014	16	0.01
950,000	Crown Newco 3 7% 15/02/2018	891	0.68
300,000	Crown Newco 8.875% 15/02/2019	259	0.20
1,500,000	Daily Mail & General Trust 5.75% 07/12/2018	1,539	1.18
1,332,000	Eversholt Funding 6.697% 22/02/2035	1,529	1.17
1,750,000	First Hydro 9% 31/07/2021	2,068	1.58
1,800,000	FirstGroup 6.125% 18/01/2019	1,926	1.47
1,400,000	Friends Provident 6.292% Perpetual	901	0.69

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom – (36.28%; 2011 38.88%) (continued)			
1,500,000	Hammerson 6% 23/02/2026	1,628	1.25
1,300,000	Imperial Tobacco 9% 17/02/2022	1,778	1.36
575,000	Ineos 7.875% 15/02/2016	408	0.31
1,533,000	Investec Bank 9.625% 17/02/2011	1,496	1.14
1,300,000	ITV 6.125% 05/01/2017	1,388	1.06
875,000	Jaguar Land Rover 8.125% 15/05/2018	880	0.67
1,000,000	Kensington 9% 21/12/2015	650	0.50
2,000,000	Mitchells & Butlers 6.469% 15/09/2030	1,836	1.40
1,500,000	Nationwide Building Society 5.769% Perpetual	1,053	0.81
1,200,000	Newcastle Building Society 6.625% 23/12/2019	815	0.62
1,100,000	Paragon 7% 20/04/2017	836	0.64
800,000	R&R Ice Cream 8.375% 15/11/2017	659	0.50
2,830,000	RL Finance 6.125% EMTN Perpetual	2,017	1.54
1,300,000	Royal Bank of Scotland 6.875% 17/05/2025	1,368	1.05
1,700,000	Scottish & Southern Energy 5.453% Perpetual	1,658	1.27
2,260,000	Spirit Issuer 5.472% 28/12/2034	1,653	1.26
1,600,000	Thames Water Kemble Finance 7.75% 01/04/2019	1,610	1.23
3,500,000	Treasury 4.75% 07/12/2038	4,466	3.42
1,410,000	Treasury 5% 07/03/2018	1,719	1.31
1,271,000	Treasury 6% 07/12/2028	1,833	1.40
655,000	Tullett Prebon 7.04% 06/07/2016	636	0.49
550,000	Vedanta Resources 9.5% 18/07/2018	350	0.27
400,000	Virgin Media Finance 8.375% 15/10/2019	281	0.21
1,100,000	Western Power Distribution 5.75% 16/04/2032	1,215	0.93
		47,451	
United States of America – (30.64%; 2011 31.77%)			
750,000	AES 7.75% 01/03/2014	507	0.39
250,000	AES 8% 01/06/2020	179	0.14
584,000	Affinia 10.75% 15/08/2016	402	0.31
1,550,000	Ahold Finance 6.5% 14/03/2017	1,776	1.36
325,000	Alliance Data System 6.375% 01/04/2020	207	0.16
400,000	Ally Financial 8% 15/03/2020	280	0.21
500,000	American General Finance 5.85% 01/06/2013	292	0.22
750,000	Arch Coal 7.25% 15/06/2021	431	0.33
750,000	Autonation 5.5% 01/02/2020	476	0.36
250,000	Avaya 7% 01/04/2019	157	0.12
500,000	BE Aerospace 8.5% 01/10/2020	342	0.26
350,000	Bill Barrett 7.625% 01/10/2019	221	0.17
750,000	Biomet 10.375% 15/10/2017	509	0.39
750,000	Breitbart Energy Partners 7.875% 15/04/2022	472	0.36
750,000	Brightstar Corporation 9.5% 01/12/2016	489	0.37
300,000	Cablevision Systems 8.625% 15/09/2017	205	0.16
600,000	Cardtronics 8.25% 01/09/2018	415	0.32
500,000	Cascades 7.75% 15/12/2017	310	0.24
600,000	Case New Holland 7.875% 01/12/2017	434	0.33
286,537	CCH II LLC/CCH II Capital 13.5% 30/11/2016	205	0.16
500,000	CCO Holdings 7% 01/01/2019	330	0.25
350,000	Centurylink 5.8% 15/03/2022	215	0.16
375,000	Chesapeake Energy 6.125% 15/02/2021	227	0.17
500,000	Cincinnati Bell 8.375% 15/10/2020	309	0.24
250,000	CIT Group 7% 04/05/2015	157	0.12
500,000	Citizens Communications 7.125% 15/03/2019	312	0.24
418,604	Citycenter 10.75% 15/01/2017	288	0.22
300,000	Clear Channel Communications 9% 01/03/2021	169	0.13
50,000	Clear Channel Worldwide 9.25% Series 'A' 15/12/2017	34	0.03

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America – (30.64%; 2011 31.77%) (continued)			
325,000	Clear Channel Worldwide 9.25% Series 'B' 15/12/2017	221	0.17
500,000	Coffeyville Resources 10.875% 01/04/2017	352	0.27
325,000	Consol Energy 8% 01/04/2017	212	0.16
325,000	Consol Energy 8.25% 01/04/2020	210	0.16
400,000	CPM 10.625% 01/09/2014	269	0.21
350,000	Cricket Communications 7.75% 15/10/2020	213	0.16
250,000	Crown Castle International 7.125% 01/11/2019	170	0.13
100,000	CSC Holdings 8.625% 15/02/2019	71	0.05
200,000	Del Monte 7.625% 15/02/2019	123	0.09
373,000	Denbury Resources 8.25% 15/02/2020	258	0.20
250,000	Denbury Resources 9.75% 01/03/2016	172	0.13
500,000	Dish DBS 6.75% 01/06/2021	339	0.26
227,000	Dole Foods 13.875% 15/03/2014	163	0.12
465,000	Dupont Fabros 8.5% 15/12/2017	323	0.25
500,000	Edison Mission Energy 7.5% 15/06/2013	236	0.18
350,000	Energy Transfer Equity 7.5% 15/10/2020	242	0.19
200,000	Equinix 7% 15/07/2021	137	0.10
250,000	Equinix 8.125% 01/03/2018	172	0.13
400,000	Felcor Lodging 6.75% 01/06/2019	252	0.19
290,000	Felcor Lodging Hotels 10% 01/10/2014	208	0.16
270,000	FGI Operating 10.25% 01/08/2015	182	0.14
650,000	Fifth Third Capital Trust 15/04/2067	404	0.31
657,878	First Data Corporation 10.55% 24/09/2015	417	0.32
625,000	Florida East Coast Railway 8.125% 01/02/2017	399	0.31
350,000	Ford Motor Company 8.125% 15/01/2020	266	0.20
150,000	Ford Motor Credit 6.625% 15/08/2017	104	0.08
350,000	Ford Motor Credit 7% 15/04/2015	238	0.18
500,000	Fresenius Medical Care 6.875% 15/07/2017	342	0.26
300,000	Frontier Communications 8.5% 15/4/2020	196	0.15
750,000	Genesis Energy 7.875% 15/12/2018	485	0.37
500,000	Genworth Financial 6.15% 15/11/2066	206	0.16
1,500,000	Goldman Sachs 6.125% EMTN 14/05/2017	1,501	1.15
375,000	Goodyear Tire & Rubber 8.25% 15/08/2020	246	0.19
250,000	Greif 7.75% 01/08/2019	177	0.14
1,250,000	HCA 7.75% 15/05/2021	806	0.62
250,000	Host Hotel & Resort 5.875% 15/06/2019	165	0.13
295,000	Hughes Satellite System 7.625% 15/06/2021	197	0.15
150,000	Huntsman International 5.5% 30/06/2016	94	0.07
700,000	Huntsman International 8.625% 15/03/2021	497	0.38
550,000	iGATE 9% 01/05/2016	374	0.29
400,000	Interactive Data 10.25% 01/08/2018	284	0.22
500,000	International Lease Finance 5.875% 01/04/2019	300	0.23
400,000	International Lease Finance 8.75% 15/03/2017	273	0.21
601,000	Iron Mountain 8.75% 15/07/2018	393	0.30
350,000	Jabil Circuit 5.625% 15/12/2020	230	0.18
500,000	JC Penney 7.4% 01/04/2037	303	0.23
500,000	JPMC Capital XVIII 6.95% 17/08/36	315	0.24
250,000	Key Energy Services 6.75% 01/03/2021	159	0.12
300,000	Lennar Corporation 6.5% 15/04/2016	196	0.15
575,000	Liberty Mutual 7.8% 15/03/2037	354	0.27
250,000	Limited Brands 6.625% 01/04/2021	169	0.13
300,000	Lincoln National 7% 17/05/2066	183	0.14
100,000	Linn Energy 6.65% 01/02/2021	61	0.05
475,000	Linn Energy 7.75% 01/02/2021	304	0.23
225,000	Lions Gate 10.25% 01/11/2016	155	0.12
500,000	Masco 6.50% 15/08/2032	299	0.23
425,000	McJunkin Red 9.5% 15/12/2016	286	0.22

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America – (30.64%; 2011 31.77%) (continued)			
350,000	MetroPCS Wireless 6.625% 15/11/2020	216	0.17
375,000	MGM Resorts International 6.625% 15/07/2015	242	0.19
250,000	MGM Resorts International 9% 15/03/2020	175	0.13
350,000	Mohegan Tribal 11.5% 01/11/2017	223	0.17
850,000	NB Capital Trust 8.25% 15/04/2027	544	0.42
750,000	Packaging Dynamics 8.75% 01/02/2016	496	0.38
1,625,000	Pemex Project Funding Master Trust 7.50% 18/12/2013	1,749	1.34
400,000	Petrohawk Energy 7.25% 15/08/2018	287	0.22
500,000	Physio Control International 9.875% 15/01/2019	326	0.25
500,000	Plains Exploration and Production 8.625% 15/10/2019	352	0.27
350,000	Plastipak Holdings Inc 10.625% 15/08/2019	249	0.19
650,000	Potlatch Corporation 7.5% 01/11/2019	433	0.33
475,000	Pretium Packaging 11.5% 01/04/2016	312	0.24
400,000	QEP Resources 6.875% 01/03/2021	276	0.21
350,000	QVC 7.375% 15/10/2020	240	0.18
500,000	Qwest Communications International 7.125% 01/04/2018	335	0.26
54,000	Railamerica 9.25% 01/07/2017	36	0.03
250,000	Reynolds Group 6.875% 15/02/2021	159	0.12
500,000	Samson Investment 9.75% 15/02/2020	319	0.24
750,000	Sealed Air 7.875% 15/06/2017	510	0.39
517,000	Sealy Mattress Co 10.875% 15/04/2016	352	0.27
350,000	Seminole Tribe of Florida 7.75% 01/10/2017	233	0.18
307,999	Servicemaster Com 10.75% 15/07/2015	203	0.16
950,000	Sprint Nextel 6% 1/12/2016	531	0.41
500,000	Susser Holdings & Finance 8.5% 15/05/2016	342	0.26
367,925	Symbion Inc 11% 23/08/2015	220	0.17
200,000	Targa Resources 7.875% 15/10/2018	134	0.10
250,000	Targa Resources Partners 11.25% 15/07/2017	176	0.13
500,000	Tesoro 6.5% 01/06/2017	320	0.25
350,000	Thermady 9% 15/12/2017	225	0.17
175,000	Townsquare Radio 9% 01/04/2019	109	0.08
525,000	Trans Union 11.375% 15/06/2018	387	0.30
500,000	Univision Communications 6.875% 15/05/2019	316	0.24
125,000	UR Financing Escro 7.625% 15/04/2022	79	0.06
100,000	UR Financing Escrow 7.375% 15/05/2020	64	0.05
450,000	US Steel 6.05% 01/06/2017	286	0.22
150,000	US Steel 7.375% 01/04/2020	96	0.07
500,000	Valeant Pharmaceuticals 6.50% 15/07/2016	319	0.24
75,000	Verso Paper Holdings 11.375% 01/08/2016	30	0.02
475,000	Verso Paper Holdings 8.75% 01/02/2019	165	0.13
650,000	Vertellus Specialities 9.375% 01/10/2015	320	0.24
725,000	Viskase Cos 9.875% 15/01/2018	480	0.37
350,000	Windstream 7.875% 01/09/2017	242	0.19
500,000	Wyndham Worldwide 7.375% 01/03/2020	381	0.29
400,000	Wynn Las Vegas 7.875% 01/11/2017	273	0.21
		<hr/>	
		40,015	
		<hr/>	
Forward currency contracts (1.35%; 2011 (0.70)%)			
<i>Euro</i>			
€100,000	Buy Euro 20/04/12, Sell €21,818,000	53	0.04
£126,979	Buy Sterling 20/04/12, Sell €6,201,000	21	0.02
<i>Sterling</i>			
€500,000	Buy Euro 20/04/12, Sell £5,865,581	(48)	(0.04)
£221,505	Buy Sterling 20/04/12, Sell £6,561,672	–	–
<i>Swiss Franc</i>			
€3,867,000	Buy Euro 20/04/12, Sell CHF 450,000	(21)	(0.02)

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Forward currency contracts (1.35%; 2011 (0.70)%) (continued)			
<i>US Dollar</i>			
€1,626,000	Buy Euro 20/04/12, Sell \$350,000	(7)	(0.01)
£17,626,889	Buy Sterling 20/04/12, Sell \$77,205,000	1,785	1.36
CHF 450,000	Buy Swiss Franc 20/04/12, Sell \$200,000	–	–
		1,783	
Futures ((0.03)%; 2011 0.00%)			
(28)	Euro Bund Future 06/2012	(37)	(0.03)
		(37)	
Swaps (0.01%; 2011 0.00%)			
3,100,000	French Republic Credit Default Swap 4.25% 04/2019	122	0.09
2,300,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(99)	(0.08)
		23	
Portfolio of Investments*		124,745	95.42
Net other assets		5,986	4.58
Net assets		130,731	100.00

* Includes investment liabilities.

f Investments in the Aviva Group.

◇ Investments managed and advised by Aviva Investors Global Services Limited or associates of the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £39,156,000 (15.04.11: £57,798,000) and the total sales, net of transaction charges amounted to £39,055,000 (15.04.11: £53,074,000).

Portfolio Credit Rating Analysis

	Market value £000	Total net assets %
Bonds:		
- Investment grade	49,000	37.49
- Below investment grade	62,215	47.60
- Unrated	11,761	9.00
Credit default swaps	23	0.01
Forward currency contracts	1,783	1.35
Futures	(37)	(0.03)
Portfolio of investments*	124,745	95.42
Net other assets	5,986	4.58
Net assets	130,731	100.00

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		8,578		708
Revenue	4,645		4,752	
Expenses	(537)		(573)	
Finance costs: Interest	—		(1)	
Net revenue before taxation	4,108		4,178	
Taxation	—		—	
Net revenue after taxation		4,108		4,178
Total return before distributions		12,686		4,886
Finance costs: Distributions		(4,056)		(4,233)
Change in net assets attributable to shareholders from investment activities		8,630		653

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		125,115		139,566
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	6,232		7,130	
Less: Amounts payable on cancellation of shares	(9,247)		(9,591)	
		(3,015)		(2,461)
Change in net assets attributable to shareholders from investment activities (see above)		8,630		653
Retained distribution on accumulation shares		—		14
Unclaimed distribution monies		1		—
Closing net assets attributable to shareholders		130,731		137,772

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £125,115,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		124,957		120,357
Debtors	2,896		5,687	
Cash and bank balances	<u>4,817</u>		<u>4,445</u>	
Total other assets		<u>7,713</u>		<u>10,132</u>
Total assets		132,670		130,489
LIABILITIES				
Investment liabilities		(212)		(975)
Creditors	(460)		(3,359)	
Bank overdrafts	(266)		–	
Distribution payable on income shares	<u>(1,001)</u>		<u>(1,040)</u>	
Total other liabilities		<u>(1,727)</u>		<u>(4,399)</u>
Total liabilities		(1,939)		(5,374)
Net assets attributable to shareholders		<u>130,731</u>		<u>125,115</u>

Aviva Investors Monthly Income Plus Fund

Investment Objective

A high income payable monthly and to guard against capital erosion.

Investment Policy

Diversified investment, principally in the UK, in fixed interest securities, convertibles, preference shares and high yielding equities.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 6.88 per cent (share class 1), net of fees. This compares with the median return of 5.60 per cent generated by its peer group, the IMA* UK Corporate bond sector.

The Fund favoured well-capitalised banks and insurance companies. This ensured a positive return relative to the benchmark. The Fund also benefitted from having minimal exposure to the bonds of companies domiciled in 'peripheral' euro-zone economies. During the final three months of the period the Fund also benefitted significantly from so-called liability-management exercises by financial institutions. That saw companies buying back their own, less-highly rated, debt as a means of shoring up their balance sheets.

The Fund also benefitted from the manager's decision to favour shorter maturity bonds which outperformed. Issues with longer maturities were adversely affected by a slide in underlying long-dated UK government bonds as investors switched from safe-haven assets.

Markets shrugged off news of a large drop in UK consumer price inflation, which had been widely expected in any case, and focused instead on higher oil prices.

High yield bonds, having been sold heavily during the peak period of risk aversion rebounded sharply following the ECB's decisive policy response. The market benefitted significant fund inflows throughout the period and as the sector typically contains bonds with a relatively short maturity it did not suffer as significantly higher UK government bond yields.

Corporate issuance has risen sharply in 2012. Companies such as BMW, EDF, BAA and Gatwick Airport are just a few of the new bonds launched this year. Even some companies from peripheral euro zone nations – such as Telefonica (Spain), ENI (Italy), ENEL (Italy), Iberdrola (Spain), CRH (Ireland) – have issued debt for the first time in several months.

We have bought some of these new issues, simultaneously reducing the Fund's exposure to financials, in order to increase diversification. We are constructive on the outlook for corporate debt while focusing on debt issued by companies with conservatively managed balance sheets and which continually demonstrate their willingness to embark upon cost cuts in order to remain competitive and maintain positive cash flows.

May 2012

* IMA is the Investment Management Association, the industry's trade body.

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investor may not get back the original amount invested.

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 stocks.

Material Portfolio Changes

Purchases	Sales
Treasury 4.75% 07/12/2038	Stockland Finance 5.625% 25/10/2013
Treasury 5% 07/03/2025	Treasury 4.75% 07/12/2038
European Investment Bank 3% 07/12/2015	British American Tobacco Holdings 5.5% 15/09/2016
Treasury 4% 07/03/2022	Anheuser-Busch InBev 6.5% 23/06/2017
Gatwick Funding 5.25% 23/01/2024	American International 5% 26/04/2023
Rabobank Nederland 4% 19/09/2022	Rabobank Nederland 4% 19/09/2022
America Movil 5% 27/10/2026	Jaguar Land Rover 8.125% 15/05/2018
France Telecom 5.375% 22/11/2050	Great Rolling Stock 6.875% 27/07/2035
Treasury 4.25% 07/03/36	Wellington 7.335% 15/01/2029
GDF Suez 6.125% 11/02/2021	America Movil 5% 27/10/2026

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	181,677	448,896,032	40.47
	15.10.10	192,144	429,625,064	44.72
	15.10.11	167,465	401,176,740	41.74
	15.04.12	170,873	389,457,373	43.87
Class 3	15.10.09	3	6,500	40.45
	15.10.10	3	6,500	44.70
	15.10.11	3	6,500	41.71
	15.04.12	3	6,500	43.77

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	118,949	130,269,072	91.31
	15.10.10	124,205	117,843,965	105.40
	15.10.11	111,890	109,391,949	102.28
	15.04.12	115,295	105,219,006	109.58
Class 3	15.10.09	9,838	10,277,760	95.73
	15.10.10	13,700	12,325,138	111.15
	15.10.11	12,562	11,570,602	108.57
	15.04.12	12,509	10,721,041	116.68

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	50.85	46.28
	2008	47.21	36.32
	2009	41.67	32.07
	2010	45.34	41.36
	2011	44.73	41.77
	2012**	44.70	42.66
Class 3	2007	50.84	46.26
	2008	47.20	36.27
	2009	41.53	31.97
	2010	45.29	41.24
	2011	44.71	41.73
	2012**	44.61	42.59

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	100.66	95.05
	2008	96.98	78.27
	2009	94.68	70.11
	2010	106.40	94.00
	2011	108.50	102.05
	2012**	110.91	105.18
Class 3	2007	103.94	98.57
	2008	100.61	81.58
	2009	99.37	73.22
	2010	112.20	98.68
	2011	115.31	107.79
	2012**	118.02	111.79

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.13%	1.13%
Class 3	0.33%	0.33%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	2.1531	42.45
	2008	2.0538	40.49
	2009	1.9594	38.63
	2010	1.8817	37.10
	2011	1.6805	33.13
	2012*	0.6950	13.70
Class 3	2007	2.4332	47.98
	2008	2.3075	45.50
	2009	2.2284	43.94
	2010	2.0495	40.42
	2011	2.0039	39.52
	2012*	0.8579	16.92

* Up to 27 May 2012 (the interim distribution payment date).

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	4.3009	43.15
	2008	4.2922	43.06
	2009	4.3137	43.28
	2010	4.3472	43.61
	2011	4.0444	40.57
	2012*	1.7192	17.25
Class 3	2007	5.0258	48.87
	2008	5.0154	48.77
	2009	5.1373	49.96
	2010	4.9880	48.51
	2011	5.0861	49.46
	2012*	2.2370	21.75

* Up to 27 May 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (2.38%; 2011 4.10%)			
3,600,000	Goodman Australia Finance 9.75% 16/07/2018	4,507	1.51
3,500,000	Macquarie Bank 6% 21/09/2020	2,615	0.87
		<hr/>	
		7,122	
		<hr/>	
Austria (0.00%; 2011 0.78%)			
Belgium (0.00%; 2011 1.19%)			
Cayman Islands (2.69%; 2011 2.31%)			
4,000,000	Thames Water Utilities Cayman Finance 5.375% 21/07/2025	4,263	1.43
4,499,000	THPA Finance 8.241% 15/03/2028	3,767	1.26
		<hr/>	
		8,030	
		<hr/>	
Channel Islands; Jersey (1.39%; 2011 0.00%)			
1,410,000	BAA Funding 7.125% 12/02/2024	1,462	0.49
2,651,000	Gatwick Funding 5.25% 23/01/2024	2,698	0.90
		<hr/>	
		4,160	
		<hr/>	
France (3.63%; 2011 4.78%)			
4,000,000	AXA 6.772% 29/10/2049	2,914	0.98
2,900,000	Credit Agricola 8.125% 29/10/2049	2,254	0.75
3,000,000	EDF 6.125% 02/06/2034	3,316	1.11
2,000,000	GDF Suez 6.125% 11/02/2021	2,359	0.79
		<hr/>	
		10,843	
		<hr/>	
Germany (2.48%; 2011 2.85%)			
5,500,000	KFW International Finance 6% 07/12/2028	7,417	2.48
		<hr/>	
		7,417	
		<hr/>	
Italy (3.54%; 2011 3.44%)			
3,500,000	Assicurazioni Generali 6.416% FRN Perpetual	2,072	0.70
4,000,000	Telecom Italia 7.375% 15/12/2017	4,129	1.38
5,350,000	Unicredito Italiano 5% 01/02/2016	4,374	1.46
		<hr/>	
		10,575	
		<hr/>	
Luxembourg (1.24%; 2011 1.75%)			
4,500,000	Enel Finance 5.75% 14/09/2040	3,594	1.20
4,000,000	§ Hellas FRN 15/01/2015	99	0.04
		<hr/>	
		3,693	
		<hr/>	
Netherlands (1.41%; 2011 2.35%)			
4,000,000	Siemens 6.125% 14/09/2066	4,217	1.41
		<hr/>	
		4,217	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (69.66%; 2011 66.25%)			
3,400,000	Abbey National Treasury Services 5.125% 14/04/2021	3,643	1.22
5,000,000	Aggregate Industries 7.25% 31/05/2016	5,631	1.89
2,400,000	Anglian Water Osprey 7% 31/01/2018	2,433	0.81
4,500,000 f	Aviva 5.9021% 30/11/2049	3,098	1.04
3,000,000	Bakkavor Finance 8.25% 15/02/2018	2,290	0.77
3,950,000	Barclays Bank 10% 21/05/2021	4,358	1.46
4,000,000	Beazley 7.25% FRN 17/10/2026	3,296	1.10
4,432,000	Birmingham Airport 6.25% 22/02/2021	5,016	1.68
2,250,000	BUPA Care Homes 11.8% 30/06/2014	2,248	0.75
2,250,000 §	Cattles 6.875% 17/01/2014	24	0.01
2,258,000	Co-Operative Bank 5.5555% Perpetual	1,604	0.54
3,000,000	Co-Operative Bank 5.625% 08/07/2020	2,882	0.96
3,900,000	Co-Operative Bank 5.75% 02/12/2024	2,895	0.97
880,000	Coventry Building Society 12.125% 29/09/2049	1,281	0.43
1,300,000	CPUK Finance 7.239% 28/02/2042	1,347	0.45
1,850,000	Crown Newco 7% 15/02/2018	1,736	0.58
3,500,000	Daily Mail & General Trust 5.75% 07/12/2018	3,592	1.20
3,000,000	Eastern Power Network 4.75% 30/09/2021	3,198	1.07
900,000 §	Eastern Power Networks 4.75% 30/09/2021	959	0.32
5,700,000	European Investment Bank 3% 07/12/2015	5,949	1.99
3,980,000	European Investment Bank 5.5% 15/04/2025	4,832	1.62
5,500,000	European Investment Bank 5.625% 07/06/2032	6,823	2.28
2,306,000	Eversholt Funding 6.697% 22/02/2035	2,648	0.89
600,000	F&C Asset Management 6.75% 20/12/2026	402	0.13
300,000	F&C Finance 9% 20/12/2016	308	0.10
4,500,000	FirstGroup 6.875% 15/04/2013	4,655	1.56
3,000,000	Friends Provident 6.292% 30/06/2049	1,930	0.65
2,165,000	Great Rolling Stock 6.5% 05/04/2031	2,459	0.82
9,209,000	Guoman Hotels 10.75% 20/12/2014	9,790	3.28
3,280,000	Halifax 10.5% 16/02/2018	3,435	1.15
3,300,000	HSBC 4.75% 29/09/2020	3,225	1.08
4,000,000	HSBC 5.844% 29/11/2049	3,185	1.07
3,000,000	Imperial Tobacco Finance 9% 17/02/2022	4,103	1.37
3,591,047	Juturna 5.064% 10/08/2033	3,680	1.23
3,650,000	Kensington 9% 21/12/2015	2,372	0.79
3,900,000 §	LBG Capital 15% 21/12/2019	4,613	1.54
2,700,000	Lend Lease 6.125% 12/10/2021	2,647	0.89
3,800,000	Lloyds Banking Group 7.625% 22/04/2025	3,280	1.10
1,987,000 §	Media & Income Trust	–	–
5,150,000	Nationwide Building Society 6.25% 30/10/2049	3,823	1.28
2,000,000	Newcastle Building Society 6.625% 23/12/2019	1,358	0.46
3,400,000	Paragon 7% 20/04/2017	2,584	0.87
5,790,000 §	Parmalat Finanziaria 9.375% Perpetual	6	–
2,000,000	Prudential 11.375% 29/05/2039	2,560	0.86
4,820,000	RL Finance 6.125% EMTN 29/12/2049	3,435	1.15
3,400,000	Royal Bank of Scotland 6.875% 17/05/2025	3,577	1.20
3,000,000	RSA Insurance 9.375% 20/05/2039	3,459	1.16
3,656,000	Scottish & Southern Energy 5.453% Perpetual	3,565	1.19
3,850,000	Segro 6.75% 23/11/2021	4,345	1.45
4,500,000	Stagecoach 5.75% 16/12/2016	4,844	1.62
1,774,359	Sutton Bridge Finance 8.625% 30/06/2022	2,023	0.68
3,000,000	Tesco 5% 24/03/2023	3,212	1.08
2,400,000	Thames Water Kemble Finance 7.75% 01/04/2019	2,415	0.81
900,000	Treasury 3.75% 07/09/2021	1,038	0.35
2,800,000	Treasury 4% 07/03/2022	3,287	1.10

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (69.66%; 2011 66.25%) (continued)			
1,300,000	Treasury 4.25% 07/03/2036	1,535	0.51
11,980,000	Treasury 4.75% 07/12/2038	15,286	5.12
3,420,000	Treasury 5% 07/03/2025	4,403	1.47
583,000	Treasury 6% 07/12/2028	841	0.28
1,966,000	Tullett Prebon 7.04% 06/07/2016	1,908	0.64
4,500,000	Unique Pub Finance 6.542% 30/03/2021	3,718	1.24
4,150,000	United Business Media 6.5% 23/11/2016	4,502	1.51
3,800,000	Western Power Distribution 5.75% 16/04/2032	4,197	1.41
3,900,000	Westfield 5.5% 27/06/2017	4,269	1.43
312,500 §	Whitnash 6.5% Cum Irrd Pref	–	–
692,258 §	Whitnash 9% Cum Irrd Pref	–	–
		208,057	
United States of America (7.13%; 2011 7.91%)			
3,550,000	Ahold Finance 6.5% 14/03/2017	4,066	1.36
3,850,000	AT&T 5.875% 28/04/2017	4,472	1.50
4,500,000	Citigroup 4.5% 03/03/2031	3,359	1.13
4,000,000	Goldman Sachs 6.125% EMTN 14/05/2017	4,003	1.34
2,000,000	Merrill Lynch 8.125% 02/06/2028	1,984	0.66
2,500,000	Verizon Wireless Capital 8.875% 18/12/2018	3,409	1.14
		21,293	
Forward currency contracts (0.02%; 2011 (0.02)%)			
<i>Euro</i>			
£2,791,277	Buy Sterling 20/04/12, Sell €3,362,000	12	–
£8,001,882	Buy Sterling 20/04/12, Sell €9,638,000	33	0.01
£429,187	Buy Sterling 20/04/12, Sell €512,000	6	–
£166,440	Buy Sterling 20/04/12, Sell €200,000	1	–
£417,708	Buy Sterling 20/04/12, Sell €500,000	4	–
£83,721	Buy Sterling 30/04/12, Sell €100,000	1	–
<i>Sterling</i>			
€1,000,000	Buy Euro 20/04/12, Sell £835,960	(9)	–
€5,000,000	Buy Euro 20/04/12, Sell £4,188,710	(55)	(0.01)
€100,000	Buy Euro 20/04/12, Sell £83,209	(1)	–
€50,000	Buy Euro 20/04/12, Sell £41,634	–	–
€1,000,000	Buy Euro 20/04/12, Sell £833,146	(6)	–
\$1,919,000	Buy US Dollar 20/04/12, Sell £1,223,248	(18)	(0.01)
\$1,858,000	Buy US Dollar 20/04/12, Sell £1,166,836	–	–
<i>US Dollar</i>			
£2,463,989	Buy Sterling 20/04/12, Sell \$3,777,000	92	0.03
		60	
Futures ((0.02)%; 2011 0.01%)			
(61)	Exposure to Euro Bund Futures 06/2012	(80)	(0.02)
		(80)	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Swaps (0.08%; 2011 0.00%)			
12,400,000	French Republic Credit Default Swap 4.25% 04/2019	489	0.16
5,600,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(241)	(0.08)
		<hr/> 248	
	Portfolio of Investments*	<hr/> 285,635	<hr/> 95.63
	Net other assets	<hr/> 13,045	<hr/> 4.37
	Net assets	<hr/> 298,680	<hr/> 100.00

* Includes investment liabilities.

f Investments in the Aviva Group.

§ Unquoted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £62,218,000 (15.04.11: £122,481,000) and the total sales, net of transaction charges amounted to £76,062,000 (15.04.11: £125,477,000).

Portfolio Credit Rating Analysis

	Market value £000	Total net assets %
Bonds:		
– Investment grade	244,097	81.72
– Below investment grade	22,880	7.66
– Unrated	18,430	6.17
Credit default swaps	248	0.08
Forward currency contracts	60	0.02
Futures	(80)	(0.02)
	<hr/> 285,635	<hr/> 95.63
Portfolio of investments*	<hr/> 285,635	<hr/> 95.63
Net other assets	<hr/> 13,045	<hr/> 4.37
Net assets	<hr/> 298,680	<hr/> 100.00

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains/(losses)		14,353		(7,271)
Revenue	9,446		9,487	
Expenses	(1,630)		(1,733)	
Finance costs: Interest	—		—	
Net revenue before taxation	7,816		7,754	
Taxation	—		—	
Net revenue after taxation		7,816		7,754
Total return before distributions		22,169		483
Finance costs: Distributions		(7,371)		(7,858)
Change in net assets attributable to shareholders from investment activities		14,798		(7,375)

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		291,920		330,052
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,288		2,198	
Less: Amounts payable on cancellation of shares	(11,824)		(13,827)	
		(10,536)		(11,629)
Change in net assets attributable to shareholders from investment activities (see above)		14,798		(7,375)
Compensation		—		3
Retained distribution on accumulation shares		2,497		2,658
Unclaimed distribution monies		1		3
Closing net assets attributable to shareholders		298,680		313,712

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £291,920,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		286,046		285,258
Debtors	9,696		11,247	
Cash and bank balances	<u>5,963</u>		<u>2,292</u>	
Total other assets		<u>15,659</u>		<u>13,539</u>
Total assets		301,705		298,797
LIABILITIES				
Investment liabilities		(411)		(55)
Creditors	(1,481)		(5,632)	
Bank overdrafts	–		(2)	
Distribution payable on income shares	<u>(1,133)</u>		<u>(1,188)</u>	
Total other liabilities		<u>(2,614)</u>		<u>(6,822)</u>
Total liabilities		(3,025)		(6,877)
Net assets attributable to shareholders		<u>298,680</u>		<u>291,920</u>

Aviva Investors Strategic Bond Fund

Investment Objective

To provide a high total return from a diversified portfolio of global debt securities.

Investment Policy

Diversified investment in global fixed interest securities, including non-investment grade.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Note: at least 80 per cent of assets will either be in sterling or currency hedged back to sterling.

Fund Manager's Report

The Fund delivered a total return of 8.92 per cent (share class 1), net of fees. This compares with the median return of 6.57 per cent generated by its peer group, the IMA* UK £ Strategic bond sector.

The Fund favoured well-capitalised banks and insurance companies. This ensured a positive return relative to the benchmark. The Fund also benefitted from having minimal exposure to the bonds of companies domiciled in 'peripheral' euro-zone economies. During the final three months of the period the Fund also benefitted significantly from so-called liability-management exercises by financial institutions. That saw companies buying back their own, less-highly rated, debt as a means of shoring up their balance sheets.

The Fund also benefitted from the manager's decision to favour shorter maturity bonds which outperformed. Issues with longer maturities were adversely affected by a slide in underlying long-dated UK government bonds as investors switched from safe-haven assets.

Markets shrugged off news of a large drop in UK consumer price inflation, which had been widely expected in any case, and focused instead on higher oil prices.

High yield bonds, having been sold heavily during the peak period of risk aversion rebounded sharply following the ECB's decisive policy response. The market benefitted significant fund inflows throughout the period and as the sector typically contains bonds with a relatively short maturity it did not suffer as significantly higher UK government bond yields.

Corporate issuance has risen sharply in 2012. Companies such as BMW, EDF, BAA and Gatwick Airport are just a few of the new bonds launched this year. Even some companies from peripheral euro zone nations – such as Telefonica (Spain), ENI (Italy), ENEL (Italy), Iberdrola (Spain), CRH (Ireland) – have issued debt for the first time in several months.

We have bought some of these new issues, simultaneously reducing the Fund's exposure to financials, in order to increase diversification. We are constructive on the outlook for corporate debt while focusing on debt issued by companies with conservatively managed balance sheets and which continually demonstrate their willingness to embark upon cost cuts in order to remain competitive and maintain positive cash flows.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

Past performance is not a guide to the future. The value of an investment and the income from it can go down as well as up. Investor may not get back the original amount invested.

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 stocks.

Material Portfolio Changes

Purchases	Sales
Treasury 4.5% 07/03/2013	Treasury 4.75% 07/12/2038
Treasury 5% 07/09/2014	Treasury 4.5% 07/12/2042
Treasury 2.25% 07/03/2014	LBG Capital 2 9.334% 07/02/2020
Treasury 4.75% 07/12/2038	Musketter 9.5% 15/03/2021
Treasury 4.5% 07/12/2042	EDF 5.5% 17/10/2041
Principal Financial 5.625% 24/09/2013	Care UK Health & Social Care 9.75% 01/08/2017
Spirit Issuer 5.472% 28/12/2034	Moto Finance 10.25% 15/03/2017
Silverstone Master 5.063% 21/01/2055	Sunrise Communications 8.5% 31/12/2018
Treasury 5% 07/03/2018	Odeon & UCI 9% 01/08/2018
Matterhorn Mobile 8.25% 15/02/2020	BAC Capital Trust 5.25% 10/08/2035

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	1,104	1,869,208	59.04
	15.10.10	3,796	5,841,437	64.99
	15.10.11	4,098	6,968,597	58.80
	15.04.12	3,654	5,815,235	62.84
Class 2	15.10.09	3,494	3,930,548	88.91
	15.10.10	2,578	2,633,880	97.85
	15.10.11	1,228	1,386,341	88.56
	15.04.12	316	333,657	94.60
Class 3	15.10.09	3	3,000	118.53
	15.10.10	3	3,000	130.47
	15.10.11	3	3,000	118.09
	15.04.12	4	3,000	126.17

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 3	15.10.09	68,482	54,469,258	125.73
	15.10.10	83,727	57,294,916	146.13
	15.10.11	82,533	59,521,407	138.66
	15.04.12	90,630	59,572,974	152.13

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2008**	50.00	45.84
	2009	60.73	47.64
	2010	66.35	60.62
	2011	65.57	58.61
	2012***	64.33	60.96
Class 2	2008**	75.29	69.05
	2009	91.49	71.75
	2010	100.00	91.34
	2011	98.77	88.32
	2012***	96.89	91.87
Class 3	2008**	100.39	92.07
	2009	122.08	95.68
	2010	133.45	121.89
	2011	131.73	117.86
	2012***	129.28	122.52

* Valued at mid market prices.

** From 22 September 2008 (date of launch).

*** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 3	2008**	100.39	92.33
	2009	129.47	97.03
	2010	147.23	129.27
	2011	150.82	136.49
	2012***	154.04	143.95

* Valued at mid market prices.

** From 22 September 2008 (date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.13%	1.14%
Class 2	0.73%	0.74%
Class 3	0.33%	0.34%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Investment Performance (continued)

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 22 September 2008.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2008*	0.1160	2.32
	2009	2.6002	52.00
	2010	3.0334	60.67
	2011	2.5744	51.49
	2012**	1.4671	29.34
Class 2	2008*	0.1940	2.59
	2009	4.2147	56.20
	2010	4.8634	64.85
	2011	4.1830	55.77
	2012**	2.3558	31.40
Class 3	2008*	0.2691	2.69
	2009	5.9756	59.76
	2010	6.9816	69.82
	2011	5.9911	59.91
	2012**	3.3529	33.53

* From 22 September 2008 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

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 22 September 2008.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 3	2008*	0.2691	2.69
	2009	6.1270	61.27
	2010	7.5593	75.59
	2011	6.8234	68.23
	2012**	3.9530	39.53

* From 22 September 2008 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (3.32%; 2011 4.65%)			
1,000,000	Goodman Australia Finance 9.75% 16/07/2018	1,252	1.32
1,000,000	QBE Insurance 6.125% 28/09/2015	1,071	1.13
750,000	Westfield 5.5% 27/06/2017	821	0.87
		<hr/>	
		3,144	
Austria (0.00%; 2011 1.09%)			
Belgium (0.00%; 2011 0.69%)			
Cayman Islands (3.51%; 2011 1.11%)			
450,000	ERC Ireland Finance FRN 15/08/2016	–	–
2,236,000	Principal Financial Group 5.625% 24/09/2013	2,317	2.45
1,200,000	THPA Finance 8.241% 15/03/2028	1,005	1.06
		<hr/>	
		3,322	
Channel Islands; Jersey (2.13%; 2011 1.01%)			
430,000	BAA Funding 7.125% 14/02/2024	446	0.47
759,000	Gatwick Funding 5.25% 23/01/2024	773	0.82
1,000,000	HSBC Bank Funding Sterling 5.844% Perpetual	796	0.84
		<hr/>	
		2,015	
Czech Republic (0.00%; 2011 0.90%)			
France (5.54%; 2011 7.75%)			
2,000,000	AXA 6.772% Perpetual	1,457	1.54
1,700,000	BNP Paribas FRN Perpetual	1,110	1.17
700,000	CMA CGM 8.875% 15/04/2019	348	0.37
800,000	Credit Agricole 8.125% Perpetual	622	0.66
1,500,000	Lafarge 8.75% 30/05/2017	1,701	1.80
		<hr/>	
		5,238	
Germany (2.18%; 2011 4.84%)			
675,000	Alba Group 8% 15/05/2018	572	0.61
1,075,000	Heidelberger Druckmaschinen 9.25% 15/04/2018	644	0.68
977,000	Unity Media 8.125% 01/12/2017	842	0.89
		<hr/>	
		2,058	
Iceland (0.93%; 2011 1.23%)			
1,150,000	Bakkavor Finance 8.25% 15/02/2018	878	0.93
		<hr/>	
		878	
Ireland; Republic of (0.54%; 2011 1.07%)			
660,000	Ardagh Glass 7.125% 15/06/2017	508	0.54
		<hr/>	
		508	
Italy (2.23%; 2011 2.10%)			
1,250,000	Telecom Italia 7.375% 15/12/2017	1,290	1.36
1,000,000	Unicredit 5% 01/02/2016	818	0.87
		<hr/>	
		2,108	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Luxembourg (4.60%; 2011 5.59%)			
1,900,000	Beverage Packaging Holdings 9.5% 15/06/2017	1,372	1.45
1,000,000	Hellas FRN 15/01/2015	25	0.02
1,260,000	Matterhorn Mobile 8.25% 15/02/2020	1,058	1.12
700,000	Spie Bondco 11% 15/08/2019	559	0.59
600,000	Wind Acquisition 11.75% 15/07/2017	451	0.48
1,200,000	Wind Acquisition 7.375% 15/02/2018	886	0.94
		<hr/>	
		4,351	
Netherlands (2.65%; 2011 4.12%)			
770,000	OI European Group 6.75% 15/09/2020	665	0.70
1,750,000	Royal Bank of Scotland 6.5% FRN 17/05/2018	831	0.88
1,180,000	Schaeffler Finance 8.75% 15/02/2019	1,016	1.07
		<hr/>	
		2,512	
South Africa; Republic of (2.98%; 2011 2.27%)			
1,000,000	Consol Glass 7.625% 15/04/2014	833	0.88
1,000,000	Peermont Global 7.75% 30/04/2014	742	0.78
12,000,000	Transnet 13.5% 18/04/2028	1,249	1.32
		<hr/>	
		2,824	
United Kingdom (59.55%; 2011 48.59%)			
1,000,000	Abbey National Treasury Services 5.125% 14/04/2021	1,071	1.13
920,000	Anglian Water Osprey 7% 31/01/2018	933	0.99
1,800,000	Aviva 5.9021% Perpetual	1,239	1.31
1,500,000	Beazley 7.25% FRN 17/10/2026	1,236	1.31
1,200,000	Birmingham Airport 6.25% 22/02/2021	1,358	1.44
500,000	Cattles 7.125% 05/07/2017	5	0.01
492,000	Co-Operative Bank 5.5555% Perpetual	350	0.37
850,000	Co-Operative Bank 5.75% 02/12/2024	631	0.67
400,000	CPUK Finance 7.239% 28/02/2042	414	0.44
450,000	CPUK Finance 11.625% 28/02/2042	465	0.49
1,400,000	Crown Newco 8.875% 15/02/2019	1,209	1.28
1,000,000	Daily Mail & General Trust 6.375% 21/06/2027	901	0.95
1,072,000	Eversholt Funding 6.697% 22/02/2035	1,231	1.30
420,000	F&C Asset Management 6.75% 20/12/2026	281	0.30
210,000	F&C Finance 9% 20/12/2016	215	0.23
910,000	First Hydro 9% 31/07/2021	1,075	1.14
750,000	FirstGroup 8.125% 19/09/2018	890	0.94
1,050,000	Guoman Hotels 10.75% 20/12/2014	1,116	1.18
750,000	HSBC Holdings 6.75% 11/09/2028	784	0.83
1,025,000	Ineos Group 7.875% 15/02/2016	728	0.77
1,022,000	Investec Bank 9.625% 17/02/2022	998	1.05
1,100,000	Jaguar Land Rover 8.125% 15/05/2018	1,107	1.17
598,000	Lloyds Banking Group 10.75% 16/12/2021	612	0.65
1,450,000	Mitchells & Butlers 6.469% 15/09/2030	1,331	1.41
1,610,000	Nationwide Building Society 5.769% Perpetual	1,130	1.19
500,000	Nationwide Building Society 6.024% Perpetual	350	0.37
1,000,000	Principality Building Society 5.375% 08/07/2016	713	0.75
750,000	R&R Ice Cream 8.375% 15/11/2017	618	0.65
750,000	Royal & Sun Alliance 6.701% Perpetual	624	0.66
650,000	Royal & Sun Alliance 9.375% 20/05/2039	749	0.79

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (59.55%; 2011 48.59%) (continued)			
1,300,000	Scottish & Southern Energy 5.453% Perpetual	1,268	1.34
1,500,000	Silverstone Master 5.063% 21/01/2055	1,630	1.72
2,500,000	Spirit Issuer 5.472% 28/12/2034	1,829	1.93
1,100,000	Stagecoach 5.75% 16/12/2016	1,184	1.25
1,100,000	Thames Water Kemble Finance 7.75% 01/04/2019	1,107	1.17
5,500,000	Treasury 2.25% 07/03/2014	5,692	6.02
5,800,000	Treasury 4.5% 07/03/2013	6,010	6.35
3,500,000	Treasury 4.75% 07/12/2038	4,466	4.72
5,500,000	Treasury 5% 07/09/2014	6,106	6.45
930,000	Treasury 5% 07/03/2018	1,134	1.20
170,000	Treasury 5% 07/03/2025	219	0.23
233,000	Treasury 6% 07/12/2028	336	0.35
1,200,000	Unique Pub Finance 6.542% 30/03/2021	991	1.05
		<hr/>	
		56,336	
United States of America (2.10%; 2011 2.49%)			
1,200,000	Chesapeake Energy 6.25% 15/01/2017	1,010	1.07
1,300,000	Citigroup 4.5% 03/03/2031	970	1.03
		<hr/>	
		1,980	
Forward currency contracts (0.04%; 2011 0.07%)			
<i>Argentine Peso</i>			
\$81,865	Buy US Dollar 20/04/12, Sell ARS 367,000	(1)	–
<i>Australian Dollar</i>			
£854,209	Buy Sterling 20/04/12, Sell AUD 1,320,000	(9)	(0.01)
<i>Euro</i>			
€24,714,674	Buy Sterling 20/04/12, Sell €29,768,000	102	0.10
£832,689	Buy Sterling 20/04/12, Sell €1,000,000	6	0.01
£165,154	Buy Sterling 20/04/12, Sell €200,000	–	–
<i>South African Rand</i>			
£1,299,798	Buy Sterling 20/04/12, Sell ZAR 16,306,000	–	–
£78,433	Buy Sterling 20/04/12, Sell ZAR 964,000	2	–
<i>Sterling</i>			
€2,000,000	Buy Euro 20/04/12, Sell £1,664,184	(11)	(0.01)
€4,000,000	Buy Euro 20/04/12, Sell £3,357,168	(50)	(0.05)
€300,000	Buy Euro 20/04/12, Sell £251,477	(3)	–
€2,500,000	Buy Euro 20/04/12, Sell £2,089,090	(22)	(0.02)
€4,000,000	Buy Euro 20/04/12, Sell £3,335,532	(28)	(0.03)
€380,000	Buy Euro 20/04/12, Sell £316,768	(3)	–
CHF 630,000	Buy Swiss Franc 20/04/12, Sell £436,338	(3)	–
\$791,000	Buy US Dollar 20/04/12, Sell £496,753	–	–
\$1,310,000	Buy US Dollar 20/04/12, Sell £817,683	5	–
<i>Swiss Franc</i>			
£433,719	Buy Sterling 20/04/12, Sell CHF 630,000	–	–
<i>US Dollar</i>			
£1,071,186	Buy Sterling 20/04/12, Sell \$1,642,000	40	0.04
£256,991	Buy Sterling 20/04/12, Sell \$400,000	6	0.01
£89,337	Buy Sterling 20/04/12, Sell \$140,000	1	–
		<hr/>	
		32	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
	Futures ((0.03)%; 2011 0.01%)		
(20)	Exposure to Euro Bund Futures 06/2012	(26)	(0.03)
		(26)	
	Swaps (0.40%; 2011 0.00%)		
11,600,000	French Republic Credit Default Swap 4.25% 12/2016	458	0.48
1,700,000	iTraxx Series 17 Credit Default Swap 5% 06/2017	(73)	(0.08)
		385	
	Portfolio of Investments*	87,665	92.67
	Net other assets	6,939	7.33
	Net assets	94,604	100.00

* Includes investment liabilities.

f Investments in the Aviva Group.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £48,809,000 (15.04.11: £53,502,000) and the total sales, net of transaction charges amounted to £45,562,000 (15.04.11: £43,171,000).

Portfolio Credit Rating Analysis

	Market value £000	Total net assets %
Bonds:		
– Investment grade	58,859	62.22
– Below investment grade	26,194	27.69
– Unrated	2,221	2.35
Credit default swaps	385	0.40
Forward currency contracts	32	0.04
Futures	(26)	(0.03)
Portfolio of investments*	87,665	92.67
Net other assets	6,939	7.33
Net assets	94,604	100.00

* Includes investment liabilities.

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains/(losses)		5,995		(870)
Revenue	3,249		2,684	
Expenses	(170)		(176)	
Finance costs: Interest	—		(1)	
Net revenue before taxation	3,079		2,507	
Taxation	—		—	
Net revenue after taxation		3,079		2,507
Total return before distributions		9,074		1,637
Finance costs: Distributions		(3,079)		(2,507)
Change in net assets attributable to shareholders from investment activities		5,995		(870)

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		87,862		90,104
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,997		5,911	
Less: Amounts payable on cancellation of shares	(3,603)		(1,798)	
		(1,606)		4,113
Change in net assets attributable to shareholders from investment activities (see above)		5,995		(870)
Retained distribution on accumulation shares		2,353		1,875
Closing net assets attributable to shareholders		94,604		95,222

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £87,862,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		87,894		78,781
Debtors	2,107		4,141	
Cash and bank balances	<u>5,536</u>		<u>8,473</u>	
Total other assets		<u>7,643</u>		<u>12,614</u>
Total assets		95,537		91,395
LIABILITIES				
Investment liabilities		(229)		(76)
Creditors	(397)		(3,391)	
Bank overdrafts	(266)		–	
Distribution payable on income shares	<u>(41)</u>		<u>(66)</u>	
Total other liabilities		<u>(704)</u>		<u>(3,457)</u>
Total liabilities		(933)		(3,533)
Net assets attributable to shareholders		<u>94,604</u>		<u>87,862</u>

Aviva Investors European Equity Fund

Investment Objective

Long term capital appreciation.

Investment Policy

Diversified investment within and across European equity markets. Allocations to individual markets will vary over time. Individual equity selections will be based on price and long term total return prospects.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 1.03 per cent (share class A), net of fees. Although the Fund underperformed its peer group, as the median return in the IMA* Europe excluding UK sector was 3.40 per cent, it outperformed its benchmark the FTSE® Europe ex-UK index, which returned -1.41 per cent.

This was turbulent six months for European equity markets which struggled amid concern the ongoing euro zone sovereign debt crisis would send the region back into recession. Our strategy during this period was to target stocks which we believed were likely to exhibit strong earnings growth despite the lacklustre economic backdrop. European companies which sell into a recovering US economy, or faster growing Asian economies, have appeal. In this regard, the Fund's holding in German auto parts and tyre maker Continental was beneficial. Its shares produced strong gains as the company forecast that sales would rise by more than 5 per cent this year as robust Asian and North American demand more than offset weaker demand in Europe. The Fund also benefited from its stake in Hexagon, the rapidly expanding Swedish measurement technology company. Its shares performed well, as good results and plans to acquire a competitor pleased investors. Other positive contributors included holdings in Umicore, the world's largest precious-metals recycler and Fiat Industrial, the Italian maker of trucks, farm and construction vehicles. Both stocks produced strong returns for shareholders over the reporting period. There were some disappointments, however. Chief among these was Portuguese energy company Galp Energia. Its shares fell sharply after the company announced a drop in third-quarter profits. A holding in France Telecom also hurt due to worries the cash-strapped French government could increase taxes on companies in which it has a stake. We reduced holding in view of the risks facing the company.

We disposed the position in Group 4 Securicor. The shares had performed well following its failed merger with ISS and we decided to take profits. The sale proceeds were used to build positions in brewing giant Anheuser-Busch Inbev, which has a stable business with a strong management team which is committed to improving profitability. We also added software company Software AG to the Fund as we believe it to be undervalued.

We expect European equity markets to remain volatile in the medium term. Question marks over the trajectory of the economy remain and developments relating to the euro zone sovereign debt crisis could also overshadow financial markets. Political developments, as 2012 is an election year in several European countries, could also prove unsettling. That said, volatile market conditions can often throw up interesting investment opportunities and we continue to focus on identifying and taking advantage of these.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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Material Portfolio Changes

Purchases	Sales
Anheuser-Busch InBev	Daimler
BNP Paribas	Novartis
Software	Royal Dutch Shell 'A'
Schneider Electric	Heineken
DSM	France Telecom
Dufry	Michelin
AXA	Ericsson (LM) Tel 'B'
BMW	Symrise
Adecco	Amadeus IT Holding
Societe Generale	Group 4 Securicor

Investment Performance (continued)

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1 (Acc)	15.10.09	144,003	122,993,674	117.08
	15.10.10	127,524	110,289,554	115.63
	15.10.11	104,817	98,733,600	106.16
	15.04.12	100,030	92,968,089	107.60
Class 2 (Acc)	15.10.09	2,348	1,300,512	180.52
	15.10.10	16,212	9,072,998	178.69
	15.10.11	10,664	6,490,784	164.29
	15.04.12	9,269	5,561,260	166.66
Class 3	15.10.09	25,781	12,588,789	204.79
	15.10.10	24,348	12,249,266	198.77
	15.10.11	19,389	10,772,138	179.99
	15.04.12	20,046	11,009,386	182.08
Class A (Acc)	15.10.09	22,295	18,611,342	119.79
	15.10.10	19,735	16,768,708	117.69
	15.10.11	14,471	13,476,874	107.38
	15.04.12	13,140	12,114,291	108.47

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1 (Acc)	2007	117.53	101.53
	2008	119.71	72.64
	2009	118.73	72.17
	2010	120.90	99.23
	2011	129.76	93.79
	2012**	115.09	101.62
	2012**	115.09	101.62
Class 2 (Acc)	2007	180.49	155.63
	2008	183.97	111.80
	2009	183.04	111.18
	2010	187.01	153.26
	2011	200.71	145.16
	2012**	178.24	157.34
	2012**	178.24	157.34
Class 3	2007	215.49	187.50
	2008	218.34	129.46
	2009	210.58	128.88
	2010	212.12	173.23
	2011	222.95	160.62
	2012**	195.75	172.65
	2012**	195.75	172.65
Class A (Acc)	2007	121.27	105.15
	2008	123.32	74.56
	2009	121.43	73.98
	2010	123.38	101.13
	2011	131.63	94.90
	2012**	116.07	102.62
	2012**	116.07	102.62

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.84%	0.84%
Class 3	0.34%	0.34%
Class A	1.64%	1.64%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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 (Acc)	2007	1.0916	10.48
	2008	2.0272	19.46
	2009	1.8997	18.24
	2010	2.0039	19.24
	2011	1.4452	13.88
	2012*	0.2018	1.94
Class 2 (Acc)	2007	1.9967	10.39
	2008	3.4373	17.89
	2009	3.2203	16.76
	2010	3.5226	18.34
	2011	2.4838	12.93
	2012*	0.4751	2.47
Class 3	2007	3.0271	18.97
	2008	4.6722	29.28
	2009	4.2372	26.55
	2010	4.7562	29.81
	2011	3.7149	23.28
	2012*	1.0301	6.46
Class A (Acc)	2007	0.6373	5.90
	2008	1.6258	15.06
	2009	1.5206	14.08
	2010	1.4269	13.22
	2011	0.7143	6.62
	2012*	0.0000	0.00

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Belgium (5.05%; 2011 1.68%)			
105,848	Anheuser-Busch InBev	4,788	3.36
69,383	Umicore	2,409	1.69
		7,197	
Denmark (0.51%; 2011 0.74%)			
52,269	DSV	726	0.51
		726	
France (22.78%; 2011 17.59%)			
87,080	Alstom	2,009	1.41
169,366	AXA	1,572	1.10
99,424	BNP Paribas	2,590	1.82
118,131	Cap Gemini	3,015	2.12
240,666	France Telecom	2,021	1.42
124,596	Legrand	2,686	1.88
29,343	LVMH	3,142	2.21
78,292	Publicis Groupe	2,652	1.86
127,055	Rexel	1,623	1.14
72,573	Schneider Electric	2,824	1.98
106,480	Societe Generale	1,630	1.14
68,587	Sodexo	3,380	2.37
47,002	Technip	3,319	2.33
		32,463	
Germany (23.13%; 2011 22.55%)			
55,481	Allianz	3,834	2.69
51,381	Bilfinger Berger	2,994	2.10
35,468	BMW	2,003	1.41
11,754	Brenntag	879	0.62
27,646	Continental	1,598	1.12
44,380	DaimlerChrysler	1,505	1.06
126,445	E.ON	1,767	1.24
76,732	Fresenius	4,714	3.31
41,011	Henkel Non Voting Preference	1,873	1.31
281,547	Infineon Technologies	1,746	1.23
59,097	Kabel Deutschland	2,293	1.61
97,007	SAP	4,166	2.92
123,391	Software	2,670	1.87
50,715	Symrise	914	0.64
		32,956	
Ireland; Republic of (3.06%; 2011 2.01%)			
53,122	Kerry Group 'A'	1,471	1.03
797,587	Ryanair	2,899	2.03
		4,370	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Italy (1.59%; 2011 1.98%)			
107,171	Fiat Industrial	739	0.52
1,554,291	Intesa San Paolo	1,525	1.07
		<hr/>	
		2,264	
		<hr/>	
Luxembourg (2.62%; 2011 4.09%)			
96,594	ArcelorMittal	1,085	0.76
171,944	SES Global FDR	2,653	1.86
		<hr/>	
		3,738	
		<hr/>	
Netherlands (13.05%; 2011 16.00%)			
763,318	Aegon	2,337	1.64
66,118	DSM	2,316	1.63
669,630	ING	3,095	2.17
139,482	Royal Dutch Shell 'A'	2,983	2.09
267,384	Unilever	5,458	3.83
217,427	Wolters Kluwer	2,403	1.69
		<hr/>	
		18,592	
		<hr/>	
Norway (1.30%; 2011 2.57%)			
215,535	Petroleum Geo-Services	1,850	1.30
		<hr/>	
		1,850	
		<hr/>	
Portugal (1.43%; 2011 2.04%)			
212,703	Galp Energia	2,035	1.43
		<hr/>	
		2,035	
		<hr/>	
Spain (1.02%; 2011 1.90%)			
124,397	Amadeus IT Holding	1,447	1.02
		<hr/>	
		1,447	
		<hr/>	
Sweden (1.36%; 2011 2.77%)			
313,877	Ericsson (LM) Tel 'B'	1,931	1.36
		<hr/>	
		1,931	
		<hr/>	
Switzerland (17.40%; 2011 15.83%)			
53,162	Adecco	1,647	1.16
94,089	Credit Suisse	1,581	1.11
29,486	Dufry	2,270	1.59
181,739	Novartis	6,214	4.36
69,746	Roche Holdings	7,566	5.31
264,994	UBS	2,147	1.51
22,363	Zurich Financial Services	3,363	2.36
		<hr/>	
		24,788	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
	United Kingdom (0.87%; 2011 2.02%)		
436,155	Group 4 Securicor	1,242	0.87
		1,242	
	Portfolio of Investments	135,599	95.17
	Net other assets	6,886	4.83
	Net assets	142,485	100.00

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £37,549,000 (15.04.11: £117,301,000) and the total sales, net of transaction charges amounted to £43,819,000 (15.04.11: £140,822,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		1,814		12,265
Revenue	1,162		1,105	
Expenses	(696)		(896)	
Finance costs: Interest	—		—	
Net revenue before taxation	466		209	
Taxation	(154)		(53)	
Net revenue after taxation		312		156
Total return before distributions		2,126		12,421
Finance costs: Distributions		(333)		(200)
Change in net assets attributable to shareholders from investment activities		1,793		12,221

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		149,341		187,819
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,995		2,274	
Less: Amounts payable on cancellation of shares	(10,857)		(19,081)	
		(8,862)		(16,807)
Change in net assets attributable to shareholders from investment activities (see above)		1,793		12,221
Retained distribution on accumulation shares		214		126
Stamp duty reserve tax		(1)		—
Closing net assets attributable to shareholders		142,485		183,359

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £149,341,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		135,599		140,037
Debtors	1,565		758	
Cash and bank balances	<u>9,913</u>		<u>10,861</u>	
Total other assets		<u>11,478</u>		<u>11,619</u>
Total assets		147,077		151,656
LIABILITIES				
Creditors	(4,479)		(2,006)	
Distribution payable on income shares	<u>(113)</u>		<u>(309)</u>	
Total liabilities		(4,592)		(2,315)
Net assets attributable to shareholders		<u>142,485</u>		<u>149,341</u>

Aviva Investors Global Property Fund

Investment Objective

To achieve a stable income return along with long term capital growth.

Investment Policy

The Fund seeks to achieve its investment objective primarily through investment in global real estate investment trusts ('REIT') or other listed global real estate companies. The equity securities in which the Fund will invest for this purpose consist of common stocks, shares of beneficial interest of REITs and securities with common stock characteristics, such as preferred stocks or convertible securities.

Fund Manager's Report

The Fund (share class 1) returned 11.4% over the reporting period, in comparison with an average return of 5.4% from its peers in the IMA* Global Property sector.

The global real estate securities market performed strongly over the period in spite of the difficult macroeconomic environment, characterised by a flurry of political events. Real estate securities proved to provide attractive performance due to their defensive characteristics.

During the fourth quarter of 2011 the global real estate securities market was driven by the US REIT market as employment and manufacturing data picked up and the direct real estate market showed modest signs of growth. In contrast, European real estate securities lagged behind as investors grew increasingly nervous about euro sovereign debt uncertainty. In Asia, performance continued to be highly divergent. The Chinese market recovered lost ground following the interest rate cuts. The Singaporean market also performed well in spite of the government's measures to prevent the residential market from overheating. However, Japan proved to be the main outlier from the positive performing trend as a flux of new equity issuances dampened prices and mutual funds saw redemptions.

From the first quarter of 2012 the positive trend of the market continued, but driven by different regions. The markets in Asia outperformed the Europe region, while North America lagged. In Asia the strongest performing regions were Japan and Singapore. The Japanese market performed well on the back of the general equity market upturn, the policy easing and the announcement that J REITs in the future will be able to buy back shares in combination with an improvement of the corporate governance in the sector. In Singapore the markets performed well, recovering from a weak fourth quarter of 2011. In the last quarter of the year the Singapore government announced several measures to curb the price inflation of the residential sector, impacting the residential developers and the broad sector.

During the period we made several changes to the Fund's holdings. In the Asia-Pacific region, we strengthened the Fund's exposure to Australian companies by acquiring a position in the Westfield Group. We also reduced exposure to Singapore, Hong Kong and China following the recent rallies there. We believe that whereas Japan could prove to be relative stable in an uncertain global outlook given its low valuations, open economies such as Singapore and Hong Kong are more likely to suffer. Meanwhile in the US we restructured the Fund's positions within the mall and the healthcare sectors. We also trimmed several US positions to strengthen the Fund's allocation to Canada. In Europe, we further reduced the Fund's exposure on the back of the continued uncertainty around the region's financial stability.

Looking ahead, we expect the global macro-economic backdrop to remain challenging. We are most positive on Australia and Canada as their economies are relative stable and their banking sectors are less affected by the global financial crisis. Quality is a predominant theme across the different regions in the Fund: quality in income, balance sheets, assets and management teams. Many investors are looking to preserve capital in this uncertain environment, and so we see strong demand for assets that are best in class with a superior income profile. We are also particularly positive on companies that provide a transparent, high and stable dividend yield. We believe that the visibility of near-term income is much more attractive than future development gains that developers may deliver. So we also continue to have exposure to companies with conservative financing policies and a longer duration of their debt portfolio and well-diversified sources of financing and timing of refinancing.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Source: Lipper Hindsight NAV to NAV with net income reinvested. Past performance is not a guide to the future.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
HCP	Ventas
Equity Residential	Public Storage
Kimco Realty	Vornado Realty Trust
Extra Space Storage	Prologis
Dupont Fabros Technology	Digital Realty Trust
EastGroup Properties	GSW Immobilien
Sun Hung Kai Properties	Avalonbay Communities
Simon Property	Simon Property
Health Care REIT	Host Hotels & Resorts
Cubesmart	Link REIT

Investment Performance

Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	708	1,948,311	36.35
	15.10.10	1,132	2,623,373	43.14
	15.10.11	1,605	3,941,459	40.71
	15.04.12	1,971	4,379,012	45.01
Class 3	15.10.09	17,303	23,801,478	72.70
	15.10.10	22,457	26,023,543	86.29
	15.10.11	23,325	28,651,651	81.41
	15.04.12	27,178	30,189,340	90.02

* Valued at bid market prices.

Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	3,216	8,293,029	38.78
	15.10.10	5,644	12,118,299	46.57
	15.10.11	5,560	12,490,009	44.51
	15.04.12	8,770	17,678,652	49.61

* Valued at bid market prices.

Share Price Record – Income Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	56.95	42.02
	2008	46.57	23.02
	2009	37.91	21.27
	2010	44.73	35.33
	2011	47.28	38.27
	2012**	46.81	42.43
Class 3	2007	114.15	84.20
	2008	93.19	46.08
	2009	75.98	42.73
	2010	89.64	70.88
	2011	94.78	76.79
	2012**	93.98	85.02

* Valued at mid market prices.

** Up to 15 April 2012.

Share Price Record – Accumulation Shares

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	56.95	42.53
	2008	47.56	23.92
	2009	40.44	21.27
	2010	48.28	37.69
	2011	51.40	41.61
	2012**	51.19	46.52

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.66%	1.68%
Class 3	0.66%	0.68%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

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 2 January 2007.

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1	2007	0.6194	12.07
	2008	0.9298	18.12
	2009	0.7830	15.26
	2010	0.4972	9.69
	2011	0.5388	10.50
	2012*	0.3685	7.18
Class 3	2007	2.1508	20.93
	2008	2.4648	23.99
	2009	2.0733	20.18
	2010	1.8405	17.91
	2011	1.9469	6.90
	2012*	0.9872	7.69

* Up to 15 June 2012 (the interim distribution payment date).

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	0.6211	12.10
	2008	0.9461	18.44
	2009	0.8196	15.97
	2010	0.5320	10.37
	2011	0.1963	3.83
	2012*	0.3871	6.04

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (9.77%; 2011 9.74%)			
1,217,847	Dexus Property	713	1.88
247,498	General Property Trust	513	1.35
327,287	Westfield	1,907	5.03
330,871	Westfield Retail Investment Trust	571	1.51
		<hr/>	
		3,704	
		<hr/>	
Canada (6.51%; 2011 5.37%)			
28,122	Allied Properties Real Estate Investment Trust	467	1.23
13,324	Boardwalk	487	1.28
25,380	Canadian Apartment Properties REIT	370	0.98
19,007	Canadian Real Estate Investment	458	1.21
26,177	First Capital Realty	294	0.78
27,675	Primaris Real Estate Investment Trust	389	1.03
		<hr/>	
		2,465	
		<hr/>	
Channel Islands; Guernsey (0.21%; 2011 0.87%)			
25,704	Atrium European Real Estate	78	0.21
		<hr/>	
		78	
		<hr/>	
Channel Islands; Jersey (0.16%; 2011 0.18%)			
62,380	Max Property	61	0.16
		<hr/>	
		61	
		<hr/>	
France (4.36%; 2011 2.96%)			
23,378	Klepierre	500	1.32
9,766	Unibail	1,154	3.04
		<hr/>	
		1,654	
		<hr/>	
Germany (1.21%; 2011 0.23%)			
33,380	Alstria Office	228	0.60
67,735	Prime Office REIT	233	0.61
		<hr/>	
		461	
		<hr/>	
Hong Kong (9.05%; 2011 11.76%)			
249,441	Hang Lung Properties	583	1.54
87,791	Hong Kong Land	338	0.89
164,380	Hysan Development	422	1.11
66,211	Link REIT	157	0.41
138,513	Sun Hung Kai Properties	1,075	2.83
249,282	Wharf	861	2.27
		<hr/>	
		3,436	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.98%; 2011 9.90%)			
164	Advance Residence REIT	196	0.52
38	Japan Real Estate Investment	209	0.55
101,971	Mitsubishi Estate	1,107	2.92
89,000	Mitsui Fudosan	1,024	2.70
47	Nippon Accommodations	195	0.51
38	Nippon Building Fund	222	0.59
31,400	Sumitomo Realty & Development	452	1.19
		<hr/>	
		3,405	
Norway (0.95%; 2011 1.06%)			
391,726	Norwegian Property	361	0.95
		<hr/>	
		361	
Singapore (4.41%; 2011 4.97%)			
416,064	Ascendas REIT	419	1.10
525,000	CapitaMall Trust	478	1.26
233,000	Global Logistic Properties	254	0.67
1,169,908	Mapletree Commercial Trust	522	1.38
		<hr/>	
		1,673	
Sweden (0.52%; 2011 1.11%)			
25,168	Catellum	199	0.52
		<hr/>	
		199	
United Kingdom (3.55%; 2011 3.91%)			
136,907	British Land	652	1.72
16,675	Derwent London	293	0.77
55,579	Land Securities	401	1.06
		<hr/>	
		1,346	
United States of America (47.94%; 2011 43.83%)			
25,407	Acadia Realty Trust	351	0.93
11,727	Alexandria Real Estate	527	1.39
23,420	American Campus	651	1.72
10,034	American Tower	402	1.06
14,504	Boston Properties	929	2.45
12,589	Camden Property Trust REIT	511	1.35
62,062	CubeSmart	456	1.20
54,815	Developers Diversified Realty	488	1.29
44,391	Diamondrock Hospitality	286	0.75
51,308	Duke Realty	456	1.20
34,018	Dupont Fabros Technology	505	1.33
16,547	Eastgroup Properties	505	1.33
29,532	Equity Residential Properties Trust	1,122	2.96
8,269	Essex Property Trust	782	2.06
36,431	Extra Space Storage	645	1.70
51,563	Glimcher Realty Trust	320	0.84
51,436	Health Care Property Investors	1,261	3.33
28,606	Health Care REIT	964	2.54
15,644	Kilroy Realty	450	1.19
56,308	Kimco Realty	648	1.71
17,714	LaSalle Hotel Properties	309	0.81

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (47.94%; 2011 43.83%) (continued)			
18,013	Macerich	658	1.74
10,987	Mid-America Apartment Communities	454	1.20
10,859	Pebblebrook Hotel Trust	152	0.40
12,919	Post Properties	367	0.97
4,630	Prologis	98	0.26
26,258	Simon Property	2,403	6.34
12,706	SL Green Realty	593	1.56
5,461	Starwood Hotels and Resorts Worldwide	193	0.51
39,422	Sunstone Hotel Investors	245	0.65
23,900	Tanger Factory Outlet Centres REIT	444	1.17
		<hr/>	
		18,175	
		<hr/>	
	Portfolio of Investments	37,018	97.62
		<hr/>	
	Net other assets	901	2.38
		<hr/>	
	Net assets	37,919	100.00
		<hr/>	

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £19,104,000 (15.04.11: £13,825,000) and the total sales, net of transaction charges amounted to 15,205,000 (15.04.11: £11,840,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		3,232		225
Revenue	585		513	
Expenses	(150)		(141)	
Finance costs: Interest	—		—	
Net revenue before taxation	435		372	
Taxation	(75)		(33)	
Net revenue after taxation		360		339
Total return before distributions		3,592		564
Finance costs: Distributions		(360)		(339)
Change in net assets attributable to shareholders from investment activities		3,232		225

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		30,490		29,233
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	4,745		2,991	
Less: Amounts payable on cancellation of shares	(616)		(1,076)	
		4,129		1,915
Change in net assets attributable to shareholders from investment activities (see above)		3,232		225
Retained distribution on accumulation shares		68		43
Closing net assets attributable to shareholders		37,919		31,416

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £30,490,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		37,018		29,869
Debtors	376		557	
Cash and bank balances	910		517	
Total other assets		1,286		1,074
Total assets		38,304		30,943
LIABILITIES				
Creditors	(71)		(190)	
Distribution payable on income shares	(314)		(263)	
Total liabilities		(385)		(453)
Net assets attributable to shareholders		37,919		30,490

Aviva Investors International Index Tracking Fund

Investment Objective

To track the total return (after charges) of the FTSE® World (ex UK) Index.

Investment Policy

To invest in international equities employing a combination of sampling and full replication strategies across the equity markets which comprise the FTSE® World (ex UK) Index.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 9.14 per cent (share class 1), net of fees. By comparison, the FTSE® World ex-UK index returned 8.13 per cent.

Global equities advanced over the review period, underpinned by strong company results and global economic data which in the majority of instances surpassed expectations. Demand for riskier assets such as shares, and economic activity, have both in turn been underpinned by loose monetary policy in the West, especially the European Central Bank's efforts to prevent a collapse of the region's financial system.

The world economic outlook has improved somewhat in recent weeks. Data out of the United States has continued to strengthen while even in Europe we have seen better news, with fears that output in the region was poised to fall off the edge of a cliff appearing misplaced, at least for now.

Although we remain concerned about the euro zone, our central case is that Europe will not drag the global economy into recession with it. With leading central banks making every effort to support activity we expect global growth of around three per cent in 2012, slightly lower than in 2011. Against that backdrop, and with many investors still taking a relatively cautious view of how this year is likely to shape up, we do not believe equities are overvalued, despite the stellar gains recorded in recent months and notwithstanding the danger that corporate earnings growth will not be as supportive going forward as it has been over the past three years.

Equities began to run into a wave of profit taking towards the end of the review period. Given the extent to which they had surged over the previous six months, we would not be surprised to see more investors taking profits in the near term. But we do not expect shares to plunge from current levels. That is because valuations do not look excessive when compared to less-risky assets which are being propped up by expectations that monetary conditions will remain loose for the foreseeable future.

May 2012

Sources: Fund performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Index returns from RIMES.

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

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 stocks.

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Material Portfolio Changes

Purchases	Sales
Kinder Morgan Delaware	ExxonMobil
PTT Public	Apple
PTT Exploration & Production	Compania Vale Do Rio Doce ADR
LyondellBasell Industries	International Business Machines
Siam Commercial Bank Public	Microsoft
AIA	Procter & Gamble
Canadian Oil Sands	Chevron
Pharmasset	General Electric
Penn West Petroleum	Intel
ONEOK	Pfizer

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1 (Acc)	15.10.09	147,764	209,150,844	70.65
	15.10.10	155,077	203,542,770	76.19
	15.10.11	147,473	198,378,772	74.34
	15.04.12	121,106	149,245,556	81.15
Class 2 (Acc)	15.10.09	17,521	24,200,862	72.40
	15.10.10	15,255	19,455,990	78.41
	15.10.11	11,632	15,136,631	76.85
	15.04.12	12,358	14,698,291	84.07
Class 3 (Acc)	15.10.09	133,612	96,029,461	139.14
	15.10.10	154,769	102,475,186	151.03
	15.10.11	163,361	110,088,951	148.39
	15.04.12	179,790	110,602,975	162.55

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1 (Acc)	2007	75.92	67.45
	2008	74.92	49.07
	2009	72.91	47.26
	2010	83.03	68.22
	2011	85.26	68.98
	2012***	84.09	76.21
Class 2 (Acc)	2008**	76.45	50.13
	2009	74.79	48.34
	2010	85.51	70.12
	2011	88.02	71.25
	2012***	87.10	78.86
Class 3 (Acc)	2007	147.76	130.74
	2008	146.31	96.18
	2009	143.79	92.79
	2010	164.81	134.99
	2011	169.86	137.55
	2012***	168.37	152.37

* Valued at mid market prices.

** From 13 May 2008 (date of launch).

*** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	0.95%	0.96%
Class 2	0.50%	0.51%
Class 3	0.25%	0.26%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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 (13 May 2008 for Share Class 2).

Share class	Calendar year	Net revenue per share (p)	Per £1,000 invested (£)
Class 1 (Acc)	2007	0.6597	9.68
	2008	0.9841	14.44
	2009	0.9608	14.10
	2010	0.8820	12.94
	2011	1.0837	15.90
	2012**	0.4274	6.27
Class 2 (Acc)	2008*	0.5452	7.27
	2009	1.2079	16.11
	2010	1.2406	16.52
	2011	1.4856	19.78
	2012**	0.6256	8.33
Class 3 (Acc)	2007	2.0543	15.55
	2008	2.6683	20.20
	2009	2.5693	19.45
	2010	2.7467	20.80
	2011	3.2570	24.66
	2012**	1.4037	10.63

* From 13 May 2008 (date of launch).

** Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (3.601%; 2011 3.817%)			
10,140	Adelaide Brighton	20	0.006
8,790	AGL Energy	85	0.027
51,533	Alumina	41	0.013
23,404	Amcor	115	0.037
53,487	AMP	150	0.048
2,533	Ansell	25	0.008
50,400	ANZ National Bank	757	0.242
9,600	Aristocrat Leisure	20	0.006
20,000	Asciano	62	0.020
6,288	Australand Property	11	0.004
3,329	Australian Stock Exchange	70	0.022
4,280 †	Bank of Queensland	19	0.006
6,860	Bendigo and Adelaide Bank	33	0.011
61,528	BHP Billiton	1,387	0.443
38,500	BlueScope Steel	10	0.003
15,000	Boral	38	0.012
28,366	Brambles	131	0.042
2,970	Caltex Australia	26	0.008
40,560	CFS Gandel Retail Trust	49	0.016
9,640	Challenger Financial Services	23	0.007
10,720	Charter Hall Office REIT	22	0.007
10,855	Coca Cola Amatil	88	0.028
1,200	Cochlear	48	0.015
29,883	Commonwealth Bank of Australia	980	0.313
53,220	Commonwealth Property Office	35	0.011
10,650	Computershare	60	0.019
4,310	Consolidated Media	9	0.003
10,910	Crown	62	0.020
10,120	CSL	240	0.077
9,183	CSR	10	0.003
92,777	Dexus Property	54	0.017
5,000	Downer EDI	12	0.004
7,621	DuluxGroup	15	0.005
13,130	Echo Entertainment	39	0.012
1,000	Energy Resources of Australia	1	0.000
23,930	Envestra (Stapled)	12	0.004
15,110	Fairfax Media	7	0.002
1,440	Flight Centre	20	0.006
23,690	Fortescue Metals	92	0.029
35,580	General Property Trust	74	0.024
28,356	Goodman	66	0.021
29,390	Goodman Fielder	13	0.004
17,590 †	Gunns	2	0.001
6,500	GWA International	8	0.003
15,180	Harvey Norman	19	0.006
8,500	Iluka Resources	99	0.032
31,150	Incitec Pivot	65	0.021
39,720	Insurance Australia	89	0.028
5,010	IOOF Holdings	19	0.006
3,250 †	Leighton	44	0.014
10,845	Lend Lease	50	0.016
36,990	Lynas	27	0.009
9,980	Macquarie Atlas Road	11	0.004
6,630	Macquarie Bank	126	0.040
16,080	Metcash	41	0.013
65,494	Mirvac	52	0.017

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (3.601%; 2011 3.817%) (continued)			
42,199	National Australia Bank	684	0.218
5,220	New Hope Corp	17	0.005
14,622	Newcrest Mining	280	0.089
3,800	Nufarm	12	0.004
25,080	Oil Search	114	0.036
33,180	Onesteel	26	0.008
6,981	Orica	124	0.040
20,403	Origin Energy	178	0.057
6,611	Oz Minerals	42	0.013
15,000	Paladin Energy	18	0.006
1,100	Perpetual Trustees	18	0.006
22,400	Qantas Airways	24	0.008
20,950	QBE Insurance	186	0.059
3,250	Ramsay Health Care	42	0.013
8,350	Rio Tinto	360	0.116
17,775	Santos	163	0.052
2,400	Seven West Media	6	0.002
3,800	Sims Metal Management	37	0.012
7,800	Sonic Healthcare	64	0.020
29,000	SP Ausnet	20	0.006
45,690	Stockland Trust	89	0.028
24,665	Suncorp–Metway	132	0.042
21,709	Sydney Airport	40	0.013
13,130	Tab Corporation	24	0.008
26,720	Tatts Group	43	0.014
84,070	Telstra	184	0.059
11,390	Ten Network	6	0.002
14,920	Toll	56	0.018
27,630	Transurban	102	0.033
13,888	Treasury Wine Estates	39	0.012
19,185	Wesfarmers	370	0.118
2,915	Wesfarmers PPS	58	0.019
44,250	Westfield	258	0.082
58,560	Westfield Retail Investment Trust	101	0.032
58,103	Westpac Banking	840	0.268
5,360	Whitehaven Coal	21	0.007
11,410	Woodside Petroleum	259	0.083
23,249	Woolworths	391	0.125
20,000	Woolworths Holdings	78	0.025
4,630	Worley Parsons	87	0.028
		<hr/>	
		11,276	
		<hr/>	
Austria (0.137%; 2011 0.139%)			
840	Andritz (Post Split)	53	0.017
5,433	Erste Bank der Österreichischen	73	0.023
12,600	Immoeast	0	0.000
22,610	Immofinanz Immobilien Anlagen	50	0.016
3,210	OMV	67	0.022
1,270	Raiffeisen International Bank	25	0.008
6,370	Telekom Austria	45	0.014
1,470	Verbund 'A'	26	0.008
895	Vienna Insurance	23	0.007
3,300	Voest–Alpine	67	0.022
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		429	
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Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Belgium (0.430%; 2011 0.411%)			
50,300	Ageas	63	0.020
15,290	Anheuser-Busch InBev	692	0.221
960	Bekaert	18	0.005
3,260	Belgacom	63	0.020
1,400	Colruyt	35	0.011
2,114	Delhaize	65	0.021
12,937	Dexia	3	0.001
120	Fortis Bank (Nederland) VVPR Strip	0	0.000
1,692	Groupe Bruxelles Lambert	77	0.025
82	Groupe Bruxelles Lambert VVPR Strip	0	0.000
4,260	KBC	52	0.017
500	Mobistar	15	0.005
910	Solvay	67	0.021
1,800	Telenet	45	0.014
2,620	UCB	73	0.023
2,300	Umicore	80	0.026
		<hr/>	
		1,348	
Bermuda (0.252%; 2011 0.266%)			
2,480	Axis Capital	52	0.016
27,000	China Yurun Food	22	0.007
1,040	Everest Re	62	0.020
242,300	Gome Electrical Appliances	31	0.010
27,000	Huabao International	10	0.003
8,640	Invesco	138	0.044
10,895	Marvell Technology	105	0.033
98,000	Mongolia Energy	5	0.002
40,000	Nine Dragons Paper	22	0.007
104,000	Noble	69	0.022
5,000	Orient Overseas International	23	0.007
1,290	PartnerRe	55	0.018
990	RenaissanceRe	47	0.015
6,380	Seadrill	149	0.048
		<hr/>	
		790	
Brazil (2.450%; 2011 2.479%)			
2,980	AES Tiete Preference Shares 'A'	27	0.009
14,880	All America Latina Logistica	47	0.015
41,480	Banco Bradesco (ADR)	447	0.143
21,900	Banco Do Brazil	188	0.060
3,840	Banco Estado Rio Grande Sul Preference Shares	24	0.008
14,570	Banco Santander Brazil	83	0.026
40,000	BM&F Bovespa	153	0.049
9,650	BR Malls Participacoes	76	0.024
4,910	Bradespar	60	0.019
16,730	Brasil Foods	197	0.063
5,630	Braskem	28	0.009
11,810	Centrais Electricas Brasileiro Petrobras	65	0.021
4,920	Centrais Electricas Brasileiro Petrobras Preference Shares 'B'	38	0.012
5,470	Cetip	55	0.018
4,728	Cielo	106	0.034
4,137	Companhia de Bebidas das Americas	92	0.029
21,860	Companhia de Bebidas das Americas (ADR)	586	0.187
36,000	Companhia de Concessoes Rodoviaras	185	0.059
560	Companhia de Gas de Sao Paulo Preference Shares 'A'	9	0.003

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Brazil (2.450%; 2011 2.479%) (continued)			
1,480	Companhia de Saneamento Basico do Estado de Sao Paulo	35	0.011
8,332	Companhia Energetica de Minas Gerais (ADR)	133	0.043
3,410	Companhia Energetica de Sao Paulo.	42	0.014
2,770	Companhia Paranaense de Energia Preference Shares 'B'	42	0.014
24,080	Companhia Siderurgica Nacional (ADR)	141	0.045
9,950	Companhia Souza Cruz Industria	92	0.029
51,000	Companhia Vale Do Rio Doce (ADR)	746	0.238
3,530	Cosan SA Industria e Comercio	39	0.012
2,300	CPFL Energia	21	0.007
6,860	Cyrela Brazil Realty	38	0.012
3,640	Ecorodovias Infraestrutura e Logistica	20	0.006
4,140	EDP Energias do Brasil	19	0.006
2,190	Eletropaulo Metropolitana Eletricidade	26	0.008
5,300	Embraer (ADR)	116	0.037
4,050	Fibria Celulose	21	0.007
26,000	Gerdau (ADR)	157	0.050
100	HRT Participacoes em Petroleo	19	0.006
5,930	Hypermarcas	25	0.008
4,390	Itau Unibanco Holding	43	0.014
49,390	Itau Unibanco Holding (ADR)	555	0.177
51,824	Itausa – Investimentos Itau	190	0.061
16,450	JBS	41	0.013
2,200	Light	18	0.006
2,630	Lojas Renner	53	0.017
5,950	Metalurgica Gerdau	46	0.015
5,210	MRV Engenharia	23	0.007
1,800	Multiplan Empreendimentos	25	0.008
4,600	Natura Cosmeticos	69	0.022
28,090	OGX Petroleo e Gas Participacoes	135	0.043
2,416	OI (ADR)	9	0.003
6,510	OI Preference Shares	20	0.006
8,257	OI Preference Shares ADR	76	0.024
2,500	OSX Brasil	13	0.004
23,780	PDG Realty	44	0.014
71,350	Petroleo Brasileiro Petrobras	564	0.180
107,410	Petroleo Brasileiro Petrobras Preference Shares	812	0.259
2,840	Porto Seguro	19	0.006
10,930	Redecard	132	0.042
5,550	Suzano Papel Preference Shares 'A'	14	0.004
2,170	TAM	33	0.011
4,860	Telefonica Brasil	92	0.029
3,530	Telefonica Brasil (ADR)	67	0.021
2,375	Tim Participacoes (ADR)	49	0.016
5,650	Tractebel Energia	64	0.020
7,480	Ultrapar Participacoes	104	0.033
4,390	Usinas Siderurgicas de Minas Gerais	25	0.008
24,000	Usinas Siderurgicas de Minas Gerais (ADR)	96	0.031
6,680	WEG	45	0.015
		<hr/>	
		7,674	
Canada (4.352%; 2011 4.458%)			
3,380	Agnico Eagle Mines	73	0.023
3,020	Agrium	164	0.052
5,580	Arc Resources	72	0.023
10,760	Bank of Montreal	399	0.127

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Canada (4.352%; 2011 4.458%) (continued)			
1,438 \$	Bank of Montreal	53	0.017
20,580	Bank of Nova Scotia	719	0.230
19,145	Barrick Gold	508	0.162
4,949	BCE	124	0.040
27,440	Bombardier 'B'	70	0.022
11,967	Brookfield Asset Management 'A'	231	0.074
7,925	Brookfield Office Properties	85	0.027
7,520	Cameco	99	0.032
7,580	Canadian Imperial Bank	361	0.115
8,634	Canadian National Railways	430	0.137
21,020	Canadian Natural Resources	438	0.140
9,390	Canadian Oil Sands	123	0.039
3,215	Canadian Pacific Railway	154	0.049
1,650	Canadian Tire 'A'	72	0.023
1,670	Canadian Utilities 'A'	71	0.023
14,392	Cenovus Energy	312	0.100
4,430	CGI 'A'	61	0.019
4,160	CI Financial	61	0.019
5,230	Crescent Point Energy	139	0.044
10,490	Eldorado Gold	95	0.030
14,840	Enbridge	363	0.116
14,232	Encana	163	0.052
380	Fairfax Financial	94	0.030
3,270	Finning International	56	0.018
8,700	First Quantum Minerals	123	0.039
3,570	Fortis	73	0.023
1,090	George Weston	42	0.014
15,480	Goldcorp	408	0.130
5,430	Great West Lifeco	85	0.027
5,460	Husky Energy	85	0.027
8,070	IAM Gold	65	0.021
2,490	IGM Financial	73	0.023
6,510	Imperial Oil	180	0.057
2,450	Intact Financial	96	0.031
5,445	Ivanhoe Mines	46	0.015
21,680	Kinross Gold	130	0.041
2,400	Loblaws	50	0.016
4,640	Magna International 'A'	134	0.043
22,840	Manulife Financial (Canada)	193	0.062
11,140	Manulife Financial (US)	94	0.030
2,750	MEG Energy	66	0.021
3,095	National Bank of Canada	154	0.049
10,070	Nexen	116	0.037
990	Niko Resources	22	0.007
6,160	Osisko Mining	42	0.014
5,170	Pacific Rubiales Energy	94	0.030
9,130	Penn West Petroleum	101	0.032
16,355	Potash Corp of Saskatchewan	447	0.143
7,845	Power Corp of Canada	133	0.042
5,400	Power Financial	101	0.032
10,060	Research In Motion	84	0.027
5,120	Riocan REIT	87	0.028
2,690	Rogers Communications 'B'	68	0.022
27,280	Royal Bank of Canada	980	0.313
3,200	Saputo	89	0.029
7,870	Shaw Communications 'B'	103	0.033

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Canada (4.352%; 2011 4.458%) (continued)			
4,170	Shoppers Drug Mart	115	0.037
6,760	Silver Wheaton	136	0.044
2,890	SNC Lavalin	73	0.023
11,130	Sun Life Financial	173	0.055
29,877	Suncor Energy	585	0.187
19,740	Talisman Energy	158	0.050
11,100	Teck Cominco 'B'	258	0.082
1,115	Telus	41	0.013
700	Telus Non Vtg	25	0.008
8,010	Thomson Reuters	143	0.046
3,070	Tim Hortons	104	0.033
16,930	Toronto-Dominion Bank	893	0.285
4,240	Transalta	47	0.015
13,352	TransCanada	361	0.115
3,000	Ultra Petroleum	37	0.012
5,760	Valeant Pharmaceuticals	193	0.062
14,200	Yamana Gold	138	0.044
		<hr/>	
		13,634	
		<hr/>	
Cayman Islands (0.188%; 2011 0.135%)			
33,000 †	Alibaba.com	35	0.011
22,000	Anta Sports Products	14	0.004
64,000 †	Chaoda Modern Agriculture	6	0.002
61,000	China Dongxiang	5	0.002
45,500	China Rongsheng Heavy Industries	7	0.002
167,000	GCL Poly Energy	29	0.009
80,000	Geely Automobile	21	0.007
13,000	Golden Eagle Retail	21	0.007
2,250	Herbalife	97	0.031
2,000	Hopewell Highway Infrastructure	1	0.000
50,000	Hutchison Telecommunications Hong Kong	13	0.004
24,000	KWG Property	10	0.003
17,500	Li Ning	11	0.004
15,000	Lifestyle International	23	0.007
19,000	Parkson Retail	13	0.004
200,000	Renhe Commercial Holdings	8	0.003
46,400	Sands China	117	0.037
113,000	Want Want China	80	0.026
5,710	XL Capital	77	0.025
		<hr/>	
		588	
		<hr/>	
China; People's Republic of (0.020%; 2011 0.018%)			
9,910	Cheung Kong Infrastructure	37	0.012
55,000	Country Gardens	15	0.005
372,000	Semiconductor Manufacturing	12	0.003
		<hr/>	
		64	
		<hr/>	
Czech Republic (0.060%; 2011 0.063%)			
4,630	CEZ	119	0.038
290	Komerční Banka	35	0.011
2,800	Telefonica Czech Republic	35	0.011
		<hr/>	
		189	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Denmark (0.547%; 2011 0.475%)			
10	AP Moller – Maersk 'A'	44	0.014
35	AP Moller – Maersk 'B'	163	0.052
2,280	Carlsberg 'B'	116	0.037
600	Coloplast 'B'	65	0.021
17,860	Danske Bank	182	0.058
4,370	DSV	61	0.019
1,200	FLSmidth	51	0.016
1,130	H. Lundbeck	14	0.004
9,440	Novo Nordisk 'B'	869	0.278
5,200	Novozymes 'B'	93	0.030
4,500	Vestas Wind System	25	0.008
500	William Demant	30	0.010
		<hr/>	
		1,713	
		<hr/>	
Finland (0.331%; 2011 0.392%)			
8,540	Fortum	118	0.038
1,280	Kesko 'B'	24	0.008
3,170	Kone 'B'	109	0.035
2,880	Metso	75	0.024
1,875	Neste Oil	14	0.004
71,802	Nokia	185	0.059
2,700	Nokian Renkaat	79	0.025
2,800	Outokumpu 'A'	3	0.001
19,600	Outokumpu 'A' (Interim Shares)	21	0.007
2,000	Rautaruukki	12	0.004
10,740	Sampo 'A'	178	0.057
13,092	Stora Enso 'R'	57	0.018
9,966	UPM-Kymmene	75	0.024
3,780	Wartsila 'B'	86	0.027
		<hr/>	
		1,036	
		<hr/>	
France (3.884%; 2011 4.371%)			
4,370	Accor	92	0.029
650	ADP	34	0.011
3,300	Air France KLM	10	0.003
5,421	Air Liquide	439	0.140
17,658	Alcatel (ADR)	23	0.007
26,766	Alcatel Lucent	34	0.011
5,630	Alstom	130	0.041
1,180	Arkema	67	0.021
1,245	Atos Origin	47	0.015
44,485	AXA	413	0.132
770	BIC	48	0.015
420	Biomerieux	21	0.007
18,132	BNP Paribas	472	0.151
110	Bolloré	15	0.005
4,531	Bouygues	80	0.026
1,050	Bureau Veritas	59	0.019
3,140	Cap Gemini	80	0.026
13,030	Carrefour	172	0.055
850	Casino Guichard-Perrachon	51	0.016
3,000	CGG Veritas	52	0.017
1,395	Christian Dior	135	0.043
220	Ciments Francais 'A'	9	0.003
3,723	CNP Assurances	33	0.011

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
France (3.884%; 2011 4.371%) (continued)			
10,178	Compagnie de Saint-Gobain	257	0.082
18,418	Credit Agricole	61	0.019
1,160	Dassault Systems	66	0.021
4,300	Edenred	83	0.026
4,990	EDF	68	0.022
1,450	Eiffage	32	0.010
220	Eramet	19	0.006
4,080	Essilor International	222	0.071
280	Euler Hermes	13	0.004
678	Eurazeo	21	0.007
1,870	Eutelsat Communications	43	0.014
1,180	Faurecia	18	0.006
635	Fonciere Des Regions REIT	31	0.010
38,091	France Telecom	320	0.102
32,354	GDF Suez	486	0.155
400	Gecina	24	0.008
12,418	Groupe Danone	520	0.166
11,310	Groupe Eurotunnel	57	0.018
165	Hermes International	34	0.011
420	Icade	23	0.007
480	Iliad	40	0.013
785	Imerys	28	0.009
360	Ipsen	6	0.002
1,400	JC Decaux	26	0.008
1,820	Klepierre	39	0.012
4,098	Lafarge	108	0.034
2,510	Lagardere	46	0.015
4,240	Legrand	91	0.029
5,780	L'Oreal	445	0.142
7,045	LVMH	754	0.241
2,538	Michelin 'B'	113	0.036
16,730	Natixis	34	0.011
3,600	Pages Jaunes	7	0.002
5,033	Pernod-Ricard	320	0.102
5,558	Peugeot	46	0.015
1,824	Pinault-Printemps-Redoute	189	0.060
2,730	Publicis Groupe	93	0.030
4,250	Renault	130	0.041
1,680	Rexel	22	0.007
4,000	Safran	87	0.028
24,950	Sanofi-Aventis	1,145	0.366
5,820	Sanofi-Aventis Contingent Rights 31/12/2020	5	0.002
10,358	Schneider Electric	403	0.129
3,900	Scor	64	0.020
540	SEB	26	0.008
14,185	Societe Generale	217	0.069
2,260	Sodexo Alliance	111	0.035
7,663	Suez Environnement	66	0.021
2,105	Technip	149	0.048
3,510	Television Francaise 1	24	0.008
1,665	Thales	37	0.012
42,823	Total	1,304	0.416
1,751	Unibail	207	0.066
1,680	Valeo	52	0.017
2,260	Vallourec	87	0.028
9,568	Veolia Environnement	87	0.028

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
France (3.884%; 2011 4.371%) (continued)			
10,673	Vinci	316	0.101
23,706	Vivendi	249	0.079
540	Wendel Investissement	26	0.008
800	Zodiac Aerospace	54	0.017
		<hr/>	
		12,167	
		<hr/>	
Germany (3.428%; 2011 3.570%)			
4,180	Adidas	205	0.065
757	Allianz (Germany)	52	0.016
7,873	Allianz (Italy)	544	0.174
17,700	BASF	919	0.293
15,854	Bayer	673	0.215
5,768	Bayerische Motoren Werke	326	0.104
1,744	Beiersdorf	71	0.023
740	Bilfinger Berger	43	0.014
830	Brenntag	62	0.020
2,000	Celesio	21	0.007
73,508	Commerzbank	102	0.032
1,530	Continental	88	0.028
20,347	DaimlerChrysler	690	0.220
17,847	Deutsche Bank	519	0.166
4,220	Deutsche Boerse	168	0.053
17,310	Deutsche Post	205	0.065
62,709	Deutsche Telekom	449	0.143
36,533	E.ON	510	0.163
750	Fraport	30	0.010
2,455	Fresenius	151	0.048
4,250	Fresenius Medical Care	185	0.059
3,530	GEA	75	0.024
600	Hamburger Hafen und Logistik	13	0.004
1,270	Hannover Re	47	0.015
3,597	HeidelbergCement	129	0.041
345 +	HeidelbergCement VVPR strip	0	0.000
2,700	Henkel	103	0.033
3,420	Henkel Non Voting Preference Shares	156	0.051
1,160	Hochtief	43	0.014
20,629	Infineon Technologies	128	0.041
3,666	K&S	116	0.037
1,930	Kabel Deutschland	75	0.024
1,759	Lanxess	87	0.028
2,453	Linde	264	0.084
4,838	Lufthansa	41	0.013
1,510	Man Group	125	0.040
1,240	Merck	84	0.027
3,107	Metro	67	0.021
3,614	Munich Re	333	0.106
2,937	Porsche	105	0.033
140	Puma	31	0.010
7,525	RWE 'A'	214	0.068
1,000	Salzgitter	33	0.011
17,626	SAP	757	0.242
17,528	Siemens	1,049	0.335
220	SMA Solar Technology	6	0.002
1,370	Software	30	0.010
1,250	Suedzucker	24	0.008

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Germany (3.428%; 2011 3.570%) (continued)			
7,400	ThyssenKrupp	109	0.035
5,717	TUI Travel	26	0.008
2,570	United Internet	29	0.009
560	Volkswagen	55	0.018
3,262	Volkswagen Non Voting Redeemable Preference Shares	355	0.113
340	Wacker Chemie	17	0.005
		<hr/>	
		10,739	
		<hr/>	
Greece (0.045%; 2011 0.056%)			
11,456	Alpha Bank	11	0.003
2,400	Coca-Cola Hellenic Bottling Company	26	0.008
9,611	EFG Eurobank Ergasias	5	0.002
3,000	Hellenic Petroleum	15	0.005
8,188	Hellenic Telecom	21	0.007
20,678	National Bank of Greece	32	0.010
4,590	OPAP	25	0.008
2,400	Public Power	6	0.002
		<hr/>	
		141	
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Hong Kong (1.761%; 2011 1.687%)			
20,000	AAC Technologies	40	0.013
29,800	Agile Property	24	0.008
232,060	AIA	512	0.163
3,800	ASM Pacific Technology	34	0.011
39,600	Bank of East Asia	93	0.030
121,000	Belle International Holdings	144	0.046
81,000	BOC Hong Kong	148	0.047
43,000	Brightoil Petroleum	7	0.002
30,000	Cathay Pacific Airways	33	0.010
54,000	Champion REIT	15	0.005
33,300	Cheung Kong	269	0.086
14,000	China High Speed Transmission Equipment	4	0.001
25,000	China Mengniu Dairy	48	0.015
35,240	CLP	187	0.060
16,000	ENN Energy	35	0.011
27,359	Esprit	36	0.010
130,000	Evergrande Real Estate	49	0.015
64,800	First Pacific	47	0.015
42,000	Fosun International	15	0.005
50,000	Foxconn Technology	21	0.007
27,000	Galaxy Entertainment	50	0.016
19,000	Hang Lung Development	76	0.024
43,000	Hang Lung Properties	101	0.032
14,615	Hang Seng Bank	123	0.039
23,870	Henderson Land Development	87	0.028
18,000	Hengan	114	0.036
5,498	HKT Trust And HKT Share Stapled Unit	3	0.001
113,995	Hong Kong & China Gas	186	0.059
30,622	Hong Kong Electric	142	0.045
20,500	Hong Kong Exchanges & Clearing	218	0.070
33,300	Hong Kong Land	128	0.041
13,000	Hopewell	22	0.007
61,310	Hutchison Whampoa	375	0.120
18,000	Hysan Development	46	0.015
4,000	Jardine Strategic	82	0.026

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Hong Kong (1.761%; 2011 1.687%) (continued)			
48,000	Johnson Electric	19	0.006
11,000	Kerry Properties	32	0.010
13,000	Kingboard Chemical Holdings	27	0.009
120,600	Li & Fung	165	0.053
43,000	Link REIT	102	0.033
22,000	Longfor Properties	22	0.007
33,000	MTR	72	0.023
93,300	New World Developments	71	0.023
22,000	NWS	21	0.007
126,494	PCCW	29	0.009
30,000	Sany Heavy Equipment	15	0.005
30,147	Shangri-La Asia	41	0.013
40,000	Shimao Property	31	0.010
60,000	Shougang Fushan Resources	12	0.004
57,000	Shui On Land	15	0.005
60,500	Sino Land	66	0.021
48,000	SJM	63	0.020
45,000	Soho China	21	0.007
37,081	Sun Hung Kai Properties	288	0.092
17,160	Swire Pacific 'A'	121	0.039
12,012	Swire Properties	19	0.006
23,000	Techtronic Industries	19	0.006
6,000	Television Broadcast	25	0.008
17,600	Tencent	322	0.103
43,160	Tingyi	75	0.024
4,000	VTech	30	0.010
29,175	Wharf	101	0.032
17,000	Wheelock & Company	33	0.011
3,000	Wing Hang Bank	19	0.006
34,000	Wynn Macau	60	0.019
58,000	Xinyi Glass	23	0.007
20,000	Yue Yuen Industrial	44	0.014
		5,517	
Hungary (0.057%; 2011 0.060%)			
1,500	Magyar Olaj es Gazipari	72	0.023
8,890	Magyar Telekom	14	0.004
6,140	OTP Bank	61	0.020
310	Richter Gideon	32	0.010
		179	
Indonesia (0.000%; 2011 0.000%)			
100 †	Bank Indonesia Raya	0	0.000
126 †	BDNI	0	0.000
		0	
Ireland; Republic of (0.505%; 2011 0.518%)			
12,260	Accenture 'A'	494	0.158
12,520 †	Anglo Irish Bank	0	0.000
4,300 †	Anglo Irish Bank	0	0.000
3,030	Cooper Industries	118	0.038
9,493	Covidien	321	0.102
10,700	Elan	91	0.029
5,691	Ingersoll-Rand	144	0.046

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Ireland; Republic of (0.505%; 2011 0.518%) (continued)			
9,130	James Hardie Industries	46	0.015
2,520	Kerry Group 'A'	70	0.022
13,944	Ryanair	51	0.016
8,040	Seagate Technology	136	0.044
3,580	Warner Chilcott	36	0.011
3,320	Willis	74	0.024
		<hr/>	
		1,581	
		<hr/>	
Israel (0.316%; 2011 0.354%)			
25,580	Avner Oil & Gas	11	0.004
21,130	Bank Hapoalim	50	0.016
31,920	Bank Leumi	63	0.020
42,590	Bezeq Israel Telecom	42	0.014
1,040	Cellcom Israel	7	0.002
4,000	Check Point Software Technologies	157	0.050
4,195	Delek Drilling	10	0.003
50	Israel	21	0.007
9,710	Israel Chemicals	69	0.022
14,670	Israel Discount Bank 'A'	12	0.004
172,225	Isramco Negev 2	15	0.005
2,370	Mizrahi Tefahot Bank	13	0.004
1,300	Nice Systems	32	0.010
180,150	Ratio Oil Exploration	10	0.003
17,035	Teva Pharmaceuticals (ADR)	477	0.152
		<hr/>	
		989	
		<hr/>	
Italy (0.969%; 2011 1.182%)			
33,910	A2A	14	0.004
29,713	Assicurazioni Generali	263	0.084
8,882	Atlantia	84	0.027
2,690	Autogrill	17	0.005
12,396	Banca Carige	9	0.003
102,990	Banca Monte Dei Paschi Di Siena	24	0.008
33,805	Banco Popolare	33	0.011
1,700	Buzzi Unicem	11	0.004
6,200	Davide Campari	27	0.009
11,390	Edison	8	0.003
134,404	Enel	275	0.088
38,350	Enel Green Power	42	0.013
52,094	ENI	705	0.225
1,703	Exor	25	0.008
1,170	Exor Preference Shares	15	0.005
15,151	Fiat	50	0.016
15,711	Fiat Industrial	108	0.033
9,428	Finmeccanica	29	0.009
222,903	Intesa San Paolo	219	0.070
1,356	Lottomatic	15	0.005
2,630	Luxottica	59	0.019
18,450	Mediaset	28	0.009
8,173	Mediobanca	26	0.008
4,590	Mediolanum	12	0.004
6,845	Pirelli	50	0.016
4,530	Prysmian	47	0.015
6,260	Saipem	190	0.061
32,361	Snam Rete Gas	91	0.029

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Italy (0.969%; 2011 1.182%) (continued)			
256,331	Telecom Italia	172	0.055
115,540	Telecom Italia Di Risp	65	0.021
28,760	Trasmissione Elettricità Rete Nazio	67	0.021
83,472	UniCredit	217	0.069
17,286	Unione di Banche Italiane	39	0.012
		<hr/>	
		3,036	
		<hr/>	
Japan (8.476%; 2011 8.953%)			
600	ABC-Mart	14	0.004
920	Acom	12	0.004
3,120	Advantest	29	0.009
11,400	Aeon	95	0.030
1,500	Aeon Credit Services	16	0.005
1,900	Aeon Mall	27	0.009
3,000	Air Water	23	0.007
3,000	Aisin Seiki	64	0.020
10,000	Ajinomoto	80	0.026
700	Alfresa	20	0.006
17,000	All Nippon Airways	30	0.010
3,000	Alps Electric	17	0.005
6,000	Amada	26	0.008
1,000	Aoyama Trading	13	0.004
13,000	Aozora Bank	21	0.007
7,000	Asahi	98	0.031
17,000	Asahi Glass	83	0.026
20,000	Asahi Kasei	76	0.024
600	Asatsu-DK	11	0.004
3,200	Asics	21	0.007
6,760	Astellas Pharma	173	0.055
600	Autobacs Seven	18	0.006
4,000	AWA Bank	15	0.005
5,450	Bank of Kyoto	30	0.010
20,000	Bank of Yokohama	62	0.020
1,500	Benesse	47	0.015
11,700	Bridgestone	171	0.055
5,300	Brother Industries	45	0.014
25,550	Canon	749	0.239
1,155	Canon Marketing	9	0.003
1,100	Capcom	16	0.005
4,000	Casio Computer	17	0.005
26	Central Japan Railway	132	0.042
900	Century Tokyo Leasing	11	0.004
13,000	Chiba Bank	50	0.016
3,000	Chiyoda	23	0.007
11,010	Chubu Electric Power	121	0.039
4,230	Chugai Pharmaceutical	47	0.015
3,000	Chugoku Bank	25	0.008
5,680	Chugoku Electric Power	65	0.021
5,000	Citizen Watch	19	0.006
1,200	Coca-Cola West Japan	13	0.004
2,400	Comys Holdings	16	0.005
12,000	Cosmo Oil	20	0.006
3,600	Credit Saison	46	0.015
10,000	Dai Nippon Printing	57	0.018
5,000	Daicel Chemical Industries	20	0.006

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
6,000	Daido Steel	24	0.008
3,000	Daihatsu Motor	34	0.011
190	Daiichi Life Insurance	155	0.049
10,236	Daiichi Sankyo	111	0.035
4,200	Daikin Industries	69	0.022
11,000	Dainippon Ink & Chemicals	13	0.004
4,000	Dainippon Screen Manufacturing	23	0.007
2,000	Dainippon Sumitomo Pharmaceutical	13	0.004
6,000	Daishi Bank	13	0.004
1,500	Daito Trust Construction	85	0.027
9,000	Daiwa House Industry	74	0.024
34,000	Daiwa Securities	83	0.026
2,400	Dena	45	0.014
11,000	Denki Kagaku Kogyo	26	0.008
8,500	Denso	167	0.053
2,700	Dentsu	52	0.017
400	Disco	15	0.005
1,200	Don Quijote	27	0.009
6,400	Dowa Mining	26	0.008
5,800	East Japan Railway	224	0.072
6,000	Ebara	14	0.004
4,300	Eisai	104	0.033
3,240	Electric Power Development	56	0.018
500	Exedy	8	0.003
2,000	Ezaki Glico	15	0.005
1,397	Family Mart	37	0.012
3,400	Fanuc	395	0.126
1,000	Fast Retailing	147	0.047
10,000	Fuji Electric	16	0.005
12,000	Fuji Heavy Industries	58	0.019
8	Fuji Media	9	0.003
7,400	Fujifilm	100	0.032
7,000	Fujikura	13	0.004
30,000	Fujitsu	93	0.030
16,525	Fukuoka Financial	45	0.014
3,000	Fukuyama Transporting	10	0.003
10,000	Furukawa Electric	17	0.005
1,200	Glory	17	0.005
1,800	GREE	28	0.009
7,000	GS Yuasa	23	0.007
6,000	Gunma Bank	19	0.006
2,000	H2O Retailing	11	0.004
7,000	Hachijuni Bank	25	0.008
560	Hakuhodo	22	0.007
1,300	Hamamatsu Photonics	32	0.010
24,000	Hankyu Hanshin Holdings	65	0.021
30,000	Haseko	14	0.004
1,000	Heiwa	13	0.004
4,000	Higo Bank	14	0.004
5,000	Hino Motors	22	0.007
500	Hirose Electric	32	0.010
9,000	Hiroshima Bank	24	0.008
1,000	Hisamitsu Pharmaceutical	27	0.009
65,400	Hitachi	264	0.084
5,000	Hitachi Cable	8	0.003
800	Hitachi Capital	7	0.002

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
2,000	Hitachi Chemical	22	0.007
1,800	Hitachi Construction Machinery	25	0.008
1,050	Hitachi High-Technologies	15	0.005
900	Hitachi Koki	5	0.002
3,000	Hitachi Metals	23	0.007
3,060	Hokkaido Electric Power	29	0.009
6,000	Hokkoku Bank	13	0.004
20,000	Hokuhoku Financial	22	0.007
3,060	Hokuriku Electric Power	35	0.011
26,000	Honda Motor	588	0.188
1,200	Hoshizaki Electric	18	0.006
1,100	House Foods	12	0.004
8,300	Hoya	117	0.037
1,500	Hulic	11	0.004
5,000	Hyakugo Bank	14	0.004
5,000	Hyakujushi Bank	14	0.004
2,400	Ibiden	36	0.011
400	Idemitsu Kosan	24	0.008
48	Inpex	194	0.062
5,720	Isetan Mitsukoshi	39	0.012
21,000	Ishikawajima-Harima	31	0.010
24,000	Isuzu Motors	86	0.027
1,400	ITO EN	16	0.005
22,800	Itochu	161	0.051
500	Itochu Techno Solutions	14	0.004
5,000	Iyo Bank	26	0.008
1,300	Izumi Company	18	0.006
8,400	J Front Retailing	27	0.009
1,000	JAFCO	15	0.005
600	Japan Petroleum Exploration	17	0.005
6,000	Japan Steel Works	24	0.008
100	Japan Tobacco	361	0.115
8,775	JFE Holdings	110	0.035
4,000	JGC	75	0.024
11,000	Joyo Bank	31	0.010
4,472	JS	54	0.017
3,700	JSR	46	0.015
7,000	JTEKT	49	0.016
6,000	Juroku Bank	12	0.004
35,848	JX Holdings	134	0.043
2,100	Kagome	26	0.008
3,000	Kagoshima Bank	12	0.004
15,000	Kajima	28	0.009
600	Kakaku.com	11	0.004
4,000	Kamigumi	20	0.006
3,000	Kaneka	11	0.004
13,600	Kansai Electric Power	136	0.043
4,000	Kansai Paint	27	0.009
8,000	Kansai Urban Banking	7	0.002
10,100	Kao	168	0.054
26,000	Kawasaki Heavy Industries	48	0.015
10,000	Kawasaki Kisen Kaisha	13	0.004
64	KDDI	257	0.082
12,000	Keihan Electric Railway	34	0.011
7,210	Keihin Electric Express Railway	38	0.012
9,000	Keio Electric Railway	39	0.012

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
5,000	Keisei Electric Railway	23	0.007
3,000	Keiyo Bank	9	0.003
831	Keyence	121	0.039
3,100	Kikkoman	22	0.007
4,420	Kinden	20	0.006
33,157	Kintetsu	76	0.024
14,000	Kirin Brewery	111	0.035
1,000	Kissei Pharmaceutical	12	0.004
500	Kobayashi Pharmaceutical	15	0.005
45,000	Kobe Steel	42	0.013
2,000	Koito Manufacturing	20	0.006
2,000	Kokuyo	9	0.003
19,300	Komatsu	354	0.113
900	Komeri	16	0.005
2,100	Konami	37	0.012
7,484	Konica Minolta Holdings	38	0.012
1,000	K's Holdings	19	0.006
12,000	Kubota	73	0.023
7,300	Kuraray	63	0.020
1,900	Kurita Water Industries	29	0.009
3,600	Kyocera	203	0.065
4,000	Kyowa Hakko Kogyo	27	0.009
6,770	Kyushu Electric Power	61	0.019
1,400	Lawson	56	0.018
800	Lintec	9	0.003
5,000	Lion	18	0.006
500	Mabuchi Motor	14	0.004
2,000	Makita	49	0.016
25,000	Marubeni	109	0.035
5,000	Marui	25	0.008
1,000	Maruichi Steel Tube	14	0.004
2,400	Matsui Securities	10	0.003
1,000	Matsumotokiyoshi	14	0.004
55,000	Mazda Motor	58	0.019
4,000	Medipal	31	0.010
968	Meiji	27	0.009
6,000	Minebea	16	0.005
1,000	Miraca Holdings	24	0.008
900	Misumi	13	0.004
23,800	Mitsubishi	338	0.108
21,500	Mitsubishi Chemicals	69	0.022
31,000	Mitsubishi Electric	161	0.051
20,000	Mitsubishi Estate	217	0.069
7,000	Mitsubishi Gas Chemical	29	0.009
65,000	Mitsubishi Heavy Industries	194	0.062
3,000	Mitsubishi Logistics	21	0.007
20,000	Mitsubishi Materials	37	0.012
79,000	Mitsubishi Motors	55	0.018
3,000	Mitsubishi Tanabe Pharma	25	0.008
271,296	Mitsubishi UFJ Financial	845	0.270
1,000	Mitsubishi UFJ Lease & Finance	26	0.008
26,200	Mitsui	266	0.086
13,000	Mitsui Chemicals	24	0.008
12,000	Mitsui Engineering & Shipbuilding	12	0.004
17,000	Mitsui Fudosan	196	0.063
13,000	Mitsui Mining & Smelting	21	0.007

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
17,714	Mitsui OSK Lines	43	0.014
1,800	Mitsumi Electric	9	0.003
451,080	Mizuho Financial	454	0.146
2,000	Mochida Pharmaceutical	15	0.005
2,000	Mori Seiki	13	0.004
12,244	MS&AD Insurance	147	0.047
4,300	Murata Manufacturing	156	0.051
500	Musashino Bank	10	0.003
1,100	Nabtesco	14	0.004
1,300	Nagase & Co	10	0.003
11,000	Nagoya Railroad	18	0.006
3,300	Namco Bandai	30	0.010
6,000	Nanto Bank	17	0.005
50,000	NEC	60	0.019
5,000	NGK Insulators	38	0.012
2,000	NGK Spark Plug	17	0.005
4,000	NHK Spring	26	0.008
4,000	Nichirei	11	0.004
2,100	Nidec	119	0.038
5,800	Nikon	107	0.034
2,000	Nintendo	179	0.057
6,600	Nippon Electric Glass	34	0.011
15,000	Nippon Express	35	0.011
3,000	Nippon Kayaku	19	0.006
3,000	Nippon Meat Packers	23	0.007
4,000	Nippon Paint	19	0.006
2,000	Nippon Paper	25	0.008
13,000	Nippon Sheet Glass	12	0.004
3,000	Nippon Shokubai	21	0.007
98,000	Nippon Steel	156	0.051
9,300	Nippon Telegraph & Telephone	263	0.084
80	Nippon Television Network	8	0.003
24,000	Nippon Yusen KK	44	0.014
13,000	Nishi-Nippon City Bank	22	0.007
6,000	Nishi-Nippon Railroad	18	0.006
3,300	Nissan Chemical Industries	19	0.006
43,300	Nissan Motor	276	0.088
800	Nissha Printing	6	0.002
3,565	Nisshin Seifun	27	0.009
14,000	Nisshin Steel	13	0.004
3,000	Nisshinbo Holdings	17	0.005
1,700	Nissin Food Products	40	0.013
600	Nitori	34	0.011
2,600	Nitto Denko	67	0.021
8,000	NKSJ Holdings	104	0.033
2,000	NOK	26	0.008
70,880	Nomura	194	0.062
1,300	Nomura Real Estate Holdings	14	0.004
3,200	Nomura Research Institute	47	0.015
8,000	NSK	36	0.011
6,000	NTN	15	0.005
17	NTT Data	36	0.011
340	NTT DoCoMo	357	0.114
30	NTT Urban Development	15	0.005
10,000	Obayashi	28	0.009
110	Obic	14	0.004

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
10,300	Odakyu Electric Railway	59	0.019
6,000	Ogaki Kyoritsu Bank	13	0.004
15,166	Oji Paper	43	0.014
3,000	Okuma	15	0.005
4,000	Olympus	40	0.013
4,600	Omron	57	0.018
1,700	Ono Pharmaceutical	59	0.019
3,000	Onward Kashiyama	14	0.004
500	Oracle Corp Japan	12	0.004
900	Oriental Land	62	0.020
2,110	Orix	123	0.039
30,000	Osaka Gas	75	0.024
300	Osaka Titanium Technologies	6	0.002
8,000	Otsuka Holdings	146	0.047
300	Otsuka Shokai	15	0.005
3,000	Pacific Metals	10	0.003
44,313	Panasonic	223	0.071
2,400	Park 24	21	0.007
2,600	QP	24	0.008
4,000	Rengo	18	0.006
36,200	Resona Holdings	102	0.033
11,000	Ricoh	64	0.020
800	Rinnai	36	0.011
2,200	Rohm	64	0.020
2,000	Rohto Pharmaceutical	15	0.005
500	Ryohin Keikaku	17	0.005
3,000	San-in Godo Bank	14	0.004
900	Sankyo	27	0.009
900	Sanrio	24	0.008
1,400	Santen Pharmaceutical	37	0.012
6,400	Sapporo Hokuyo	15	0.005
5,000	Sapporo Holdings	11	0.004
200	Sawai Pharmaceutical	13	0.004
400	SBI	22	0.007
3,300	Secom	101	0.032
3,840	Sega Sammy	51	0.016
3,000 +	Seibu Railway	0	0.000
2,600	Seiko Epson	22	0.007
3,000	Seino Holdings	13	0.004
8,000	Sekisui Chemical	44	0.014
10,000	Sekisui House	60	0.019
19,400	Senshu Ikeda Holdings	17	0.005
12,760	Seven & I	235	0.075
6,000	Seventy Seven Bank	16	0.005
16,000	Sharp	64	0.020
4,000	Shiga Bank	14	0.004
3,280	Shikoku Electric Power	59	0.019
500	Shima Seiki	6	0.002
800	Shimachu	11	0.004
5,000	Shimadzu	27	0.009
400	Shimamura	29	0.009
1,300	Shimano	48	0.015
12,000	Shimizu	29	0.009
6,150	Shin-Etsu Chemical	218	0.070
2,000	Shinko Electric Industries	12	0.004
37,000	Shinsei Bank	30	0.010

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
5,000	Shionogi	40	0.013
5,800	Shiseido	64	0.020
10,000	Shizuoka Bank	64	0.020
24,000	Showa Denko	34	0.011
2,400	Showa Shell Sekiyu	9	0.003
1,000	SMC	103	0.033
15,900	Softbank	282	0.090
27,000	Sojitz	30	0.010
19,100	Sony	213	0.068
3,300	Sony Financial Holdings	35	0.011
7,000	Sotetsu Holdings	13	0.004
1,000	Square Enix	13	0.004
2,600	Stanley Electric	25	0.008
700	Sugi Holdings	14	0.004
2,200	Sumco	14	0.004
18,000	Sumitomo	164	0.052
4,000	Sumitomo Bakelite	13	0.004
24,000	Sumitomo Chemical	63	0.020
11,400	Sumitomo Electric Industries	94	0.030
2,500	Sumitomo Forestry	14	0.004
10,000	Sumitomo Heavy Industries	33	0.011
69,000	Sumitomo Metal Industries	80	0.026
11,000	Sumitomo Metal Mining	91	0.029
27,100	Sumitomo Mitsui Financial	572	0.183
79,740	Sumitomo Mitsui Trust	155	0.049
10,000	Sumitomo Osaka Cement	19	0.006
9,000	Sumitomo Realty & Development	129	0.041
2,800	Sumitomo Rubber Industries	24	0.008
4,000	Suruga Bank	25	0.008
1,000	Suzuken	19	0.006
8,000	Suzuki Motor	117	0.037
600	Sysmex	14	0.004
9,800	T & D Holdings	68	0.022
13,000	Taiheiyo Cement	19	0.006
15,000	Taisei	24	0.008
1,300	Taisho Pharmaceutical	66	0.021
6,000	Taiyo Nippon Sanso	26	0.008
2,600	Taiyo Yuden	17	0.005
3,000	Takara Holdings	12	0.004
5,000	Takashimaya	25	0.008
900	Takata Corporation	14	0.004
11,400	Takeda Pharmaceuticals	305	0.097
1,900	TDK	64	0.021
16,000	Teijin	33	0.011
3,000	Terumo	84	0.027
2,800	THK	35	0.011
21,000	Tobu Railway	65	0.021
6,000	Toda Construction	12	0.004
2,420	Toho	28	0.009
8,000	Toho Gas	30	0.010
600	Toho Titanium	5	0.002
7,262	Tohoku Electric Power	50	0.016
4,000	Tokai Carbon	13	0.004
800	Tokai Rika	8	0.003
11,600	Tokio Marine Holdings	187	0.060
5,000	Tokuyama	10	0.003

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (8.476%; 2011 8.953%) (continued)			
800	Tokyo Broadcasting Systems	7	0.002
23,100	Tokyo Electric Power	37	0.012
2,600	Tokyo Electron	90	0.029
37,000	Tokyo Gas	111	0.036
3,000	Tokyo Steel	16	0.005
7,000	Tokyo Tatemono	17	0.005
18,000	Tokyu	52	0.017
8,000	Tokyu Land	23	0.007
5,111	Tonen General Sekiyu	29	0.009
10,000	Toppa Printing	43	0.014
23,000	Toray Industries	108	0.034
61,000	Toshiba	160	0.051
8,000	Tosoh	13	0.004
5,500	Toto	25	0.008
3,100	Toyo Seikan Kaisha	26	0.008
2,000	Toyo Suisan Kaisha	33	0.011
9,000	Toyobo	8	0.003
1,000	Toyoda Boshoku	7	0.002
1,100	Toyoda Gosei	13	0.004
2,500	Toyoda Industries	45	0.015
45,100	Toyota Motor	1,162	0.371
3,000	Toyota Tsusho	37	0.012
2,000	Trend Micro	37	0.012
1,100	Tsumura	18	0.006
12,000	UBE Industries	20	0.007
1,000	Ulvac	6	0.002
2,100	Uni-Charm	71	0.023
2,000	Uny	15	0.005
2,200	Ushio	18	0.006
450	USS	29	0.009
2,000	Wacoal	14	0.004
2,900	West Japan Railway	75	0.024
330	Yahoo Japan	64	0.021
3,400	Yakult Honsha	72	0.023
1,850	Yamada Denki	73	0.023
4,000	Yamaguchi Financial	22	0.007
3,500	Yamaha	21	0.007
5,000	Yamaha Motor	40	0.013
1,000	Yamatake	13	0.004
6,700	Yamato Holdings	63	0.020
1,200	Yamato Kogyo	21	0.007
2,000	Yamazaki Baking	18	0.006
3,000	Yaskawa Electric	17	0.006
3,900	Yokogawa Electric	23	0.007
6,000	Yokohama Rubber	27	0.009
3,000	Zeon	16	0.005
		<hr/>	
		26,550	
Korea; Republic of (2.533%; 2011 2.406%)			
100	Amorepacific	59	0.019
4,140	BS Financial Group	29	0.009
1,860	Celltrion	37	0.012
1,080	Cheil Industries	57	0.018
1,000	Daelim Industrial	66	0.021
6,950	Daewoo Engineering & Construction	39	0.012

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Korea; Republic of (2.533%; 2011 2.406%) (continued)			
4,762	Daewoo Securities	34	0.011
290	Daum Communications	19	0.006
1,540	Dongbu Insurance	41	0.013
400	Doosan Corp	32	0.010
1,200	Doosan Heavy Industries	39	0.013
399	E-mart	61	0.019
1,100	GS Engineering & Construction	58	0.019
1,010	GS Holdings	38	0.012
4,660	Hana Financial	115	0.037
2,034	Hanjin Shipping	18	0.006
2,500	Hankook Tire	59	0.019
1,600 †	Hanwha	28	0.009
1,520	Hanwha Chemical	22	0.007
340	Honam Petrochemical	63	0.020
8,000	Hynix Semiconductor (GDR)	128	0.041
750	Hyosung	25	0.008
3,000	Hyundai Development	42	0.014
2,200	Hyundai Engineering & Construction	95	0.030
1,230	Hyundai Heavy Industries	211	0.067
1,692	Hyundai Merchant Marine	29	0.009
1,400	Hyundai Mobis	229	0.073
23,733	Hyundai Motor (GDR)	464	0.148
920	Hyundai Steel	55	0.018
3,500	Industrial Bank of Korea	26	0.008
3,470	Kangwon Land	47	0.015
7,408	KB Financial	173	0.055
6,490	Kia Motors	282	0.090
16,000	Korea Electric Power (ADR)	98	0.031
5,530	Korea Exchange Bank	27	0.009
500	Korea Gas	12	0.004
1,190	Korea Investment Holdings	27	0.009
7,000	Korea Telecom (ADR)	60	0.019
310	Korea Zinc	69	0.022
1,640	KT&G	70	0.022
2,400	LG	83	0.026
949	LG Chemical	194	0.062
5,850	LG Display	90	0.029
12,140	LG Electronics (GDR)	75	0.024
190	LG Haussys	7	0.002
250	LG Household & Health Care	78	0.025
200	Lotte Shopping	41	0.013
400	LS	17	0.006
350	NCsoft	62	0.020
920	NHN	133	0.042
600	OCI	72	0.023
6,680	POSCO (ADR)	353	0.113
2,980	Samsung C&T	132	0.042
1,070	Samsung Electro-Mechanics	59	0.019
6,006	Samsung Electronics (GDR)	2,109	0.673
870	Samsung Engineering	111	0.035
910	Samsung Fire & Marine Insurance	108	0.034
4,430	Samsung Heavy Industries	94	0.030
1,300	Samsung Life Insurance	68	0.022
740	Samsung SDI	55	0.018
2,239	Samsung Securities	68	0.022
2,070	Samsung Techwin	74	0.024
225	Shinhan Financial	5	0.002

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Korea; Republic of (2.533%; 2011 2.406%) (continued)			
5,500	Shinhan Financial (ADR)	259	0.083
261	Shinsegae	38	0.012
430	SK C&C	25	0.008
671	SK Holdings	54	0.017
1,329	SK Innovation	125	0.040
10,400	SK Telecom (ADR)	90	0.029
1,900	S-Oil	117	0.037
5,900	Woori Finance Holdings	41	0.013
217	Yuhan	14	0.004
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		7,934	
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Luxembourg (0.148%; 2011 0.162%)			
1,210	Aperam	13	0.004
22,103	Arcelormittal	248	0.079
6,380	SES FDR 'A'	98	0.032
9,050	Tenaris	104	0.033
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		463	
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Malaysia (0.614%; 2011 0.605%)			
22,300	Alliance Financial Group	18	0.006
43,300	AMMB	56	0.018
121,400	Axiata	135	0.043
22,000	Berjaya Sports	20	0.006
3,100	British American Tobacco	35	0.011
106,900	CIMB Group	169	0.054
111,800	Digi.com	90	0.029
44,400	Gamuda	33	0.011
53,100	Genting	120	0.038
56,700	Genting Malaysia	44	0.014
10,860	Hong Leong Bank	28	0.009
29,300	IJM	34	0.011
93,000	IOI	102	0.033
10,300	Kuala Lumpur Kepong	51	0.016
107,500	Malayan Banking	196	0.063
9,200	Malayan Cement	14	0.004
43,500	Maxis	55	0.018
26,500	MMC	15	0.005
61,400	Petronas Chemicals	85	0.027
6,500	Petronas Dagangan	25	0.008
15,300	Petronas Gas	53	0.017
11,500	PPB Group	39	0.012
67,700	Public Bank	192	0.061
9,500	RHB Capital	15	0.005
86,300	SIME Darby	175	0.056
23,300	Telekom Malaysia	26	0.008
26,100	Tenaga Nasional	35	0.011
26,500	UEM Land Holdings	12	0.004
18,900	UMW Holdings	29	0.009
62,400	YTL Power International	23	0.007
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		1,924	
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Malta (0.000%; 2011 0.000%)			
196,800	BGP Holdings	0	0.000
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Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Mexico (0.721%; 2011 0.747%)			
5,800	Alfa 'A'	53	0.017
836,208	America Movil 'L'	635	0.203
20,684	Cemex (ADR)	92	0.029
40,000	Fomento Economics Mexicano	207	0.066
9,140	Grupo Aeroportuario	21	0.007
13,250	Grupo Carso 'A'	25	0.008
1,390	Grupo Elektra	69	0.022
44,600	Grupo Financiero Banorte	126	0.040
43,300	Grupo Financiero Inbursa	56	0.018
149,639	Grupo Mexico 'B'	287	0.092
13,730	Grupo Modelo	60	0.019
53,750	Grupo Televisa 'A'	139	0.044
2,500	Industrias Penoles	73	0.023
20,000	Inmuebles Carso	11	0.003
30,000	Kimberly-Clark de Mexico 'A'	39	0.012
15,650	Mexichem	37	0.012
14,640	Minera Frisco	40	0.013
137,470	Wal-Mart de Mexico	290	0.093
		<hr/>	
		2,260	
Netherlands (1.145%; 2011 1.137%)			
36,611	Aegon	112	0.036
21,954	Ahold	187	0.060
4,442	Akzo Nobel	161	0.051
8,278	ASML	256	0.082
1,630	Boskalis Westminster	37	0.012
1,745	Corio	53	0.017
3,480	DSM	122	0.039
6,270	EADS	159	0.051
1,700	Fugro	75	0.024
1,690	Gemalto	73	0.023
5,518	Heineken	189	0.060
2,450	Heineken Holding	71	0.023
74,042	ING	342	0.109
29,299	KPN	185	0.059
8,390	LyondellBasell Industries	225	0.072
18,902	Philips Electronics	222	0.071
7,892	PostNL	29	0.009
4,910	Qiagen	47	0.015
2,800	Randstad	60	0.019
13,877	Reed Elsevier	105	0.034
3,292	SBM Offshore	38	0.012
14,359	ST Microelectronics	64	0.020
7,892	TNT Express	60	0.019
29,727	Unilever	607	0.194
1,100	Vopak	42	0.013
6,060	Wolters Kluwer	67	0.021
		<hr/>	
		3,588	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
New Zealand (0.061%; 2011 0.065%)			
23,360	Auckland International Airport	30	0.010
6,613	Chorus	12	0.004
6,992	Contact Energy	17	0.005
5,000	Fisher & Paykel Healthcare	6	0.002
13,140	Fletcher Building	42	0.013
15,800	KIWI Income Property Trust	9	0.003
11,026	Sky City Entertainment	22	0.007
33,067	Telecom Corporation of New Zealand	43	0.014
6,520	Vector	9	0.003
		<hr/>	
		190	
		<hr/>	
Norway (0.407%; 2011 0.403%)			
4,390	Aker Solutions	45	0.014
23,326	DNB	176	0.056
4,280	Gjensidige Forsikring	32	0.010
5,000	Kvaerner (New)	8	0.003
19,835	Norsk Hydro	66	0.021
19,725	Orkla	92	0.029
24,453	Statoil	399	0.127
9,835	Storebrand 'A'	28	0.009
7,500	Subsea 7	121	0.039
15,889	Telenor	178	0.057
4,366	Yara International	131	0.042
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		1,276	
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Poland (0.176%; 2011 0.193%)			
840	Bank Handlowy w Warszawie	13	0.004
2,000	Bank Pekao	59	0.019
800	Bank Slaski	13	0.004
270	BRE Bank	16	0.005
2,880	Enea	9	0.003
22,683	Get Bank	9	0.003
7,750	Getin Holdings	4	0.001
2,400	Global Trade Centre	3	0.001
2,880	KGHM Polska Miedz	81	0.026
11,980	PKO Bank Polski	80	0.025
25,870	Polish Oil & Gas	21	0.007
11,220	Polska Grupa Energetyczna	41	0.013
7,030	Polski Koncern Naftowy Orlen	52	0.017
1,240	Powszechny Zaklad Ubezpieczen	78	0.025
28,560	Tauron Polska Energia	29	0.009
12,800	Telekomunikacja Polska	43	0.014
		<hr/>	
		551	
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Portugal (0.100%; 2011 0.125%)			
86,378	Banco Comercial Portugues	8	0.002
5,803	Banco Espirito Santo	5	0.002
10,000	Brisa – Autoestradas de Portugal	22	0.007
3,800	CIMPOR – Cimentos de Portugal	17	0.005
52,580	EDP Energais de Portugal	91	0.029
5,100	Galp Energia	49	0.016
5,390	Jeronimo Martins	68	0.022
17,189	Portugal Telecom	54	0.017
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Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Singapore (0.815%; 2011 0.805%)			
41,000	Ascendas REIT	41	0.013
3,890	Avago Technologies	93	0.030
40,178	CapitaCommercial Trust	25	0.008
60,425	CapitaLand	90	0.029
45,000	CapitaMall Trust	41	0.013
34,000	CapitaMalls Asia	27	0.009
14,249	City Developments	77	0.024
50,000	ComfortDelGro	38	0.012
19,000	Cosco	11	0.003
34,032	DBS	231	0.074
13,144	Flextronics International	58	0.018
29,325	Fraser & Neave	99	0.032
117,000	Genting International	99	0.032
194,178	Golden Agri-Resources	73	0.023
3,000	Jardine Cycle & Carriage	72	0.023
25,390	Keppel	147	0.047
14,700	Keppel Land	25	0.008
22,000	Neptune Orient Lines	15	0.005
29,272	Olam International	34	0.011
49,068	Overseas Chinese Banking	218	0.070
18,514	Sembcorp Industries	50	0.016
18,000	Sembcorp Marine	48	0.015
4,000	SIA Engineering	8	0.003
11,373	Singapore Airlines	60	0.019
20,000	Singapore Exchange	68	0.022
31,000	Singapore Post	16	0.005
30,531	Singapore Press	60	0.019
31,800	Singapore Technologies Engineering	51	0.016
117,272	Singapore Telecom	183	0.058
35,423	Singapore Telecom (CDI)	56	0.018
16,000	SMRT	14	0.004
16,290	Starhub	26	0.008
22,080	United Overseas Bank	206	0.066
10,808	United Overseas Land	25	0.008
5,900	Venture	25	0.008
49,000	Wilmar International	119	0.038
40,000	Yangzijiang Ship Building	25	0.008
		2,554	
South Africa; Republic of (1.239%; 2011 1.304%)			
6,890	ABSA	87	0.028
3,303	Adcock Ingram Holdings	16	0.005
15,420	African Bank Investments	47	0.015
1,830	African Rainbow Minerals	26	0.008
1,689	Anglo American Platinum	69	0.022
7,832	AngloGold Ashanti	167	0.053
5,400	ArcelorMittal	25	0.008
7,000	Aspen Pharmacare	66	0.021
7,583	Aveng	25	0.008
4,420	Barloworld	34	0.011
6,277	Bidvest	88	0.028
34,910	Capital Property	25	0.008
820	Capitec Bank Holdings	14	0.004
7,541	Discovery	31	0.010

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
South Africa; Republic of (1.239%; 2011 1.304%) (continued)			
2,340	Exxaro Resources	40	0.013
80,720	Firststrand	154	0.049
25,260	Fountainhead Property Trust	14	0.004
15,529	Gold Fields	127	0.041
31,300	Growthpoint Properties	50	0.016
8,900	Harmony Gold Mining	58	0.019
13,756	Impala Platinum	166	0.053
4,030	Imperial Holdings	52	0.017
6,500	Investec	23	0.007
1,840	Kumba Iron Ore	79	0.025
2,450	Massmart	32	0.010
32,670	MMI Holdings	45	0.014
36,108	MTN	378	0.121
10,000	Murray & Roberts	22	0.007
3,400	Murray & Roberts Rights 20/04/2012	3	0.001
8,518	Naspers 'N'	305	0.097
5,600	Nedbank	75	0.024
67,000	Netcare	76	0.024
10,316	Pretoria Portland Cement	27	0.009
9,220	Remgro	95	0.030
20,300	RMB	51	0.016
40,260	Sanlam	109	0.035
10,300	Sappi	24	0.008
12,210	Sasol	355	0.113
10,420	Shoprite	112	0.036
5,461	Spar	52	0.017
30,348	Standard Bank	270	0.086
32,840	Steinhoff	74	0.024
3,900	Sun International	25	0.008
8,000	Telekom South Africa	15	0.005
5,243	Tiger Brands	113	0.036
11,000	Truworths	71	0.023
8,000	Vodacom	69	0.022
		<hr/>	
		3,881	
Spain (1.158%; 2011 1.642%)			
7,442	Abertis Infraestructuras	73	0.023
560	Acciona	22	0.007
5,370	Acerinox	40	0.013
4,529	Actividades de Construcción y Servicios	65	0.021
4,790	Amadeus IT Holdings	56	0.018
38,075	Banco de Sabadell	59	0.019
1,780	Banco Espanol de Credito	5	0.002
22,302	Banco Popular Espanol	46	0.015
289	Banco Popular Espanol (Interim)	1	0.000
165,343	Banco Santander Central Hispano	690	0.220
165,343	Banco Santander Rights 27/04/2012	28	0.009
7,523	Bankinter	21	0.007
92,811	BBVA	418	0.133
22,509	CaixaBank	49	0.016
700	Corporacion Financiera Alba	17	0.005
5,610	EDP Renovaveis	16	0.005
3,940	Enagas	45	0.014
1,810	Endesa	21	0.007
10,543	Ferrovial	73	0.023
1,150	Fomento de Construcciones y Contratas	14	0.005

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Spain (1.158%; 2011 1.642%) (continued)			
7,073	Gas Natural SDG	64	0.020
3,620	Grifols	48	0.015
88,151	Iberdrola	280	0.089
4,780	Inditex	275	0.088
3,470	Indra Sistemas	24	0.008
19,957	Mapfre	38	0.012
2,885	Mediaset Espana	10	0.003
1,190	Red Electrica de Espana	32	0.010
16,760	Repsol YPF	244	0.078
88,039	Telefonica	830	0.266
3,037	Zardoya Otis	23	0.007
		<hr/>	
		3,627	
		<hr/>	
Sweden (1.316%; 2011 1.270%)			
6,070	Alfa Laval	78	0.025
6,645	Assa Abloy 'B'	127	0.041
12,074	Atlas Copco 'A'	180	0.057
8,000	Atlas Copco 'B'	106	0.034
6,100	Boliden	59	0.019
6,410	Electrolux 'B'	83	0.026
57,744	Ericsson (LM) Tel 'B'	355	0.113
4,260	Gefinge 'B'	70	0.022
12,290	Hennes & Mauritz 'B'	264	0.084
5,430	Hexagon 'B'	66	0.021
1,280	Holmen 'B'	21	0.007
1,710	Husqvarna 'A'	6	0.002
8,550	Husqvarna 'B'	31	0.010
5,850	Industrivarden 'A'	56	0.018
2,800	Industrivarden 'C'	25	0.008
8,670	Investor 'B'	113	0.036
4,920	Kinnevik Investment	68	0.022
4,570	Lundin Petroleum	58	0.019
1,280	Modern Times 'B'	43	0.014
57,816	Nordea Bank	304	0.097
5,160	Ratos 'B'	42	0.013
22,750	Sandvik	196	0.063
520	Scania 'A'	6	0.002
7,670	Scania 'B'	95	0.030
7,700	Securitas 'B'	44	0.014
41,604	Skandinaviska Enskilda Banken 'A'	174	0.056
7,590	Skanska 'B'	81	0.026
7,860	SKF 'B'	116	0.037
5,085	SSAB	28	0.009
1,875	SSAB 'B'	9	0.003
11,557	Svenska Cellulosa 'B'	121	0.039
11,826	Svenska Handelsbanken 'A'	226	0.072
18,257	Swedbank 'A'	170	0.054
4,020	Swedish Match	101	0.032
8,040	Tele 2 'B'	98	0.031
41,508	TeliaSonera	165	0.053
12,990	Volvo 'A'	107	0.034
27,815	Volvo 'B'	229	0.073
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		4,121	
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Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Switzerland (3.868%; 2011 3.994%)			
44,539	ABB	553	0.176
6,430	ACE	295	0.094
2,000	Actelion	46	0.015
2,720	Adecco	84	0.027
1,820	Aryzta	55	0.018
1,060	Baloise-Holdings	52	0.017
70	Banque Cantonale Vaudoise	24	0.008
40	Barry Callebaut	23	0.007
300	BKW FMB Energie	7	0.002
6,340	Clariant	52	0.017
23,026	Credit Suisse	387	0.124
380	Ems-Chemie Holdings	46	0.015
2,065	Foster Wheeler	29	0.009
4,150	GAM Holding	36	0.011
2,690	Garmin	76	0.024
790	Geberit	100	0.032
177	Givaudan	108	0.034
4,665	Holcim	183	0.058
3,960	Julius Baer	97	0.031
1,150	Kuehne & Nagel International	96	0.031
3	Lindt & Spruengli	70	0.022
20	Lindt & Spruengli Participating Certificate	40	0.013
1,120	Lonza	33	0.011
66,440	Nestle	2,553	0.815
2,690	Nobel Biocare	20	0.006
4,840	Noble	111	0.035
47,626	Novartis	1,628	0.520
840	Pargessa Holding 'B'	35	0.011
230	Partners Group Holdings	27	0.009
990	PSP Swiss Property	54	0.017
10,010	Richemont	389	0.124
13,470	Roche Holdings	1,461	0.466
610	Schindler	45	0.014
400	Schindler Participating Certificate	30	0.010
110	SGS	132	0.042
20	Sika	27	0.009
940	Sonova	65	0.021
155	Straumann	16	0.005
730	Sulzer	62	0.020
1,060	Swatch	54	0.017
595	Swatch 'B'	173	0.055
653	Swiss Life	46	0.015
870	Swiss Prime Site	46	0.015
7,107	Swiss Re	280	0.089
400	Swisscom	93	0.030
1,810	Syngenta	395	0.126
910	Synthes	98	0.031
8,123	TE Connectivity	180	0.057
6,120	Transocean	194	0.062
8,843	Tyco International	304	0.097
68,537	UBS	555	0.177
14,292	Weatherford International	128	0.041
2,827	Zurich Financial Services	425	0.136
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		12,118	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Taiwan (1.689%; 2011 1.723%)			
10,685	Acer (GDR)	44	0.014
109,067	Advanced Semiconductor	69	0.022
51,000	Asia Cement	40	0.013
2,906	Asustek Comuter	86	0.027
24,621	AU Optronics (ADS)	77	0.025
14,111	Catcher Technology	64	0.020
14,922	Cathay Financial (GDR)	101	0.032
85,020	Chang Hwa Bank	30	0.010
35,800	Cheng Shin Rubber Industries	53	0.017
146,136	Chimei Innolux	44	0.014
320,107	China Development Financial	57	0.018
10,995	China Steel (GDR)	136	0.044
215,256	China Trust Financial	83	0.026
8,324	Chunghwa Telecom (ADR)	160	0.051
12,616	Compal Electronics (GDR)	45	0.014
57,898	Delta Electronics	110	0.035
71,000	E Sun Financial Holdings	23	0.007
37,399	Evergreen Marine	15	0.005
70,157	Far Eastern New Century	50	0.016
35,000	Far Eastone Telecommunications	46	0.015
110,407	First Financial Holding	40	0.013
81,559	Formosa Chemical & Fibre	146	0.047
41,000	Formosa Petrochemical	75	0.024
116,949	Formosa Plastic	214	0.068
25,891	Foxconn Technology	61	0.019
14,643	Fubon Financial (GDR)	101	0.032
18,348	High Tech Computer	207	0.066
102,057	Hon Hai Precision Industry (GDR)	494	0.158
113,675	Hsin Nan Financial Holdings	40	0.013
2,000	Largan Precision	24	0.008
49,245	Lite-On Technology	36	0.011
162,042	Macronix International	36	0.011
21,536	Mediatek	128	0.041
163,580	Mega Financial	75	0.024
12,109	MStar Semiconductor	46	0.015
167,447	Nan Ya Plastic	218	0.070
10,825	Pegatron	51	0.016
62,000	Pou Chen	32	0.010
17,000	President Chain Store	57	0.018
62,000	Quanta Computer	98	0.031
2,473	Realtek Semiconductor (GDR)	12	0.004
95,685	Shin Kong Financial	18	0.006
92,094	Siliconware Precision Industries	69	0.022
139,545	Sinopac Financial	30	0.010
33,000	Synnex Technology	51	0.016
126,233	Taishin Financial	31	0.010
70,901	Taiwan Cement	54	0.017
103,880	Taiwan Cooperative Financial	39	0.012
37,000	Taiwan Glass	25	0.008
36,000	Taiwan Mobile	68	0.022
98,043	Taiwan Semiconductor Manufacturing (ADS)	918	0.293
10,000	U Ming Marine Transport	11	0.004
33,000	Unimicron Technology	26	0.008
201,872	Uni-President Enterprises	177	0.057
73,607	United Micro Electronics (ADS)	113	0.036

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Taiwan (1.689%; 2011 1.723%) (continued)			
44,097	Wistron	42	0.013
218,345	Yuanta Financial	69	0.022
25,000	Yulon Motor	27	0.009
		<hr/>	
		5,292	
Thailand (0.171%; 2011 0.000%)			
6,000 †	Finance One Public	0	0.000
50,000	PTT Exploration & Production	178	0.057
30,000	PTT Public	211	0.067
50,000	Siam Commercial Bank Public	146	0.047
		<hr/>	
		535	
Turkey (0.192%; 2011 0.185%)			
23,010	Akbank Turk Anonim Sirketi	55	0.018
4,890	Anadolou Efes	41	0.013
4,400	Arcelik	12	0.004
19,550	Asya Katilim Bankası	12	0.004
1,630	Bim Birlesik Magazalar	39	0.012
31,935	Dogan Sirketler Gruby	8	0.003
16,000	Emlak Konut Gayrimenkul Yatirim	13	0.004
10,860	Enka Insaat	22	0.007
23,360	Eregli Demir Celik	28	0.009
1,520	Ford Otomotiv	9	0.003
8,870	Haci Omer Sabanci	23	0.007
20,940	KOC Holdings	52	0.017
8,470	T Sise Cam	9	0.003
3,260	Tofas Turk Otomobil Fabrikasi	8	0.003
19,560	Turk Hava Yollari	19	0.006
11,410	Turk Telekom	30	0.009
6,690	Turkcell Iletisim Hizmetleri	21	0.007
24,160	Turkiye Garanti Bankasi	59	0.019
7,190	Turkiye Halk Bankasi	32	0.010
25,880	Turkiye Is Bankasi 'C'	38	0.012
2,180	Turkiye Petrol Rafinerileri	30	0.009
16,290	Turkiye Vakiflar Bankasi 'D'	19	0.006
16,670	Yapi ve Kredi Bankasi	21	0.007
		<hr/>	
		600	
United States of America (50.586%; 2011 48.246%)			
13,410	3M	731	0.233
29,590	Abbott Laboratories	1,110	0.354
2,130	Abercrombie & Fitch 'A'	64	0.020
10,970	Activision Blizzard	86	0.027
9,470	Adobe Systems	199	0.064
13,239	Advanced Micro Devices	66	0.021
14,995	AES	119	0.038
7,146	Aetna	216	0.069
9,030	Aflac	251	0.080
6,619	Agilent Technology	181	0.058
4,060	Air Products & Chemicals	228	0.073
1,200	Airgas	67	0.021
3,400	Akamai Technologie	78	0.025

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
21,072	Alcoa	134	0.043
3,540	Alexion Pharmaceutical	200	0.064
1,500	Allegheny Technology	39	0.012
5,900	Allergan	345	0.110
960	Alliance Data Systems	75	0.024
2,225	Alliant Energy	60	0.019
9,910	Allstate	204	0.065
4,870	Alpha Natural Resources	49	0.016
6,100	Altera	147	0.047
39,350	Altria	773	0.247
6,530	Amazon.com	781	0.249
3,270	Amdocs	65	0.021
4,630	Ameren	92	0.029
4,520	American Eagle Outfitters	47	0.015
9,240	American Electric Power	217	0.069
23,030	American Express	839	0.268
8,368	American International	175	0.056
35,582	American International Warrants 19/01/2021	0	0.000
7,600	American Tower	304	0.097
3,400	American Water Works	71	0.023
4,522	Ameriprise Financial	155	0.049
5,260	Amerisourcebergen 'A'	128	0.041
2,330	Ametek	71	0.023
15,284	Amgen	642	0.205
3,170	Amphenol 'A'	118	0.038
9,502	Anadarko Petroleum	457	0.146
5,700	Analog Devices	139	0.044
17,670	Annaly Capital Management	175	0.056
5,845	Aon	178	0.057
7,325	Apache	436	0.139
2,630	Apollo 'A'	61	0.019
17,740	Apple Computer	6,934	2.214
24,820	Applied Materials	188	0.060
12,958	Archer-Daniels Midland	253	0.081
2,140	Arrow Electronics	55	0.018
1,380	Ashland	53	0.017
1,810	Assurant	45	0.014
113,468	AT&T	2,196	0.701
4,340	Autodesk	110	0.035
1,690	Autoliv	69	0.022
9,350	Automatic Data Processing	323	0.103
3,000	Autonation	63	0.020
670	Autozone	159	0.051
1,743	Avalonbay Communities	153	0.049
2,050	Avery Dennison	39	0.012
2,780	Avnet	62	0.020
8,180	Avon Products	118	0.038
2,255	Babcock & Wilcox	34	0.011
8,364	Baker Hughes	219	0.070
2,990	Ball	80	0.026
206,829	Bank of America	1,190	0.380
23,783	Bank of New York Mellon	357	0.114
1,660	Bard (CR)	101	0.032
10,940	Baxter International	403	0.129
13,322	BB & T	261	0.083
2,955	Beam	106	0.034

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
4,190	Becton Dickinson	201	0.064
4,780	Bed Bath and Beyond	210	0.067
1,980	Bemis	39	0.012
50 ±	Ben Franklin Retail Stores	0	0.000
2,690	Berkley (WR)	62	0.020
14	Berkshire Hathaway 'A'	1,055	0.337
20,340	Berkshire Hathaway 'B'	1,022	0.326
7,170	Best Buy	100	0.032
4,620	Biogen Idec	364	0.116
1,940	BlackRock 'A'	246	0.079
3,025	BMC Software	74	0.024
14,210	Boeing	656	0.209
2,100	BorgWarner Automotive	110	0.035
2,790	Boston Properties	179	0.057
29,211	Boston Scientific	107	0.034
32,430	Bristol-Myers Squibb	663	0.212
9,505	Broadcom 'A'	223	0.071
2,370	Broadridge Financial Solutions	35	0.011
3,090	Brown & Brown	46	0.015
1,695	Brown-Forman 'B'	88	0.028
2,920	Bunge	125	0.040
4,760	Cablevision System 'A'	40	0.013
4,040	Cabot Oil & Gas	78	0.025
7,180	Calpine	77	0.025
4,690	Cameron International	154	0.049
4,600	Campbell Soup	96	0.031
8,755	Capital One Financial	300	0.096
6,735	Cardinal Health	175	0.056
4,827	Carefusion	79	0.025
8,720	Carnival	172	0.055
12,360	Caterpillar	826	0.264
6,970	CBRE Group	83	0.026
13,096	CBS 'B'	264	0.084
3,000	Celanese Series 'A'	89	0.028
8,395	Celgene	414	0.132
8,089	Centrepont Energy	98	0.031
11,761	CenturyLink	284	0.091
3,240	Cerner	150	0.048
1,360	CF Industries	161	0.051
3,180	CH Robinson Worldwide	129	0.041
25,465	Charles Schwab	228	0.073
2,090	Charter Communications	80	0.026
12,610	Chesapeake Energy	164	0.052
38,330	Chevron	2,468	0.788
1,290	Chicago Mercantile Exchange	233	0.074
600	Chipotle Mexican Grill	163	0.052
5,480	Chubb	243	0.078
2,770	Church & Dwight	87	0.028
5,220	Cigna	159	0.051
1,550	Cimarex Energy	69	0.022
3,129	Cincinnati Financial	67	0.021
2,520	Cintas	61	0.019
102,895	Cisco Systems	1,296	0.414
3,840	CIT Group	98	0.031
55,565	Citigroup	1,209	0.386
3,600	Citrix Systems	169	0.054

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
800	City National	26	0.008
2,855	Cliffs Natural Resources	128	0.041
2,560	Clorox	112	0.036
5,540	Coach	260	0.083
43,310	Coca Cola	1,963	0.627
6,120	Coca Cola Enterprises	106	0.034
5,820	Cognizant Tech Solutions	280	0.089
9,370	Colgate-Palmolive	573	0.183
39,963	Comcast 'A'	745	0.238
14,404	Comcast 'A' (special)	264	0.084
3,400	Comerica	67	0.021
1,725	Commerce Bancshares	43	0.014
6,817	Computer Associates International	114	0.036
2,940	Computer Sciences	51	0.016
7,950	Conagra Foods	129	0.041
1,980	Concho Resources	123	0.039
24,483	ConocoPhillips	1,145	0.366
4,010	Consol Energy	88	0.028
5,570	Consolidated Edison	202	0.064
3,660	Constellation Brands 'A'	49	0.016
995	Continental Resources	52	0.017
29,050	Corning	250	0.080
8,372	Costco Wholesale	458	0.146
2,840	Coventry Healthcare	59	0.019
2,330	Cree	48	0.015
5,490	Crown Castle International	188	0.060
20,090	CSX	278	0.089
3,690	Cummins	269	0.086
25,790	CVS Caremark	704	0.225
13,140	Danaher	450	0.144
2,580	Darden Restaurants	81	0.026
1,790	DaVita	97	0.031
7,730	Deere	385	0.123
34,080	Dell	348	0.111
4,070	Delta Airlines	26	0.008
7,490	Denbury Resources	87	0.028
2,700	Dentsply International	67	0.021
7,730	Devon Energy	335	0.107
1,400	Diamond Offshore Drilling	58	0.019
1,960	Digital Reality Trust	89	0.028
14,156	DirecTV	438	0.140
10,410	Discover Financial Services	217	0.069
2,603	Discovery Communications 'A'	79	0.025
2,603	Discovery Communications 'C'	84	0.027
4,620	Dish Network 'A'	93	0.030
2,340	Dollar Tree Stores	141	0.045
10,916	Dominion Resources	345	0.110
3,600	Donnelley (RR) & Sons	27	0.009
3,570	Dover	136	0.043
22,539	Dow Chemical	462	0.147
6,080	DR Horton	58	0.019
4,160	Dr Pepper Snapple	102	0.033
870	DST Systems	30	0.010
3,225	DTE Energy	110	0.035
17,809	Du Pont De Nemours	586	0.187
25,488	Duke Energy	326	0.104

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
3,700	Duke Realty	33	0.011
1,120	Dun & Bradstreet	58	0.019
3,030	Eastman Chemical	100	0.032
6,400	Eaton	192	0.061
24,710	eBay	566	0.181
4,990	Ecolab	194	0.062
6,250	Edison International	164	0.052
2,190	Edwards Lifesciences	100	0.032
14,742	El Paso	277	0.088
6,890	Electronic Arts 'A'	71	0.023
22,030	Eli Lilly	547	0.175
39,500	EMC Massachusetts	724	0.231
14,080	Emerson Electric	451	0.144
1,320	Energizer	60	0.019
3,410	Entergy	142	0.045
5,100	EOG Resources	337	0.108
2,855	EQT	83	0.026
2,370	Equifax	66	0.021
5,640	Equity Residential	214	0.068
510	Erie Indemnity	24	0.008
4,560	Estee Lauder Companies 'A'	179	0.057
3,855	Exelis	28	0.009
16,351	Exelon	389	0.124
2,380	Expedia	48	0.015
4,090	Expeditors International Washington	121	0.039
15,347	Express Scripts	554	0.177
90,167	ExxonMobil	4,735	1.512
1,540	F5 Networks	120	0.038
2,310	Family Dollar Stores	93	0.030
5,650	Fastenal	173	0.055
1,320	Federal Realty Investment Trust	80	0.026
6,030	FedEx	340	0.109
5,864	Fidelity National Information Services	121	0.039
17,339	Fifth Third Bancorp	158	0.050
8,015	First Energy	227	0.072
91,087	First Horizon National (Fractional Shares)	0	0.000
1,350	First Solar	19	0.006
2,710	Fiserv	118	0.038
1,070	Flowserve	76	0.024
3,245	Fluor	121	0.039
4,600	FMC Technologies	139	0.044
4,200	Foot Locker	81	0.026
71,464	Ford Motor	542	0.173
5,260	Forest Laboratories	111	0.035
3,235	Fortune Brands Home & Security	43	0.014
1,210	Fossil	101	0.032
3,190	Franklin Resources	249	0.079
18,037	Freeport-McMoran Copper & Gold 'B'	429	0.137
17,330	Frontier Communications 'B'	46	0.015
2,020	Gallagher (Arthur J)	44	0.014
3,540	Gamestop 'A'	48	0.015
5,690	Gannett	54	0.017
7,920	Gap	129	0.041
6,810	General Dynamics	298	0.095
202,020	General Electric	2,448	0.781
9,060	General Growth Properties	95	0.030

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
12,280	General Mills	299	0.095
11,970	General Motors	183	0.058
2,760	Gentex	43	0.014
3,020	Genuine Parts	119	0.038
9,780	Genworth Financial	48	0.015
14,370	Gilead Sciences	413	0.132
9,700	Goldman Sachs	733	0.234
2,400	Goodrich	189	0.060
4,640	Google 'A'	1,897	0.606
1,320	Grainger WW	177	0.057
3,000	Green Mountain Coffee Roasters	82	0.026
7,620	H&R Block	81	0.026
17,540	Halliburton	365	0.117
4,510	Harley Davidson	137	0.044
1,400	Harman	40	0.013
2,180	Harris	61	0.019
8,380	Hartford Financial Services	108	0.034
2,580	Hasbro	59	0.019
7,780	Health Care Property Investors	191	0.061
3,170	Health Care REIT	107	0.034
6,150	Heinz (H.J.)	204	0.065
1,770	Henry Schein	83	0.026
3,200	Hershey Foods	124	0.040
6,470	Hess	230	0.073
38,023	Hewlett Packard	599	0.191
4,050	Hollyfrontier	78	0.025
30,530	Home Depot	971	0.310
14,955	Honeywell International	552	0.176
3,830	Hormel Foods	68	0.022
3,250	Hospira	72	0.023
2,370	Hospitality Properties	40	0.013
13,422	Host Hotels & Resorts	138	0.044
11,065	Hudson City Bancorp	48	0.015
3,200	Humana	180	0.057
18,187	Huntington Bancshares	73	0.023
1,460	IAC Interactive	45	0.014
9,246	Illinois Tool Works	329	0.105
2,380	Illumina	74	0.024
95,600	Intel	1,709	0.546
1,400	Intercontinental Exchange	118	0.038
22,525	International Business Machines	2,903	0.927
1,540	International Flavours & Fragrances	57	0.018
5,750	International Game Technology	60	0.019
8,375	International Paper	175	0.056
10,360	Interpublic	72	0.023
5,635	Intuit	214	0.068
750	Intuitive Surgical	260	0.083
3,555	Iron Mountain	66	0.021
1,927	ITT Corporation	26	0.008
3,980	Jabil Circuit	58	0.019
2,440	Jacobs Engineering	67	0.021
5,200	Jardine Matheson	170	0.054
1,680	JB Hunt Transport Services	59	0.019
4,090	JC Penney	88	0.028
52,650	Johnson & Johnson	2,120	0.677
12,990	Johnson Controls	260	0.083

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
2,010	Joy Global	97	0.031
72,854	JPMorgan Chase & Co	2,050	0.654
9,975	Juniper Networks	138	0.044
2,130	Kansas City Southern	97	0.031
5,220	Kellogg	174	0.056
20,000	Keycorp	105	0.034
7,532	Kimberly-Clark	351	0.112
8,610	Kimco Realty	99	0.032
2,140	Kinder Morgan Delaware	52	0.017
1,847	Kinder Morgan Management	85	0.027
11,264 §	Kinder Morgan Management	0	0.000
3,220	KLA Tencor	109	0.035
5,390	Kohls	169	0.054
33,866	Kraft Foods 'A'	790	0.252
11,630	Kroger	172	0.055
1,910	L-3 Communications	83	0.026
1,940	Laboratory Corporation of America	109	0.035
2,245	Lam Research	61	0.019
6,960	Las Vegas Sands	267	0.085
2,820	Legg Mason	46	0.015
2,660	Leggett & Platt	37	0.012
2,800	Lennar 'A'	47	0.015
3,570	Leucadia National	56	0.018
2,573	Liberty Global 'A'	79	0.025
2,259	Liberty Global 'C'	66	0.021
2,165	Liberty Media	115	0.037
12,056	Liberty Media Interactive 'A'	142	0.045
2,430	Liberty Property Trust	54	0.017
3,450	Life Technologies	102	0.033
5,898	Limited Brands	177	0.057
1,795	Lincare	28	0.009
6,582	Lincoln National	102	0.033
4,300	Linear Technology	88	0.028
3,420	Linn Energy	82	0.026
6,191	Lockheed Martin	351	0.112
7,748	Loews	192	0.061
2,502	Lorillard	214	0.068
24,970	Lowe's	494	0.158
10,983	LSI	57	0.018
2,120	Lululemon Athletica	97	0.031
2,410	M & T Bank	131	0.042
2,534	Macerich	93	0.030
9,216	Macy's	233	0.074
1,570	Manpower	44	0.014
13,359	Marathon Oil	254	0.081
6,762	Marathon Petroleum	177	0.057
190	Markel	53	0.017
6,426	Marriott International 'A'	152	0.049
92,449 §	Marriott International 'A' (Fractional Shares)	0	0.000
821	Marriott Vacations Worldwide	15	0.005
10,390	Marsh & McLennan	209	0.067
6,890	Masco	54	0.017
2,310	Mastercard Class 'A'	629	0.201
6,572	Mattel	142	0.045
5,650	Maxim Integrated Products	99	0.032
2,300	McCormick	78	0.025

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
4,990	McDermott International	37	0.012
19,780	McDonald's	1,213	0.387
5,780	McGraw-Hill	178	0.057
4,726	McKesson	271	0.087
3,590	MDU Resources	50	0.016
3,920	Mead Johnson Nutrition	204	0.065
3,265	Meadwestvaco	64	0.020
20,500	Medtronic	492	0.157
58,933	Merck	1,416	0.452
600	Mercury General	17	0.005
15,170	Metlife	346	0.110
6,400	MetroPCS Communications	35	0.011
7,070	MGM Mirage	61	0.019
3,650	Microchip Technology	83	0.026
18,170	Micron Technology	81	0.026
160,620	Microsoft	3,124	0.997
1,310	Mohawk Industries	52	0.017
1,525	Molex	26	0.008
1,585	Molex 'A'	23	0.007
3,104	Molson Coors 'B'	80	0.026
10,250	Monsanto	504	0.161
2,540	Monster Beverage	100	0.032
4,370	Moody's	118	0.038
27,760	Morgan Stanley Dean Witter	317	0.101
5,000	Mosaic	161	0.051
5,691	Motorola Mobility Holdings	140	0.045
6,085	Motorola Solutions	187	0.060
3,570	Murphy Oil	120	0.038
8,173	Mylan Laboratories	115	0.037
5,510	Nabors Industries	59	0.019
8,110	National Oilwell	410	0.131
3,036	NCR	41	0.013
6,805	NetApp	175	0.056
1,130	Netflix	74	0.024
9,223	New York Community Bancorp	78	0.025
5,581	Newell Rubbermaid	60	0.019
2,425	Newfield Exploration	51	0.016
10,429	Newmont Mining	324	0.103
34,830	News Corp 'A'	423	0.135
13,172	News Corp 'B'	163	0.052
8,075	NextEra Energy	317	0.101
3,590	NII Holdings	44	0.014
5,420	Nike 'B'	370	0.118
5,372	Nisource	81	0.026
3,380	Noble Energy	201	0.064
4,770	Nordstom	165	0.053
7,490	Norfolk Southern	319	0.102
5,977	North East Utilities	134	0.043
4,620	Northern Trust	136	0.043
4,832	Northrop Grumman	186	0.059
4,400	NRG Energy	41	0.013
4,370	Nuance Communications	67	0.021
6,010	Nucor	159	0.051
11,500	Nvidia	106	0.034
100	NVR	48	0.015
4,990	NYSE Euronext	87	0.028

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
15,525	Occidental Petroleum	888	0.283
4,077	Old Republic International	27	0.009
2,400	Omnicare	53	0.017
5,360	Omnicom	167	0.053
2,000	ONEOK	101	0.032
96,839	Oracle	1,745	0.557
3,000	O'Reilly Automotive	178	0.057
2,700	Owens-Illinois	40	0.013
6,855	Paccar	186	0.059
2,220	Pall	82	0.026
2,892	Parker-Hannifin	152	0.049
2,560	Patterson Dental	53	0.017
3,420	Patterson-UTI Energy	37	0.012
6,975	Paychex	137	0.044
5,960	Peabody Energy	110	0.035
1,820	Pentair	50	0.016
6,845	Peoples United Financial	55	0.018
4,360	Pepco	51	0.016
29,919	PepsiCo	1,228	0.392
1,790	Perrigo	117	0.037
2,670	Petsmart	95	0.030
147,386	Pfizer	2,028	0.647
7,710	PG&E	206	0.066
32,950	Phillip Morris International	1,805	0.576
2,070	Pinnacle West	60	0.019
2,235	Pioneer Natural Resources	151	0.048
3,900	Pitney Bowes	42	0.013
2,363	Plains Exploration and Production	63	0.020
3,440	Plum Creek Timber	89	0.028
10,089	PNC Financial Services	401	0.128
3,030	PPG Industries	184	0.059
11,065	PPL	188	0.060
5,820	Praxair	415	0.132
2,750	Precision Castparts	296	0.094
940	Priceline.com	438	0.140
6,010	Principal Financial	107	0.034
52,682	Procter & Gamble	2,187	0.698
5,605	Progress Energy	181	0.058
12,320	Progressive	175	0.056
9,167	Prologis	195	0.062
9,320	Prudential Financial	359	0.115
9,750	Public Service Enterprise	180	0.057
2,450	Public Storage	212	0.068
3,240	QEP Resources	59	0.019
30,690	Qualcomm	1,316	0.420
3,020	Quest Diagnostics	112	0.036
3,810	Questar	46	0.015
1,180	Ralph Lauren	127	0.041
3,090	Range Resources	109	0.035
6,507	Raytheon	215	0.069
2,770	Red Hat	106	0.034
1,700	Regency Centers	46	0.015
1,750	Regeneron Pharmaceuticals	135	0.043
26,614	Regions Financial	105	0.034
7,220	Republic Services	140	0.045
8,380	Reynolds American	220	0.070

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
2,810	Robert Half International	52	0.017
2,770	Rockwell Automation	139	0.044
2,800	Rockwell Collins	101	0.032
1,840	Roper Industries	114	0.036
5,180	Ross Stores	192	0.061
339	Rouse Properties	3	0.001
2,010	Rovi	38	0.012
2,030	Rowan	43	0.014
3,110	Royal Caribbean Cruises	54	0.017
980	Ryder System	31	0.010
6,710	Safeway	87	0.028
6,530	SAIC	51	0.016
1,930	Salesforce.com	192	0.061
4,590	Sandisk	121	0.039
11,222	Sara Lee	150	0.048
2,560	Scana	71	0.023
25,874	Schlumberger	1,142	0.365
2,000	Scripps Networks	60	0.019
3,392	Sealed Air	40	0.013
1,276	Sears	47	0.015
3,250	SEI Investments	41	0.013
4,604	Sempra Energy	182	0.058
1,990	Sherwin Williams	144	0.046
2,340	Sigma Aldrich	106	0.034
5,617	Simon Property	514	0.164
64,460	Sirius XM Radio	91	0.029
9,860	SLM	94	0.030
3,170	Smithfield Foods	41	0.013
2,190	Smucker (JM)	109	0.035
16,445	Southern	462	0.147
5,351	Southern Copper	107	0.034
3,752	Southwest Airlines	19	0.006
6,440	Southwestern Energy	117	0.037
12,469	Spectra Energy	238	0.076
57,334	Sprint Nextel	99	0.032
958	SPX	46	0.015
6,320	St Jude Medical	160	0.051
3,227	Stanley Black & Decker	157	0.050
15,160	Staples	149	0.048
14,240	Starbucks	542	0.173
3,742	Starwood Hotels and Resorts Worldwide	132	0.042
9,619	State Street	267	0.085
1,640	Stericycle	89	0.028
5,630	Stryker	194	0.062
1,960	Sunoco	47	0.015
10,631	Suntrust Banks	157	0.050
13,695	Symantec	157	0.050
2,840	Synopsys	54	0.017
11,170	Sysco	206	0.066
4,920	T.Rowe Price	195	0.062
12,950	Target	471	0.150
5,420	TD AmeriTrade	66	0.021
4,300	Teco Energy	47	0.015
1,184	Telephone & Data Systems	17	0.005
3,226	Teradata	140	0.045
21,870	Texas Instruments	446	0.142

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
5,510	Textron	95	0.030
7,350	Thermo Fisher Scientific	254	0.081
2,440	Tiffany	103	0.033
20,033	Time Warner	453	0.145
6,235	Time Warner Cable	314	0.100
14,800	TJX Companies	369	0.118
2,390	Toll Brothers	35	0.011
2,015	Torchmark	62	0.020
3,612	Total System Services	52	0.017
8,032	Travellers	298	0.095
2,380	TripAdvisor	52	0.017
6,290	Tyson Foods 'A'	71	0.023
9,242	Union Pacific	631	0.201
6,410	United Continental	87	0.028
19,994	United Health	734	0.234
13,850	United Parcel Service	691	0.221
3,015	United States Steel	56	0.018
17,426	United Technologies	888	0.283
1,720	Universal Health Services 'B'	47	0.015
5,816	Unum	86	0.027
2,750	Urban Outfitters	50	0.016
36,751	US Bancorp	723	0.231
10,608	Valero Energy	166	0.053
2,250	Varian Medical Systems	96	0.031
5,520	Ventas	194	0.062
2,965	Verisign	74	0.024
3,170	Verisk Analytics	94	0.030
54,434	Verizon Communications	1,283	0.410
4,140	Vertex Pharmaceuticals	98	0.031
2,100	VF	193	0.062
10,036	Viacom 'B'	297	0.095
4,662	Virgin Media	71	0.023
10,030	Visa 'A'	762	0.243
1,760	VMware 'A'	121	0.039
3,531	Vornado Realty Trust	180	0.057
2,470	Vulcan Materials	65	0.021
17,360	Walgreen	363	0.116
49,560	Wal-Mart Stores	1,870	0.597
35,590	Walt Disney	942	0.301
50	Washington Post 'B'	12	0.004
8,805	Waste Management	196	0.063
1,750	Waters	98	0.031
2,100	Watson Pharmaceuticals	88	0.028
710	Weight Watchers	33	0.011
2,610	Weingarten Realty	42	0.013
6,409	Wellpoint	282	0.090
101,408	Wells Fargo	2,164	0.691
12,120	West Union	135	0.043
4,500	Western Digital	111	0.035
10,274	Weyerhaeuser	136	0.043
1,450	Whirlpool	66	0.021
150	White Mountains Insurance	48	0.015
2,960	Whole Foods Market	159	0.051
11,290	Williams	226	0.072
10,920	Windstream	78	0.025
4,490	Wisconsin Energy	99	0.032

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (50.586%; 2011 48.246%) (continued)			
3,763	WPX Energy	39	0.012
3,147	Wyndham Worldwide	92	0.029
1,860	Wynn Resorts	147	0.047
9,240	Xcel Energy	152	0.049
25,490	Xerox	127	0.041
5,080	Xilinx	115	0.037
3,855	Xylem	66	0.021
23,490	Yahoo	222	0.071
8,970	Yum! Brands	399	0.127
3,678	Zimmer	148	0.047
2,000	Zions Bancorporation	27	0.009
		<hr/>	
		158,464	
		<hr/>	
	Portfolio of Investments*	309,332	98.748
		<hr/>	
	Net other assets	3,922	1.252
		<hr/>	
	Net assets	313,254	100.000
		<hr/>	

* Includes investment liabilities.

f Investments in the Aviva Group.

† Suspended and delisted securities.

§ Unquoted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £3,297,000 (15.04.11: £10,899,000) and the total sales, net of transaction charges amounted to £36,325,000 (15.04.11: £5,641,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		24,708		22,672
Revenue	3,636		3,662	
Expenses	(868)		(1,055)	
Finance costs: Interest	—		(1)	
Net revenue before taxation	2,768		2,606	
Taxation	(423)		(388)	
Net revenue after taxation		2,345		2,218
Total return before distributions		27,053		24,890
Finance costs: Distributions		(2,344)		(2,232)
Change in net assets attributable to shareholders from investment activities		24,709		22,658

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		322,466		325,101
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	13,709		24,920	
Less: Amounts payable on cancellation of shares	(49,912)		(20,360)	
		(36,203)		4,560
Change in net assets attributable to shareholders from investment activities (see above)		24,709		22,658
Retained distribution on accumulation shares		2,282		2,245
Closing net assets attributable to shareholders		313,254		354,564

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £322,466,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		309,332		317,358
Debtors	1,435		1,243	
Cash and bank balances	<u>3,224</u>		<u>6,007</u>	
Total other assets		<u>4,659</u>		<u>7,250</u>
Total assets		313,991		324,608
LIABILITIES				
Creditors	(704)		(2,107)	
Bank overdraft	<u>(33)</u>		<u>(35)</u>	
Total liabilities		(737)		(2,142)
Net assets attributable to shareholders		<u>313,254</u>		<u>322,466</u>

Aviva Investors Balanced Managed Fund

Investment Objective

Long term capital appreciation and income.

Investment Policy

Diversified investment within and across global securities markets. Allocations to bonds, equities and cash will vary over time. Equity selections will be based on price and long term total return prospects.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Fund delivered a total return of 4.65 per cent (share class A) over the quarter, net of fees. By comparison the IMA* Mixed Investment 40-85% Shares peer group delivered a median return of 6.12 per cent.

On the back of uncertainty at the end of the last year, the Fund was positioned defensively going into the first quarter of 2012. This led to overweight positions in UK fixed income, and in particular gilts. This positioning of the Fund proved costly as equities enjoyed their strongest start to a year in a decade. Equity stock selection also weighed on relative performance.

Positives included underweight exposure to both international bonds and cash. Stock selection within international bonds also helped, especially within high-yield bonds.

The world economic outlook has improved somewhat in recent weeks. Data out of the United States has continued to strengthen while even in Europe we have seen better news, with fears that output in the region was poised to fall off the edge of a cliff appearing misplaced, at least for now. Although we remain concerned about the euro zone, our central case is that Europe will not drag the global economy into recession with it.

Equities have in recent weeks run into a wave of profit taking. Given the extent to which they had surged over the previous six months, we would not be surprised to see more investors taking profits in the near term. But we do not expect shares to plunge from current levels. That is because valuations do not look excessive when compared to less-risky assets which are being propped up by expectations that monetary conditions will remain loose for the foreseeable future.

While corporate bond spreads have narrowed considerably we think the asset class still offers value. Non-financial companies' balance sheets are in strong shape so that were the profit cycle turn and margins contract, the level of defaults would not be as high as implied by current spreads unless there were a major economic downturn.

By contrast, government bonds still look unattractive. Yields appear too low given the dire state of many countries' fiscal positions although with short-term interest rates staying near zero bond yields may stay unattractively low for a while longer yet.

From an asset allocation perspective the Fund maintains an underweight in cash and international bonds. In terms of equity positioning the Fund is currently overweight UK equities as valuations look attractive. The Fund is also overweight Asia-Pacific equities and underweight European and US markets.

May 2012

** IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Index returns from RIMES.

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

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 stocks.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Global Aggregate Currency Bond GBP Hedged (Share Class Z)	Treasury 4.25% 07/12/2040
Treasury 3.75% 07/09/2021	Franklin Templeton Global Bond Fund 'I' (Distribution)
Treasury 5.25% 07/06/2012	Treasury 5.25% 07/06/2012
Treasury 4.25% 07/12/2040	Treasury 3.75% 07/09/2021
Treasury 2% 22/01/2016	iShares Markit iBoxx £ Corporate Bond
Treasury 5% 07/03/2012	Treasury 5% 07/03/2012
BH Macro	Treasury 2% 22/01/2016
Aviva Investors Emerging Markets Local Currency Bond Fund GBP (Share Class IX)	Treasury 3.25% 07/12/2011
Treasury 4.25% 07/12/2055	iShares Barclays Capital Euro Bond
Aviva Investors Global High Yield Bond GBP Hedged (Share Class Z)	Aviva Investors Global Convertibles Fund GBP Hedged (Share Class IX)

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	15.10.09	50,137	88,800,412	56.46
	15.10.10	49,986	82,676,076	60.46
	15.10.11	44,461	77,357,631	57.47
	15.04.12	45,281	75,618,585	59.88
Class 2 (Acc)	15.10.09	50	46,000	107.71
	15.10.10	24	20,780	117.54
	15.10.11	2	1,625	114.13
	15.04.12	2	1,625	119.91
Class 3	15.10.09	10,959	9,749,143	112.41
	15.10.10	9,025	7,502,167	120.29
	15.10.11	7,544	6,602,652	114.26
	15.04.12	7,225	6,071,536	119.01
Class A	15.10.09	7,678	10,218,017	75.14
	15.10.10	9,640	11,988,177	80.41
	15.10.11	9,412	12,319,807	76.40
	15.04.12	9,970	12,530,693	79.56

* Valued at bid market prices.

Investment Performance (continued)

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1	2007	66.81	60.03
	2008	63.95	42.45
	2009	57.46	42.02
	2010	62.86	53.75
	2011	64.62	54.91
	2012**	62.30	58.61
Class 2 (Acc)	2007	119.09	106.98
	2008	115.53	79.22
	2009	109.43	78.39
	2010	118.11	103.35
	2011	126.59	107.57
	2012**	123.67	116.38
Class 3	2007	133.51	119.92
	2008	127.66	84.61
	2009	114.68	83.92
	2010	125.22	107.14
	2011	128.70	109.53
	2012**	124.11	116.65
Class A	2007	88.88	79.82
	2008	85.16	56.54
	2009	76.31	55.87
	2010	83.49	71.43
	2011	85.78	72.76
	2012**	82.54	77.78

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.00%	1.00%
Class 2	0.94%	0.95%
Class 3	0.34%	0.35%
Class A	1.64%	1.65%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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	1.4341	22.78
	2008	1.5993	25.41
	2009	1.1615	18.45
	2010	1.1072	17.59
	2011	1.2802	20.34
	2012*	0.5056	8.03
Class 2 (Acc)	2007	2.7710	24.95
	2008	3.0756	27.69
	2009	2.2924	20.64
	2010	2.2789	20.52
	2011	2.5526	22.98
	2012*	1.0283	9.26
Class 3	2007	3.5247	28.05
	2008	3.8058	30.28
	2009	2.8230	22.46
	2010	2.9473	23.45
	2011	3.3414	26.59
	2012*	1.3959	11.11
Class A	2007	1.5257	18.20
	2008	1.7869	21.32
	2009	1.2213	14.57
	2010	1.0523	12.56
	2011	1.1777	14.05
	2012*	0.4199	5.01

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (1.93%; 2011 2.42%)			
1,867	AGL Energy	18	0.03
3,015	AMP	8	0.01
1,532	Ansell	15	0.02
6,638	ANZ National Bank	100	0.17
2,790	Bendigo and Adelaide Bank	14	0.02
7,481	BHP Billiton	169	0.28
1,500	Brambles	7	0.01
2,100	Caltex Australia	18	0.03
13,731	CFS Retail Property Trust	17	0.03
6,947	Challenger Financial Services	16	0.03
1,558	Coca Cola Amatil	13	0.02
3,681	Commonwealth Bank of Australia	121	0.19
20,288	Commonwealth Property Office	13	0.02
779	CSL	18	0.03
28,761	Dexus Property Group	17	0.03
3,814	Downer EDI	9	0.01
610	Flight Centre	9	0.01
3,306	General Property Trust	7	0.01
22,586	Goodman Fielder	10	0.02
6,097	GWA International	7	0.01
6,075	Harvey Norman	8	0.01
1,600	Iluka Resources	18	0.03
2,526	Lend Lease	12	0.02
563	Macquarie Bank	11	0.02
5,965	Metcash	15	0.02
5,058	National Australia Bank	82	0.14
837	Newcrest Mining	16	0.03
11,126	Onesteel	9	0.01
2,202	Oz Minerals	14	0.02
7,910	Qantas Airways	9	0.01
2,199	QBE Insurance	19	0.03
1,162	Ramsay Health Care	15	0.02
864	Rio Tinto	37	0.06
2,485	Sonic Healthcare	20	0.03
26,589	SP Ausnet	18	0.03
6,866	Stockland Trust	13	0.02
3,381	Suncorp–Metway	18	0.03
5,312	Tab Corporation	10	0.02
9,177	Tatts Group	15	0.02
15,041	Telstra	33	0.05
1,349	Wesfarmers	26	0.04
5,093	Westfield	30	0.05
6,769	Westpac Banking	98	0.16
811	Woodside Petroleum	18	0.03
1,964	Woolworths	33	0.05
		<hr/>	
		1,203	
Austria (0.08%; 2011 0.12%)			
774	OMV	16	0.03
881	Strabag	15	0.02
793	Voest–Alpine	16	0.03
		<hr/>	
		47	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Belgium (0.10%; 2011 0.16%)			
812	Anheuser-Busch InBev	37	0.06
503	Bekaert	10	0.02
485	Delhaize	15	0.02
		<hr/>	
		62	
Bermuda (0.37%; 2011 0.33%)			
19,174	Catlin	80	0.13
20,248	Hiscox	81	0.13
14,000	Hopson Development	6	0.01
1,000	Jardine Strategic	20	0.03
2,500	Orient Overseas International	12	0.02
1,484	Seadrill	35	0.05
		<hr/>	
		234	
Canada (0.72%; 2011 0.65%)			
145	Agrium	8	0.01
928	Barrick Gold	25	0.04
619	Canadian Imperial Bank	30	0.05
463	Canadian National Railways	23	0.04
1,398	Cenovus Energy	30	0.05
1,396	Encana	16	0.03
889	Loblaws	19	0.03
2,657	Manulife Financial	22	0.04
618	National Bank of Canada	31	0.05
852	Potash Corp of Saskatchewan	23	0.04
481	Research in Motion	4	0.01
562	Rogers Communications 'B'	14	0.02
1,232	Royal Bank of Canada	44	0.06
374	Shaw Communications 'B'	5	0.01
582	Suncor Energy	11	0.02
1,177	Teck Cominco 'B'	27	0.04
658	Telus	24	0.04
178	Thomson Reuters	3	0.00
1,372	Toronto-Dominion Bank	72	0.11
1,776	Transalta	20	0.03
		<hr/>	
		451	
Cayman Islands (0.12%; 2011 0.06%)			
8,000	Anta Sports Products	5	0.01
45,802 ±	Chaoda Modern Agriculture	4	0.01
36,000	Evergrande Real Estate	14	0.02
16,794	Greentown China Holdings	8	0.01
9,000	Li Ning	6	0.01
4,000	MStar Semiconductor	15	0.02
118,000	Renhe Commercial Holdings	5	0.01
16,700	Shui On Land	4	0.01
840	XL Capital	11	0.02
		<hr/>	
		72	
Channel Islands; Guernsey (2.54%; 2011 0.44%)			
62,040	BH Macro	1,267	2.03
35,838	Resolution	89	0.14
27,395	WPP	232	0.37
		<hr/>	
		1,588	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
China; People's Republic of (0.04%; 2011 0.05%)			
4,700	Cheung Kong Infrastructure	17	0.03
35,000	Country Gardens	10	0.01
		27	
Czech Republic (0.07%; 2011 0.02%)			
1,140	CEZ	30	0.05
134	Komerční Banka	16	0.02
		46	
Denmark (0.24%; 2011 0.25%)			
3	AP Møller – Maersk 'B'	14	0.02
201	Coloplast 'B'	22	0.04
1,171	Danske Bank	12	0.02
1,305	H. Lundbeck	16	0.03
903	Novo Nordisk 'B'	83	0.13
		147	
Finland (0.22%; 2011 0.29%)			
1,835	Fortum	25	0.04
503	Kesko OYJ	10	0.02
696	Kone 'B'	24	0.04
718	Metso	19	0.03
7,971	Nokia	20	0.03
1,766	Sampo	29	0.04
2,955	Stora Enso 'R'	13	0.02
		140	
France (2.15%; 2011 2.46%)			
374	Air Liquide	30	0.05
339	Arkema	19	0.03
5,188	AXA	48	0.08
307	BIC	19	0.03
2,053	BNP Paribas	54	0.09
1,065	Bouygues	19	0.03
1,027	Cap Gemini	26	0.04
622	Carrefour	8	0.01
346	Christian Dior	33	0.05
853	Cie de St Gobain	22	0.04
906	Credit Agricole	3	0.00
936	Eutelsat Communications	22	0.04
4,504	France Telecom	38	0.06
2,092	GDF Suez	31	0.05
717	Groupe Danone	30	0.05
399	L'Oréal	31	0.05
960	Legrand	21	0.03
633	LVMH	68	0.11
455	Michelin 'B'	20	0.03
310	Pernod-Ricard	20	0.03
1,294	Peugeot	11	0.02
767	Renault	24	0.04
1,239	Safran	27	0.04
2,468	Sanofi-Aventis	113	0.18
680	Schneider Electric	26	0.04
962	Scor	16	0.03

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
France (2.15%; 2011 2.46%) (continued)			
1,316	Societe Generale	20	0.03
460	Theam Quant Commodities Oscillator Core	300	0.48
4,881	Total	149	0.23
195	Unibail	23	0.04
1,462	Vinci	43	0.07
2,894	Vivendi	30	0.05
		<hr/>	
		1,344	
		<hr/>	
Germany (1.51%; 2011 1.99%)			
688	Allianz	48	0.08
2,036	BASF	106	0.17
1,157	Bayer	49	0.08
736	Bayerische Motoren Werke	42	0.07
1,437	Celesio	15	0.02
5,355	Commerzbank	7	0.01
2,040	DaimlerChrysler	69	0.11
1,538	Deutsche Bank	45	0.07
311	Deutsche Boerse	12	0.02
1,745	Deutsche Lufthansa	15	0.02
3,135	Deutsche Post	37	0.06
4,241	Deutsche Telekom	30	0.05
4,184	E.ON	58	0.09
599	Fresenius	37	0.06
792	K&S	25	0.04
445	Lanxess	22	0.04
322	Merck	22	0.04
549	Metro	12	0.02
350	Munchener Ruckver	32	0.05
717	RWE 'A'	20	0.03
1,254	SAP	54	0.09
1,982	Siemens	119	0.18
180	SMA Solar Technology	5	0.01
682	Suedzucker	13	0.02
447	Volkswagen Non Voting Preference Shares	49	0.08
		<hr/>	
		943	
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Greece (0.02%; 2011 0.03%)			
2,197	National Bank of Greece	4	0.00
1,843	OPAP	10	0.02
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		14	
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Hong Kong (0.82%; 2011 1.00%)			
20,000	Agile Property	16	0.03
10,600	AIA Group	23	0.04
7,000	Belle International Holdings	8	0.01
12,732	BOC Hong Kong	23	0.04
9,000	Cathay Pacific Airways	10	0.02
4,321	Cheung Kong	35	0.06
17,000	China High Speed Transmission Equipment	5	0.01
7,000	China Yurun Food	6	0.01
4,319	CLP	23	0.04
7,297	Esprit	10	0.02
23,200	First Pacific	17	0.03
23,000	Fosun International	8	0.01

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Hong Kong (0.82%; 2011 1.00%) (continued)			
1,745	Hang Seng Bank	15	0.02
1,086	Hkt Trust And Hkt	1	0.00
3,840	Hong Kong & China Gas	6	0.01
4,500	Hong Kong Electric	21	0.03
1,700	Hong Kong Exchanges & Clearing	18	0.03
8,500	Hutchison Whampoa	52	0.08
6,500	Kingboard Chemical Holdings	14	0.02
6,000	Li & Fung	8	0.01
6,000	Link REIT	14	0.02
88,200	New World China Land	15	0.02
17,860	New World Developments	14	0.02
13,000	NWS Holding	13	0.02
50,000	PCCW	12	0.02
13,500	Shimao Property	10	0.02
36,000	Shougang Fushan Resources	7	0.01
44,000	Shun Tak	11	0.02
2,750	Sun Hung Kai Properties	21	0.03
2,000	Swire Pacific 'A'	14	0.02
2,000	Television Broadcast	8	0.01
1,200	Tencent	22	0.04
4,000	Wheelock & Company	8	0.01
22,000	Xinyi Glass Holdings	9	0.01
7,500	Yue Yuen Industrial	16	0.03
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		513	
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Hungary (0.02%; 2011 0.03%)			
255	Magyar Olaj – Es Gazipare Reszvenytar	12	0.02
		<hr/>	
		12	
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Ireland; Republic of (5.07%; 2011 9.81%)			
10,584 ±	Anglo Irish Bank	–	–
1,090	Covidien International Finance	37	0.06
25,809	iShares Markit iBoxx £ Corporate Bond	3,119	4.99
1,166	Warner Chilcott	12	0.02
		<hr/>	
		3,168	
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Italy (0.40%; 2011 0.69%)			
2,118	Assicurazioni Generali	19	0.03
2,513	Atlantia	24	0.04
18,318	Enel	37	0.06
6,471	ENI	88	0.14
2,443	Fiat	8	0.01
2,902	Finmeccanica	9	0.01
17,053	Intesa San Paolo	17	0.03
4,170	Mediaset	6	0.01
45,127	Telecom Italia	30	0.05
2,983	Terna	7	0.01
2,410	UniCredit	6	0.01
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		251	
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Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (3.10%; 2011 3.51%)			
200	ABC-Mart	5	0.01
1,300	Aeon	11	0.02
1,000	Air Water	8	0.01
400	Aisin Seiki	9	0.01
1,000	Ajinomoto	8	0.01
900	Asahi Breweries	13	0.02
2,000	Asahi Glass	10	0.02
3,000	Asahi Kasei	11	0.02
800	Astellas Pharma	20	0.03
1,000	Bank of Yokohama	3	0.00
600	Bridgestone	9	0.01
1,600	Brother Industries	14	0.02
1,900	Canon	56	0.10
4	Central Japan Railway	20	0.03
300	Century Tokyo Leasing	4	0.01
2,000	Chiba Bank	8	0.01
1,000	Chubu Electric Power	11	0.02
500	Coca-Cola West Japan	6	0.01
700	Comys Holdings	5	0.01
2,000	Daido Steel	8	0.01
1,000	Daihatsu Motor	11	0.02
12	Daiichi Life Insurance	10	0.02
300	Daiichi Sankyo	3	0.00
5,000	Dainippon Ink & Chemicals	6	0.01
300	Daito Trust Construction	17	0.03
3,000	Denki Kagaku Kogyo	7	0.01
400	Denso	8	0.01
600	East Japan Railway	23	0.04
2,000	Ebara	4	0.01
600	Eisai	14	0.02
200	Fanuc	23	0.04
4,000	Fuji Electric	6	0.01
2,000	Fuji Heavy Industries	10	0.02
500	Fujifilm	7	0.01
3,000	Fujitsu	9	0.01
3,000	Fukuoka Financial	8	0.01
500	Heiwa	7	0.01
7,000	Hitachi	28	0.04
900	Hitachi Capital	8	0.01
2,100	Honda Motor	47	0.09
900	Hoya	13	0.02
100	Idemitsu Kosan	6	0.01
6,000	IHI	9	0.01
3	Inpex	12	0.02
4,000	Isuzu Motors	14	0.02
2,200	Itochu	16	0.03
800	Izumi Company	11	0.02
1,000	Japan Steel Works	4	0.01
7	Japan Tobacco	25	0.04
600	JFE Holdings	7	0.01
3,510	JX Holdings	13	0.02
1,500	Kansai Electric Power	15	0.02
500	Kao	8	0.01
5,000	Kawasaki Heavy Industries	9	0.01
3,000	Kawasaki Kisen Kaisha	4	0.01
6	KDDI	24	0.04

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (3.10%; 2011 3.51%) (continued)			
1,000	Kinden	5	0.01
1,000	Kirin Brewery	8	0.01
1,700	Komatsu	31	0.05
1,500	Konica Minolta Holdings	8	0.01
1,000	Kubota	6	0.01
1,500	Kuraray	13	0.02
400	Kyocera	22	0.04
1,000	Kyushu Electric Power	9	0.01
1,000	Lion	4	0.01
3,000	Marubeni	13	0.02
600	Matsumotokiyoshi	8	0.01
300	Miraca Holdings	7	0.01
2,000	Mitsubishi	28	0.04
2,500	Mitsubishi Chemical Holdings	8	0.01
3,000	Mitsubishi Electric	16	0.03
1,000	Mitsubishi Estate	11	0.02
3,000	Mitsubishi Heavy Industries	9	0.01
21,399	Mitsubishi UFJ Financial	67	0.12
220	Mitsubishi UFJ Lease	6	0.01
2,600	Mitsui	26	0.04
4,000	Mitsui Engineering & Shipbuilding	4	0.01
1,000	Mitsui Fudosan	11	0.02
36,240	Mizuho Financial	36	0.06
400	MS&AD Insurance	5	0.01
200	Murata Manufacturing	7	0.01
1,300	NHK Spring	9	0.01
3,000	Nichirei	9	0.01
100	Nintendo	9	0.01
1,000	Nippon Electric Glass	5	0.01
3,000	Nippon Express	7	0.01
1,000	Nippon Kayaku	6	0.01
1,000	Nippon Meat Packers	8	0.01
1,000	Nippon Shokubai	7	0.01
6,000	Nippon Steel	10	0.02
1,000	Nippon Telegraph & Telephone	28	0.04
3,000	Nippon Yusen KK	5	0.01
1,400	Nipro	6	0.01
4,000	Nishi-Nippon City Bank	7	0.01
4,400	Nissan Motor	28	0.04
1,000	Nisshinbo Holdings	6	0.01
300	Nitto Denko	8	0.01
3,100	Nomura	8	0.01
600	Nomura Research Institute	9	0.01
1,000	NSK	4	0.01
3,000	NTN	8	0.01
3	NTT Data	6	0.01
21	NTT DoCoMo	22	0.04
2,000	Oji Paper	6	0.01
250	Orix	15	0.02
4,000	Osaka Gas	10	0.02
800	Otsuka Holdings	15	0.02
100	Otsuka Shokai	5	0.01
3,700	Panasonic	19	0.03
120	Point	3	0.00
1,000	QP	9	0.01
1,664	Rengo	7	0.01

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Japan (3.10%; 2011 3.51%) (continued)			
4,000	Resona Holdings	11	0.02
2,000	Ricoh	12	0.02
1,000	Rohto Pharmaceutical	8	0.01
200	Ryohin Keikaku	7	0.01
300	Santen Pharmaceutical	8	0.01
500	Sega Sammy Holdings	7	0.01
1,000	Seino Holdings	4	0.01
2,000	Sekisui Chemical	11	0.02
1,000	Sekisui House	6	0.01
1,100	Seven & I	20	0.03
100	Shin-Etsu Chemical	4	0.01
700	Shionogi	6	0.01
21	Sky Perfect	6	0.01
1,400	Softbank	25	0.04
1,465	Sony	16	0.03
800	Sony Financial Holdings	8	0.01
700	Stanley Electric	7	0.01
1,900	Sumitomo	17	0.03
1,300	Sumitomo Electric Industries	11	0.02
2,000	Sumitomo Heavy Industries	7	0.01
1,000	Sumitomo Metal Mining	8	0.01
2,200	Sumitomo Mitsui Financial	46	0.08
6,490	Sumitomo Mitsui Trust	13	0.02
130	Sumitomo Real Estate Sale	4	0.01
1,000	Sumitomo Realty & Development	14	0.02
600	Suzuki Motor	9	0.01
1,100	Takeda Pharmaceuticals	29	0.05
300	TDK	10	0.02
2,000	Teijin	4	0.01
1,100	Tokio Marine Holdings	18	0.03
1,400	Tokyo Electric Power	2	0.00
300	Tokyo Electron	10	0.02
3,000	Tokyo Gas	9	0.01
3,000	Tokyu	9	0.01
2,000	Tokyu Land	6	0.01
1,000	Tonen General Sekiyu	6	0.01
6,000	Toshiba	16	0.03
3,000	Toshiba Tec	7	0.01
4,000	Tosoh	6	0.01
6,000	Toyobo Company	5	0.01
400	Toyoda Gosei	5	0.01
400	Toyota Industries	7	0.01
3,000	Toyota Motor	77	0.13
700	Toyota Tsusho	9	0.01
500	Trend Micro	9	0.01
3,000	UBE Industries	5	0.01
1,300	Uny	10	0.02
400	West Japan Railway	10	0.02
240	Yamada Denki	9	0.01
400	Yamatake	5	0.01
		1,935	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Korea; Republic of (1.31%; 2011 1.51%)			
2,110	BS Financial Group	15	0.02
261	CJ	12	0.02
169	Daelim Industrial	11	0.02
680	Daewoo Ship Building & Marine	12	0.02
1,020	Daishin Security Company	6	0.01
644	Dongbu Insurance	17	0.03
182	Doosan Corp	14	0.02
355	GS Holdings	14	0.02
1,000	Hana Financial	25	0.04
520 +	Hanwha	9	0.01
510	Hanwha Chemical	7	0.01
222	Hyundai Department Store	22	0.04
144	Hyundai Heavy Industries	25	0.04
111	Hyundai Mobis	18	0.03
400	Hyundai Motor	57	0.09
1,520	Hyundai Securities	8	0.01
2,050	Industrial Bank of Korea	15	0.02
492	KB Financial	12	0.02
766	Kia Motors	33	0.05
2,880	Korea Exchange Bank	14	0.02
286	Korea Gas	7	0.01
700	Korea Investment Holdings	16	0.03
666	Korea Telecom	11	0.02
83	Korea Zinc	19	0.03
435	KT & G	19	0.03
124	LG Chemical	25	0.04
232	POSCO	49	0.08
268	Samsung Electronics	188	0.31
840	Samsung Heavy Industries	18	0.03
1,137	Shinhan Financial	27	0.04
277	SK	22	0.04
195	SK C&C	11	0.02
318	SK Innovation	30	0.05
2,920	Woori Finance Holdings	21	0.03
118	Yuhan	7	0.01
		<hr/>	
		816	
Luxembourg (13.23%; 2011 8.85%)			
1,574	Arcelormittal	18	0.03
15,809 ♦	Aviva Investors Absolute T250 Bond Fund GBP Hedged (Share Class I)	1,576	2.53
5,823 ♦	Aviva Investors Emerging Markets Local Currency Bond Fund GBP (Share Class IX)	645	1.03
3,089 ♦	Aviva Investors Global Aggregate Currency Bond GBP Hedged (Share Class Z)	3,154	5.06
3,067 ♦	Aviva Investors Global Commodity Plus Fund (Share Class Z)	294	0.47
9,518 ♦	Aviva Investors Global Convertibles Fund GBP Hedged (Share Class IX)	965	1.54
620 ♦	Aviva Investors Global High Yield Bond GBP Hedged (Share Class Z)	664	1.06
3,250 ♦	Aviva Investors Index Opportunities Fund	333	0.53
5,927	Fulcrum Plus Daily GBP 'E' (Income)	614	0.98
		<hr/>	
		8,263	
Malaysia (0.28%; 2011 0.31%)			
13,900	Berjaya Sports	13	0.02
1,300	British American Tobacco Malaysia	15	0.02
13,300	Genting Malaysia	10	0.02
6,200	Hong Leong Bank	16	0.03
2,500	Kuala Lumpur Kepong	12	0.02

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Malaysia (0.28%; 2011 0.31%) (continued)			
16,100	Malayan Banking	29	0.04
11,700	Petronas Chemicals	16	0.03
3,300	Petronas Dagangan Berhad	13	0.02
13,000	SIME Darby	26	0.04
9,100	UMW Holdings	14	0.02
30,400	YTL Power International	12	0.02
		176	
Malta (0.00%; 2011 0.00%)			
36,981	BGP Holdings	–	–
		–	
Netherlands (0.40%; 2011 0.70%)			
1,360	ASML	42	0.06
322	Corio	10	0.02
892	DSM	31	0.05
907	Heineken	31	0.05
4,838	ING	23	0.04
3,034	KPN	19	0.03
2,003	Philips Electronics	23	0.04
3,499	PostNL	13	0.02
1,149	SBM Offshore	13	0.02
2,256	Unilever	46	0.07
		251	
New Zealand (0.07%; 2011 0.07%)			
11,517	Air New Zealand	5	0.01
5,835	Sky City Entertainment	12	0.02
6,755	Telecom Corporation of New Zealand	9	0.01
11,442	Vector	16	0.03
		42	
Norway (0.18%; 2011 0.23%)			
3,826	DNB	29	0.05
4,186	Orkla	20	0.03
2,221	Statoil	36	0.06
881	Yara International	26	0.04
		111	
Poland (0.11%; 2011 0.07%)			
857	KGHM Polska Miedz	24	0.04
3,436	PKO Bank Polski	23	0.04
337	Powszechny Zaklad Ubezpieczen	21	0.03
		68	
Portugal (0.05%; 2011 0.09%)			
11,733	EDP Energais de Portugal	21	0.03
3,592	Portugal Telecom	11	0.02
		32	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Singapore (0.42%; 2011 0.43%)			
15,000	ComfortDelGro	12	0.02
4,000	DBS	27	0.04
48,000	Golden Agri-Resources	18	0.03
1,000	Jardine Cycle & Carriage	24	0.04
5,900	Keppel	34	0.05
3,000	Overseas Chinese Banking	13	0.02
6,000	Sembcorp Industries	16	0.03
6,000	Sembcorp Marine	16	0.03
7,000	Singapore Technologies Engineering	11	0.02
12,200	Singapore Telecom	19	0.03
2,400	United Overseas Bank	22	0.03
6,000	United Overseas Land	14	0.02
2,000	Venture	9	0.01
20,000	Wing Tai	13	0.02
25,000	Yangzijiang Ship Building	16	0.03
		<hr/>	
		264	
South Korea (0.02%; 2011 0.00%)			
174	SK Telecom (ADR)	13	0.02
		<hr/>	
		13	
Spain (0.64%; 2011 0.99%)			
2,074	Abertis Infraestructuras	21	0.03
1,044	Actividades de Construcción y Servicios	15	0.02
1,932	Amadeus IT Holdings	22	0.04
17,470	Banco Santander Central Hispano	73	0.12
17,470	Banco Santander Rights 2012	3	0.00
10,102	BBVA	45	0.07
940	Endesa	11	0.02
2,124	Gas Natural SDG	19	0.03
7,172	Iberdrola	23	0.04
651	Inditex	37	0.06
6,724	Mapfre	13	0.02
2,694	Repsol YPF	39	0.06
8,129	Telefonica	77	0.13
		<hr/>	
		398	
Sweden (0.63%; 2011 0.86%)			
1,152	Assa Abloy 'B'	22	0.04
2,223	Atlas Copco 'A'	33	0.05
1,578	Boliden	15	0.02
4,182	Ericsson (LM) Tel 'B'	26	0.04
1,078	Gefinge 'B'	18	0.03
1,468	Hennes & Mauritz 'B'	31	0.05
1,149	Kinnevik Investment	16	0.03
7,199	Nordea Bank	38	0.06
2,317	Scania 'B'	29	0.05
2,387	Skanska 'B'	25	0.04
1,293	SKF 'B'	19	0.03
1,031	Svenska Handelsbanken 'A'	20	0.03
3,091	Swedbank 'A'	29	0.05
703	Swedish Match	18	0.03
1,437	Tele 2 'B'	17	0.03
4,231	Volvo 'B'	35	0.05
		<hr/>	
		391	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Switzerland (1.67%; 2011 2.06%)			
4,100	ABB	51	0.08
704	Actelion	16	0.03
284	Baloise-Holdings	14	0.02
2,155	Clariant	18	0.03
1,844	Credit Suisse	31	0.05
6,613	Nestle	254	0.40
939	Noble	22	0.04
4,923	Novartis	168	0.26
227	PSP Swiss Property	12	0.02
570	Richemont	22	0.04
1,460	Roche Holdings	158	0.25
108	Swatch	31	0.05
328	Swiss Life	23	0.04
978	Swiss Re	39	0.06
187	Syngenta	41	0.07
1,138	Tyco International	39	0.06
6,541	UBS	53	0.08
356	Zurich Financial Services	54	0.09
		<hr/>	
		1,046	
		<hr/>	
Taiwan (0.89%; 2011 1.02%)			
18,533	Acer	15	0.02
5,500	Advantech	12	0.02
16,365	Asia Cement	13	0.02
1,592	Asustek Computer	9	0.01
4,000	Catcher Technology	18	0.03
14,000	China Motor	8	0.01
30,000	China Steel	19	0.03
9,457	Chunghwa Telecom	18	0.03
26,325	Compal Electronics	19	0.03
19,323	Coretronic	11	0.02
15,540	Far Eastern Textile	11	0.02
17,000	Formosa Chemical & Fibre	30	0.05
18,264	Formosa Plastic	34	0.05
23,748	Fubon Financial Holding	16	0.03
3,709	High Tech Computer	42	0.07
15,175	Hon Hai Precision Industry	37	0.06
48,667	Inventec	13	0.02
16,285	Lite-On Technology	12	0.02
2,007	Mediatek	12	0.02
20,407	Nan Ya Plastic	27	0.04
12,000	Quanta Computer	19	0.03
17,000	Taiwan Cement	13	0.02
50,481	Taiwan Semiconductor Manufacturing	91	0.15
26,000	Teco Electric & Machinery	12	0.02
8,000	U Ming Marine Transport	8	0.01
65,000	United Micro Electronics	20	0.03
12,902	Wistron	12	0.02
33,000	Yageo	6	0.01
		<hr/>	
		557	
		<hr/>	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Thailand (0.11%; 2011 0.00%)			
5,000	Advanced Information Service Public	17	0.03
18,500	Charoen Pokphand Foods	14	0.02
26,000	Krung Thai Bank Public	10	0.02
3,000	PTT Public	21	0.03
9,500	Ratchaburi Electricity Generating	8	0.01
		<hr/>	
		70	
Turkey (0.06%; 2011 0.08%)			
2,990	Arcelik	8	0.01
7,129	Eregli Demir Celik	9	0.01
2,485	Türkiye Halk Bankasi	11	0.03
693	Türkiye Petrol Rafinerileri	9	0.01
		<hr/>	
		37	
United Kingdom (41.93%; 2011 41.36%)			
4,021	Admiral	48	0.08
1,336	Aggreko	30	0.05
8,225	AMEC	90	0.14
17,383	Anglo American	399	0.63
9,535	Ashtead Group	24	0.04
5,203	Associated British Foods	62	0.10
20,518	AstraZeneca	573	0.92
2,482	Atkins (WS)	18	0.03
36,554 f	Aviva	114	0.18
7,863	Babcock International	66	0.10
56,838	BAE Systems	168	0.27
22,196	Balfour Beatty	62	0.10
181,998	Barclays	406	0.65
17,199	BBA Aviation	37	0.06
4,468	Berkeley	59	0.09
41,953	BG	588	0.94
31,549	BHP Billiton	606	0.97
265,881	BP	1,178	1.88
24,367	British American Tobacco	763	1.22
7,865	British Land	37	0.06
6,056	British Sky Broadcasting Group	40	0.06
10,802	Britvic	42	0.07
136,581	BT	299	0.48
7,517	Bunzl	75	0.12
16,049	Cairn Energy	52	0.08
20,528	Carillion	58	0.09
96,796	Centrica	304	0.49
6,095	Close Brothers	46	0.07
49,435	Cobham	116	0.19
36,634	Compass	236	0.38
10,348	Cookson	74	0.12
11,837	Dairy Crest	37	0.06
19,048	Debenhams	15	0.02
25,807	Diageo	394	0.63
4,439	Experian	44	0.07
19,965	FirstGroup	41	0.07
4,797	Fresnillo	77	0.12
33,990	G4S	97	0.16
46,212	GKN	94	0.15
61,210	GlaxoSmithKline	858	1.37

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (41.93%; 2011 41.36%) (continued)			
17,960	Glencore International	73	0.12
2,005	Go-Ahead	23	0.04
6,985	Greggs	36	0.06
7,726	Halfords	23	0.04
20,897	Home Retail	22	0.03
220,002	HSBC	1,207	1.93
13,542	Imperial Tobacco	334	0.53
15,333	Inchcape	56	0.09
16,011	Intermediate Capital	42	0.07
13,831	International Power	56	0.09
19,939	Investec	72	0.11
95,474	ITV	82	0.13
391,526	JPMorgan Emerging Markets Investment Trust	2,179	3.49
8,379	Kazakhmys	75	0.12
1,420	Kier	16	0.03
43,135	Kingfisher	129	0.21
46,407	Ladbrokes	76	0.12
15,015	Land Securities	108	0.17
161,512	Legal & General	201	0.32
662,674	Lloyds Banking Group	208	0.33
90,710	LogicaCMG	76	0.12
49,127	Man Group	55	0.09
9,999	Marks & Spencer	37	0.06
21,164	Marston's	21	0.03
27,646	Meggitt	112	0.18
14,971	Melrose	63	0.10
18,856	Mitie	54	0.09
15,791	Morgan Crucible	52	0.08
28,711	Morrison (WM) Supermarkets	84	0.13
51,495	National Grid	330	0.53
99,792	Old Mutual	155	0.25
17,444	Pace Micro Technology	13	0.02
10,614	Pearson	120	0.19
11,450	Persimmon	74	0.12
5,770	Petrofac	99	0.16
27,004	Prudential	200	0.32
33,109	Rank	41	0.07
6,992	Reckitt Benckiser	246	0.39
6,654	Reed Elsevier	35	0.06
910	Renishaw	12	0.02
70,220	Rentokil Initial	62	0.10
28,991	Rexam	122	0.20
19,517	Rio Tinto	686	1.10
12,575	Rolls-Royce	104	0.17
77,813	Royal & Sun Alliance	81	0.13
120,577	Royal Bank of Scotland	31	0.05
11,560	Royal Dutch Shell 'A'	247	0.40
74,009	Royal Dutch Shell 'B'	1,617	2.59
13,262	SABMiller	337	0.54
16,939	Sage	49	0.08
23,998	Sainsbury (J)	73	0.12
4,176	Schroders Voting Shares	61	0.10
11,975	Scottish & Southern Energy	159	0.25
10,138	Shire	199	0.31
45,633	SIG	50	0.08
18,200	Smith & Nephew	111	0.18

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United Kingdom (41.93%; 2011 41.36%) (continued)			
29,389	Stagecoach	72	0.12
25,638	Standard Chartered	388	0.62
10,607	Tate & Lyle	74	0.12
67,682	Templeton Emerging Markets	396	0.63
132,654	Tesco	431	0.69
6,482	Travis Perkins	69	0.11
349,000	Treasury 1.75% 22/01/2017	362	0.58
654,000	Treasury 2% 22/01/2016	685	1.10
12,000	Treasury 3.75% 07/09/2020	14	0.02
514,000	Treasury 3.75% 07/09/2021	593	0.94
13,000	Treasury 3.75% 22/07/2052	14	0.02
27,000	Treasury 4% 07/03/2022	32	0.05
170,000	Treasury 4.25% 07/06/2032	201	0.32
82,000	Treasury 4.25% 07/09/2039	97	0.16
82,000	Treasury 4.25% 07/12/2040	97	0.16
85,000	Treasury 4.25% 07/12/2046	102	0.16
95,000	Treasury 4.25% 07/12/2055	116	0.19
113,000	Treasury 4.5% 07/03/2013	117	0.19
24,000	Treasury 4.5% 07/03/2019	29	0.05
44,000	Treasury 4.5% 07/12/2042	55	0.09
218,000	Treasury 4.75% 07/12/2030	275	0.44
102,000	Treasury 4.75% 07/12/2038	130	0.21
41,000	Treasury 5% 07/03/2025	53	0.08
51,000	Treasury 5.25% 07/06/2012	51	0.08
50,000	Treasury 6% 07/12/2028	72	0.11
10,941	Tullett Prebon	38	0.06
9,734	Tullow Oil	143	0.23
18,466	Unilever	372	0.59
8,885	United Business Media	54	0.09
8,568	United Utilities	51	0.08
3,467	Vedanta Resources	42	0.07
736,892	Vodafone	1,242	1.98
7,752	WH Smith	42	0.07
5,237	Whitbread	97	0.16
33,901	Xstrata	379	0.61
		<hr/>	
		26,198	
		<hr/>	
United States of America (11.90%; 2011 9.67%)			
667	3M	36	0.06
1,481	Abbott Laboratories	56	0.09
6,872	Advanced Micro Devices	34	0.05
2,882	AES	23	0.04
1,209	Aetna	37	0.06
532	Aflac	15	0.02
334	Allergan	20	0.03
1,305	Allstate	27	0.04
1,669	Altria	33	0.05
105	Amazon.Com	13	0.02
645	Ameren	13	0.02
1,124	American Express	41	0.07
475	American International	10	0.02
65	American International Group Warrants	–	–
13,982	American International Group Warrants Fractional	–	–
747	Ameriprise Financial	26	0.04
992	Amerisourcebergen 'A'	24	0.04

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (11.90%; 2011 9.67%) (continued)			
290	AmeriTrade	4	0.01
887	Amgen	37	0.06
363	Apache	22	0.04
160	Apollo 'A'	4	0.01
880	Apple Computer	344	0.55
1,808	Archer-Daniels Midland	35	0.06
5,601	AT&T	108	0.17
9,213	Bank of America	53	0.08
1,265	Bank of New York Mellon	19	0.03
586	Baxter International	22	0.04
1,154	Best Buy	16	0.03
792	BMC Software	19	0.03
1,008	Boeing	47	0.08
1,111	Bristol-Myers Squibb	23	0.04
1,127	Broadcom 'A'	26	0.04
1,287	Capital One Financial	44	0.07
1,191	Carnival	23	0.04
932	Caterpillar	62	0.10
2,221	CBS 'B'	45	0.07
841	Celanese 'A'	25	0.04
2,275	Centrepont Energy	27	0.04
1,044	Centurytel	25	0.04
221	CF Industries	26	0.04
1,568	Chesapeake Energy	20	0.03
2,343	Chevron	151	0.24
638	Chubb	28	0.04
798	Cigna	24	0.04
4,746	Cisco Systems	60	0.10
1,579	Citigroup	34	0.05
444	Cliffs Natural Resources	20	0.03
1,807	Coca Cola	82	0.13
1,332	Coca-Cola Enterprises	23	0.04
3,756	Comcast 'A'	70	0.11
1,375	Conagra Foods	22	0.04
2,186	ConocoPhillips	102	0.16
745	Consol Energy	16	0.03
1,740	Constellation Brands 'A'	23	0.04
2,930	Corning	25	0.04
2,821	CSX	39	0.06
464	Cummins	34	0.05
1,262	CVS Caremark	34	0.05
1,012	Darden Restaurants	32	0.05
842	Deere	42	0.07
3,404	Dell	35	0.06
515	Diamond Offshore Drilling	21	0.03
1,676	DirectTV	52	0.08
2,189	Discover Financial Services	46	0.07
1,489	Donnelley (RR) & Sons	11	0.02
865	Dover	33	0.05
1,132	Dow Chemical	23	0.04
885	DTE Energy	30	0.05
1,287	Du Pont De Nemours	42	0.07
926	Eastman Chemical	31	0.05
865	Eaton	26	0.04
1,232	Edison International	32	0.05

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (11.90%; 2011 9.67%) (continued)			
2,094	El Paso	39	0.06
1,127	Eli Lilly	28	0.04
2,659	EMC Massachusetts	49	0.08
418	E-Trade Financial	3	0.00
1,702	Exelon	40	0.06
483	Expedia	10	0.02
1,569	Express Scripts	57	0.09
4,736	Exxon Mobil	249	0.39
583	FedEx	33	0.05
797	Fidelity National Information Services	16	0.03
1,610	Fifth Third Bancorp	15	0.02
1,107	First Energy	31	0.05
75,700	First Horizon National	–	–
361	Fiserv	16	0.03
4,981	Ford Motor	38	0.06
1,180	Forest Laboratories	25	0.04
1,995	Freeport-McMoran Copper & Gold 'B'	47	0.08
815	Frontier Communications 'B'	2	0.00
483	General Dynamics	21	0.03
11,159	General Electric	135	0.22
1,177	Genworth Financial	6	0.01
1,359	Gilead Sciences	39	0.06
670	Goldman Sachs	51	0.08
216	Google 'A'	88	0.14
1,673	Halliburton	35	0.06
1,822	Hartford Financial Services	24	0.04
200	Health Care Property Investors	5	0.01
728	Heinz (H.J.)	24	0.04
698	Hess	25	0.04
2,930	Hewlett Packard	46	0.07
569	Home Depot	18	0.03
762	Honeywell International	28	0.04
2,477	Host Hotels & Resorts	25	0.04
506	Humana	29	0.05
931	Illinois Tool Works	33	0.05
5,571	Intel	100	0.16
1,238	International Business Machines	160	0.26
1,730	International Paper	36	0.06
1,992	Jabil Circuit	29	0.05
1,600	Jardine Matheson	52	0.08
2,426	Johnson & Johnson	98	0.16
1,583	Johnson Controls	32	0.05
4,240	JPMorgan Chase & Co	119	0.19
765	Kimberly-Clark	36	0.06
1,058	Kohls	33	0.05
1,617	Kraft Foods 'A'	38	0.06
1,751	Kroger	26	0.04
309	L-3 Communications	13	0.02
1,020	Limited Brands	31	0.05
510	Lockheed Martin	29	0.05
1,554	Lowe's	31	0.05
1,697	Marathon Oil	32	0.05
863	Marathon Petroleum	23	0.04
1,335	McDonald's	82	0.13
974	McGraw-Hill	30	0.05
758	McKesson	43	0.07

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (11.90%; 2011 9.67%) (continued)			
1,117	Medtronic	27	0.04
1,957	Merck	47	0.08
1,765	Metlife	40	0.06
8,566	Microsoft	167	0.27
278	Monsanto	14	0.02
1,754	Morgan Stanley Dean Witter	20	0.03
191	Murphy Oil	6	0.01
1,300	Nabors Industries	14	0.02
396	National Oilwell	20	0.03
1,563	New York Times 'A'	6	0.01
545	Newfield Exploration	12	0.02
1,150	Newmont Mining	36	0.06
831	Norfolk Southern	35	0.06
1,134	Northrop Grumman	44	0.07
938	Occidental Petroleum	54	0.09
1,110	OfficeMax	3	0.00
4,460	Oracle	80	0.13
973	PepsiCo	40	0.06
8,564	Pfizer	118	0.19
371	PG&E	10	0.02
2,185	Phillip Morris International	120	0.19
935	PNC Financial Services	37	0.06
448	PPG Industries	27	0.04
2,297	Proctor & Gamble	95	0.15
1,414	Progressive	20	0.03
307	Public Storage	27	0.04
1,157	Qualcomm	50	0.08
576	Ryder System	18	0.03
858	Sandisk	23	0.04
579	Schlumberger	26	0.04
2,381	SLM	23	0.04
303	St Jude Medical	8	0.01
683	Stanley Black & Decker	33	0.05
467	State Street	13	0.02
1,301	Target	47	0.08
1,079	Texas Instruments	22	0.04
238	The Mosaic Company	8	0.01
1,674	Time Warner	38	0.06
1,681	TJX Companies	42	0.07
656	Torchmark	20	0.03
1,079	Travellers	40	0.06
275	Union Pacific	19	0.03
1,645	United Health	60	0.10
814	United Technologies	41	0.07
2,247	Unum	33	0.05
1,004	US Bancorp	20	0.03
1,919	Valero Energy	30	0.05
3,105	Verizon Communications	73	0.12
94	VF	9	0.01
995	Viacom 'B'	29	0.05
448	Visa	34	0.05
3,150	Wal-Mart Stores	119	0.19
1,679	Walt Disney	44	0.07
700	Wellpoint	31	0.05
5,346	Wells Fargo	114	0.18
1,445	Williams	29	0.05

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (11.90%; 2011 9.67%) (continued)			
448	WPX Energy	5	0.01
5,236	Xerox	26	0.04
1,182	Xylem	20	0.03
2,348	Yahoo	22	0.04
191	Zimmer	8	0.01
920	Zions Bancorporation	12	0.02
		<hr/>	
		7,438	
		<hr/>	
Forward currency contracts ((0.03)%; 2011 0.00%)			
<i>Sterling</i>			
JPY 9,000,000	Buy JPY 27/06/12, Sell £69,963	–	–
<i>Japanese Yen</i>			
£1,887,219	Buy Sterling 27/06/12, Sell JPY 246,250,000	(20)	(0.03)
		<hr/>	
		(20)	
		<hr/>	
Futures ((0.04)%; 2011 0.00%)			
(6)	Exposure to Long Gilt Future 06/2012	(24)	(0.04)
		<hr/>	
		(24)	
		<hr/>	
Portfolio of Investments*		58,324	93.35
		<hr/>	<hr/>
Net other assets		4,154	6.65
		<hr/>	<hr/>
Net assets		62,478	100.00
		<hr/>	<hr/>

* Includes investment liabilities.

f Investments in the Aviva Group.

◇ Investments managed and advised by Aviva Investors Global Services Limited or associates of the Aviva Group.

‡ Suspended and delisted securities.

§ Unquoted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £24,821,000 (15.04.11: £10,434,000) and the total sales, net of transaction charges amounted to £26,005,000 (15.04.11: £12,915,000).

Portfolio Statement by Asset Class

	Market value £000	Total net assets %
Equities	55,273	88.48
Bonds	3,095	4.95
Futures	(24)	(0.04)
Forward currency contracts	(20)	(0.03)
	<hr/>	<hr/>
Portfolio of investments*	58,324	93.36
	<hr/>	<hr/>
Net other assets	4,151	6.64
	<hr/>	<hr/>
Net assets	62,475	100.00
	<hr/>	<hr/>

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		2,618		2,613
Revenue	876		924	
Expenses	(320)		(350)	
Finance costs: Interest	—		—	
Net revenue before taxation	556		574	
Taxation	(24)		(24)	
Net revenue after taxation		532		550
Total return before distributions		3,150		3,163
Finance costs: Distributions		(532)		(550)
Change in net assets attributable to shareholders from investment activities		2,618		2,613

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		61,419		68,675
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,974		2,230	
Less: Amounts payable on cancellation of shares	(3,530)		(4,694)	
		(1,556)		(2,464)
Change in net assets attributable to shareholders from investment activities (see above)		2,618		2,613
Stamp duty reserve tax		(3)		(1)
Closing net assets attributable to shareholders		62,478		68,823

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £61,419,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		58,368		56,880
Debtors	415		611	
Cash and bank balances	<u>4,656</u>		<u>5,407</u>	
Total other assets		<u>5,071</u>		<u>6,018</u>
Total assets		63,439		62,898
LIABILITIES				
Investment liabilities		(44)		–
Creditors	(397)		(644)	
Distribution payable on income shares	<u>(520)</u>		<u>(835)</u>	
Total other liabilities		<u>(917)</u>		<u>(1,479)</u>
Total liabilities		(961)		(1,479)
Net assets attributable to shareholders		<u>62,478</u>		<u>61,419</u>

Aviva Investors World Leaders Fund

Investment Objective

To provide long-term capital growth.

Investment Policy

Investment in a well diversified portfolio of global shares. The Manager will identify core themes that are considered to offer attractive long term investment opportunities and the funds will be invested in accordance with these themes. The themes will change periodically over time.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Fund Manager's Report

The Aviva World Leaders Fund Share Class 1 returned 16.62 per cent net of fees over the reporting period, in comparison with a median return of 8.11 per cent for the IMA Global sector.

Over a period when equity markets rebounded strongly, the fund has retained a strong focus on quality growth stocks in developed markets, and beneficiaries of rising consumer expenditure in emerging markets. At the sector level, discretionary consumer stocks and healthcare providers are favoured while exposure to low growth areas such as consumer staples and utilities has been restricted.

In the major markets, a long-term growth theme we have identified is data centre services. Demand in this subsector of the IT market has been driven by the growth of cloud computing, where companies obtain IT resources from distant data centres via the internet. We hold shares in EMC, Equinix and Teradata, whose customers include Dell and Amazon. Both Equinix and Teradata recently reported fourth quarter earnings ahead of expectations. Amongst more cyclical stocks, the leading contributor was LyondellBasell, a Dutch manufacturer and distributor of chemicals and polymers. With an expected oversupply of ethane by 2013, the company's costs are likely to decrease substantially which should strengthen its competitive advantage as LyondellBasell already has higher operating margins than its peers. We also saw encouraging performance from BorgWarner, a US manufacturer of auto parts such as turbochargers, ignition systems emissions and products, which is benefiting from increased demand for diesel vehicles that use more of its products. With rising fuel costs and tighter environmental regulations governing industry, energy efficiency has emerged as a key sustainable development theme and the company is well-placed to capitalise.

We continue to favour stocks that are well-positioned to benefit from rising disposable incomes in emerging markets. These included Want Want China Holdings, which is one of the country's major food & beverages makers and distributors. The company became a constituent of the Hong Kong Hang Seng Index last year and recently announced full-year earnings ahead of expectations. Prospects for revenue growth this year have been boosted by the intention of the Chinese authorities to encourage domestic consumer spending. Fast Retailing, owner of the Uniqlo clothing stores and Asia's largest clothing retailer benefited as electricity shortages in Japan, its domestic market, saw consumers purchase more seasonal clothing. Increasingly however, overseas sales are driving revenue growth as Fast Retailing opens stores in rapidly growing markets such as China, India and the ASEAN countries.

Amongst healthcare providers, we saw strong contributions from US drug maker Alexion Pharmaceuticals and DaVita, a leading provider of kidney care services in the US. Alexion continues to benefit from demand for its key drug Solaris – a treatment for rare genetic blood disorder PNH. DaVita is expanding in Europe and Asia and recently acquired ExtraCorp AG, which owns two dialysis centres and manages two additional dialysis centres in Germany.

Looking ahead, the Chinese economy is shifting slowly from investment driven to consumption driven growth, implying the emerging market consumer theme should remain an important driver of returns in 2012. In the developed economies, where growth is likely to remain subdued, companies that are not overly dependent on cyclical revenues and have a sustainable competitive advantage should continue to perform well.

May 2012

**IMA is the Investment Management Association, the industry's trade body.*

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

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

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 stocks.

Material Portfolio Changes

Purchases	Sales
Roche Holdings	PNC Financial Services
Roper Industries	DirectTV
Marsh & McLennan	Rio Tinto (GBP)
Visa 'A'	Nabtesco Corporation
Gazprom ADR	Rio Tinto (AUD)
BorgWarner	DaVita
Hyundai Mobis	Agrium
Equinix	Principal Financial
Daito Trust Construction	Idex
Rio Tinto (GBP)	Telenor

Investment Performance

Net Asset Value

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1 (Acc)	15.10.09	23,672	34,108,541	69.40
	15.10.10	23,785	31,932,223	74.61
	15.10.11	20,917	29,298,623	71.39
	15.04.12	23,297	27,979,707	83.26
Class 2 (Acc)	15.10.09	18	25,000	73.22
	15.10.10	19	23,736	78.95
	15.10.11	29	38,727	76.05
	15.04.12	35	38,727	88.93
Class 3	15.10.09	21,314	30,226,297	70.51
	15.10.10	27,059	35,694,670	75.81
	15.10.11	24,960	34,322,353	72.72
	15.04.12	30,572	35,950,604	85.04

* Valued at bid market prices.

Share Price Record

Share class	Calendar year	Highest price* (p)	Lowest price* (p)
Class 1 (Acc)	2007	89.00	74.78
	2008	84.59	47.49
	2009	70.34	45.78
	2010	80.00	64.86
	2011	83.39	64.36
	2012**	84.92	73.63
Class 2 (Acc)	2007	92.89	77.84
	2008	88.37	49.87
	2009	74.28	48.15
	2010	84.88	68.68
	2011	89.36	68.55
	2012**	90.67	78.53
Class 3	2007	91.57	77.33
	2008	87.15	48.58
	2009	71.62	47.01
	2010	81.62	66.19
	2011	85.10	65.96
	2012**	86.99	75.22

* Valued at mid market prices.

** Up to 15 April 2012.

Total Expense Ratio¹

Share class	15.04.12	15.10.11
Class 1	1.64%	1.66%
Class 2	1.14%	1.16%
Class 3	0.44%	0.46%

¹ The total expense ratio reflects the total of all costs associated with operating the Fund, including the Authorised Corporate Director's periodic charge, presented as a percentage of the average net assets over the period.

Revenue Record

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 (Acc)	2007	0.1196	1.54
	2008	0.3419	4.40
	2009	0.3311	4.26
	2010	0.0000	0.00
	2011	0.0000	0.00
	2012*	0.0000	0.00
Class 2 (Acc)	2007	0.5375	6.65
	2008	0.7433	9.20
	2009	0.6935	8.59
	2010	0.2339	2.90
	2011	0.3042	3.77
	2012*	0.0271	0.34
Class 3	2007	1.0218	12.75
	2008	1.2063	15.05
	2009	0.9675	12.07
	2010	0.6526	8.14
	2011	0.8481	10.58
	2012*	0.3003	3.75

* Up to 15 June 2012 (the interim distribution payment date).

Portfolio Statement

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Australia (3.79%; 2011 4.20%)			
26,393	CSL	627	1.16
202,783	Oil Search	921	1.71
422,057	Paladin Energy	497	0.92
		2,045	
Bermuda (0.97%; 2011 0.88%)			
30,240	Lazard	522	0.97
		522	
Brazil (0.94%; 2011 0.00%)			
32,000	Petroleo Brasileiro Petrobras (ADS)	505	0.94
		505	
Canada (0.00%; 2011 1.13%)			
170 ±	Nortel Networks	–	–
		–	
Cayman Islands (3.39%; 2011 2.81%)			
8,900	Baidu	846	1.57
1,394,000	Want Want China	980	1.82
		1,826	
China; People's Republic of (1.33%; 2011 2.04%)			
40,844	New Oriental Education ADR	714	1.33
		714	
France (3.30%; 2011 4.23%)			
16,221	Essilor International	883	1.64
38,927	Eutelsat Communications	895	1.66
		1,778	
Germany (1.39%; 2011 1.37%)			
13,238	BMW	748	1.39
		748	
Hong Kong (3.14%; 2011 4.02%)			
127,500	Hengan	805	1.49
648,326	Li & Fung	888	1.65
		1,693	
Israel (1.81%; 2011 1.98%)			
24,900	Check Point Software Technologies	977	1.81
		977	
Japan (3.94%; 2011 6.18%)			
12,500	Daito Trust Construction	705	1.31
5,300	Fanuc	615	1.14
5,500	Fast Retailing	806	1.49
		2,126	

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
Korea; Republic of (1.32%; 2011 0.00%)			
4,355	Hyundai Mobis	713	1.32
		713	
Netherlands (2.22%; 2011 2.35%)			
93,182	ING	431	0.80
28,600	LyondellBasell Industries	768	1.42
		1,199	
Norway (2.72%; 2011 4.00%)			
96,294	DnB Nor	725	1.34
66,174	Telenor	741	1.38
		1,466	
Russia (1.42%; 2011 0.00%)			
101,669	Gazprom ADR	767	1.42
		767	
Singapore (1.75%; 2011 1.91%)			
212,000	Overseas Chinese Banking	944	1.75
		944	
Switzerland (3.18%; 2011 1.34%)			
9,160	Roche Holdings	993	1.84
2,478	Swatch	722	1.34
		1,715	
United Kingdom (3.02%; 2011 3.60%)			
55,279	BG	774	1.44
42,368	Unilever	852	1.58
		1,626	
United States of America (57.72%; 2011 57.38%)			
11,200	Alexion Pharmaceuticals	633	1.17
18,000	Allergan	1,054	1.95
5,400	Amazon	646	1.20
18,800	American Tower Corporation	753	1.40
16,200	Anadarko Petroleum	779	1.44
4,188	Apple Computer	1,637	3.04
13,200	BorgWarner	693	1.28
3,200	Chipotle	870	1.61
31,610	Citigroup	688	1.28
37,000	Danaher	1,266	2.35
19,800	DaVita	1,078	2.00
36,400	Ecolab	1,413	2.62
58,700	EMC Massachusetts	1,076	2.00
31,400	Emerson Electric	1,006	1.87
10,000	Equinix	980	1.82
17,600	Estee Lauder Companies 'A'	690	1.28
3,400	Google 'A'	1,390	2.58
48,500	JPMorgan Chase & Co	1,365	2.53
42,400	Marsh & McLennan	852	1.58
18,000	Mead Johnson Nutrition	934	1.73

Portfolio Statement (continued)

As at 15 April 2012 (unaudited)

Holding or nominal value		Market value £000	Total net assets %
United States of America (57.72%; 2011 57.38%) (continued)			
15,600	National Oilwell Varco	788	1.46
15,600	Occidental Petroleum	892	1.65
23,100	Oceaneering International	774	1.44
68,100	Pfizer	937	1.74
17,597	Praxair	1,255	2.33
36,500	Riverbed Technology	604	1.12
16,700	Rockwell Automation	841	1.56
17,900	Roper Industries	1,108	2.06
19,000	Starwood Hotels and Resorts Worldwide	671	1.24
18,700	Teradata	809	1.50
20,500	Varian Medical Systems	873	1.62
10,900	Visa 'A'	828	1.54
16,600	Waters	931	1.73
		<hr/>	
		31,114	
		<hr/>	
Forward currency contracts (2.00%; 2011 0.19%)			
<i>Euro</i>			
£2,482,068	Buy Sterling 17/04/12, Sell €3,000,000	2	0.00
<i>Japanese Yen</i>			
£2,286,034	Buy Sterling 17/04/12, Sell JPY 270,000,000	194	0.37
<i>Swiss Franc</i>			
£478,468	Buy Sterling 17/04/12, Sell CHF 700,000	(3)	(0.01)
<i>US Dollar</i>			
£12,744,292	Buy Sterling 17/04/12, Sell \$20,000,000	187	0.35
£19,533,094	Buy Sterling 17/04/12, Sell \$30,000,000	696	1.29
		<hr/>	
		1,076	
		<hr/>	
Portfolio of Investments*		53,554	99.35
Net other assets		350	0.65
Net assets		53,904	100.00

* Includes investment liabilities.

‡ Suspended and delisted securities.

All holdings are ordinary shares or stock units and admitted to official stock exchange unless otherwise stated.

The comparative percentage figures are as at 15 October 2011.

The total purchases for the period including transaction costs amounted to £120,053,000 (15.04.11: £23,678,000) and the total sales, net of transaction charges amounted to £131,692,000 (15.04.11: £27,048,000).

Statement of Total Return

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Income				
Net capital gains		7,786		4,805
Revenue	345		422	
Expenses	(242)		(268)	
Finance costs: Interest	—		—	
Net revenue before taxation	103		154	
Taxation	(46)		(48)	
Net revenue after taxation		57		106
Total return before distributions		7,843		4,911
Finance costs: Distributions		(103)		(137)
Change in net assets attributable to shareholders from investment activities		7,740		4,774

Statement of Change in Net Assets Attributable to Shareholders

For the six months ended 15 April 2012 (unaudited)

	Six months ended 15.04.12		Six months ended 15.04.11	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		45,906		50,863
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,950		2,566	
Less: Amounts payable on cancellation of shares	(1,692)		(6,095)	
		258		(3,529)
Change in net assets attributable to shareholders from investment activities (see above)		7,740		4,774
Closing net assets attributable to shareholders		53,904		52,108

The Statement of Recommended Practice (2010) requires that comparatives are shown for the above report. As the comparative should be for the comparable interim period, the Net Asset Value at the end of the previous period will not agree to the Net Asset Value at the start of this period. The published Net Asset Value as at 15 October 2011 was £45,906,000.

Balance Sheet

As at 15 April 2012 (unaudited)

	As at 15.04.12		As at 15.10.11	
	£000	£000	£000	£000
ASSETS				
Investment assets		53,557		45,762
Debtors	186		186	
Cash and bank balances	<u>353</u>		<u>739</u>	
Total other assets		<u>539</u>		<u>925</u>
Total assets		54,096		46,687
LIABILITIES				
Investment liabilities		(3)		(37)
Creditors	(81)		(584)	
Distribution payable on income shares	<u>(108)</u>		<u>(160)</u>	
Total other liabilities		<u>(189)</u>		<u>(744)</u>
Total liabilities		(192)		(781)
Net assets attributable to shareholders		<u>53,904</u>		<u>45,906</u>

Statement of the Authorised Corporate Director's Responsibilities

The Collective Investment Schemes Sourcebook of the Financial Services Authority requires the Authorised Corporate Director (ACD) to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company at the period end and of the net income and net gains or losses on the scheme property of the Company for the year then ended.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the Regulations and the instrument of Incorporation.

The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing the financial statements the ACD is required to:

- follow applicable accounting standards;
- make judgements and estimates that are reasonable and prudent;
- select suitable accounting policies and then apply them consistently;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future; and
- comply with the Instrument of Incorporation and the Statement of Recommended Practice for Authorised Funds.

Authorised Corporate Director's Statement

We hereby approve the Report and Financial Statements of Aviva Investors Investment Funds ICVC for the six months ended 15 April 2012 on behalf of Aviva Investors UK Fund Services Limited in accordance with the requirements of the Collective Investment Schemes Sourcebook of the Financial Services Authority.

T Orton
Director

I Davis
Authorised Signatory

XX June 2012

General Information

Investments in Aviva Investment Funds ICVC are intended to be medium to long term investments and should not be considered as a short term investment.

Past performance is not a guide to the future.

The value of an investment in the funds and the revenue from it may go down as well as up, and you may not get back the original amount invested.

Where funds are invested abroad, the value of your investment may rise and fall purely on account of movement in exchange rates.

Please refer to the Simplified Prospectus and the Full Prospectus which is available from the ACD on request for a full description of the risks involved when investing in the funds.

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

The performance figure given for each fund (source: Aviva Investors) is based on midday values (with the exception of Aviva Investors UK Index Tracking Fund which is based on 5 p.m. values). The performance figure given for each comparative index (source: Lipper Hindsight) is based on close of business values. Hence any over/under performance may be adversely or favourably affected by this time difference.

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

Stamp Duty Reserve Tax (SDRT)

The ACD's chosen policy on SDRT 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 redemptions of shares in a Fund in excess of £250,000 to the investor rather than the relevant 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. Calls may be recorded for training or monitoring purposes.

