



### How the Fund Works

The Transition Fund invests in international equities as well as long dated bonds and cash. This is done on an indexed basis.

This fund is suitable for those who will accept some volatility in the investment performance and want reasonable potential for growth.

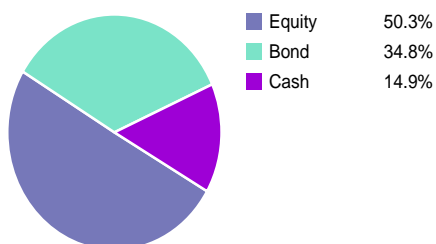
### Investment Risk



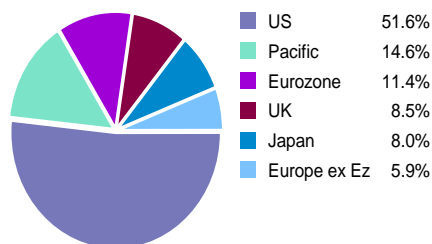
This is a medium to high risk fund with expected volatility in the medium to high range. Therefore it may not be suitable for investors who have less than 7 years to retirement.

**Warning: The value of your investment may go down as well as up.**

### Asset Distribution



### Equity Distribution



### Performance

Period	Return	Benchmark
Last Mth	0.7%	0.8%
Qtr to date	6.1%	6.4%
YTD	6.1%	6.4%

These returns are based on a standard annual management charge of 0.65%. Management charges may vary. **The return of this fund since launch (21st July 2011) is 7.10% p.a.**

**Warning: Past Performance is not a reliable guide to future performance.**

**Warning: This fund may be affected by changes in currency exchange rates.**

### Market Commentary

Although equity markets continued to make gains in March, the pace of these gains and equity market momentum has slowed from the levels seen in January and February. Developed equity markets outperformed emerging markets as investors' appetite for risk began to wane, resulting in emerging market equities giving back some of the robust gains achieved since the start of the year. Volatility increased in the AAA government bond space. German, US and UK government bonds sold off as their yields moved out to 2.04%, 2.36% and 2.34% respectively by the middle of March, rallying back to the month start levels in the last week of March.

This fund may engage in securities lending to earn returns.

