

Interim Report

Standard Life Investment Company
Interim Report & Financial Statements
for the period ended 31 August 2018



Standard Life Investment Company Interim Report & Financial Statements

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* These items comprise the Manager's Report for the purposes of the rules contained in the Collective Investment Schemes sourcebook ("the Sourcebook").

Standard Life Investment Company

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Company Information

Standard Life Investment Company				
Head Office	Director	Authorised Corporate Director (ACD)	Board of Directors of the ACD	Secretary of the ACD
1 George Street Edinburgh EH2 2LL	The Authorised Corporate Director (ACD) is Standard Life Investments (Mutual Funds) Limited which is the sole director and is authorised and regulated by the Financial Conduct Authority for investment business.	Standard Life Investments (Mutual Funds) Limited 1 George Street Edinburgh EH2 2LL	A S Acheson S Campbell S A Fitzgerald J Lowe L Scott D E Thomas S Wemyss	H.S. Kidd
Depository	Independent Auditor	Registrar	Investment Adviser	
Citibank Europe plc UK Branch 1 North Wall Quay Dublin 1	KPMG LLP 15 Canada Square Canary Wharf London E14 5GL	Standard Life Investments (Mutual Funds) Limited 1 George Street Edinburgh EH2 2LL	Standard Life Investments Limited 1 George Street Edinburgh EH2 2LL	

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Statement of the Authorised Corporate Director's responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Authorised Corporate Director ("ACD") to prepare financial statements for each interim and annual accounting period which give a true and fair view of the financial position of the Company and of the net income and net gains or losses on the property of the Company for the period.

In preparing the financial statements the ACD is responsible for:

- ▶ selecting suitable accounting policies and then applying them consistently;
- ▶ making judgements and estimates that are reasonable and prudent;
- ▶ following UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*;
- ▶ complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014;
- ▶ keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- ▶ assessing the Company and its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- ▶ using the going concern basis of accounting unless they either intend to liquidate the Company or its sub-funds or to cease operations, or have no realistic alternative but to do so;
- ▶ such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- ▶ taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus and the COLL Rules.

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Authorised Corporate Director's Report

The ACD is Standard Life Investments (Mutual Funds) Limited which is the sole director, authorised and regulated by the Financial Conduct Authority, for investment business.

Standard Life Investment Company ("the Company") is an Open-Ended Investment Company with variable capital under Regulation 12 (Authorisation) of the Open-Ended Investment Companies Regulations 2001 ("the Regulations"). The shareholders are not liable for the debts of the Company.

Standard Life Investment Company is structured as an umbrella company. Each sub-fund has the investment powers equivalent to those of a securities company.

Standard Life Investment Company is a protected cell company. As such the assets and liabilities of individual Sub-funds are ringfenced, with assets of a particular Sub-fund not to be used to discharge the liabilities of, or claims against, the Umbrella company or any other Sub-fund.

The following items within each sub-fund report form part of the Authorised Corporate Director's report: Investment Report, Comparative Tables, Ongoing Charges Figure, Portfolio Statement and Treatment by Corporate Shareholders.

Distributions are made from positive net revenue where gross revenue exceeds expenses and tax. The total return consists of investment and currency gains and losses in addition to net revenue. In situations where Sub-funds have a negative total return but a positive net revenue position, there will be a distribution.

Material differences may arise between a Sub-fund's net revenue after tax and its distribution if the ACD's periodic charge and transaction costs are borne by the capital property of the Sub-fund for distribution purposes. The expenses in the Statement of Total Return includes these expenses even if they are met from the capital property of the Sub-fund. In such cases, the amount a Sub-fund has to distribute will exceed its net revenue and this is detailed in the notes to the financial statements where it occurs.

Names and addresses of the ACD, Independent Auditor, Registrar and Investment Advisor are contained on page 2 of the Interim Report and Financial Statements. The investment objectives of each Sub-fund, how they were achieved and investment activities during the period are disclosed within the individual Sub-funds' reports.

The Prospectus for the Company is available online at standardlifeinvestments.com.

The ACD has elected to dispense with the holding of an Annual General Meeting for the Company for this and all future years. In the future, the Company may launch other Sub-funds.

I hereby certify the Interim Report and Financial Statements on behalf of the Directors of Standard Life Investments (Mutual Funds) Limited.



Director
Standard Life Investments (Mutual Funds) Limited,
Edinburgh
26 October 2018

Standard Life Investment Company Interim Report & Financial Statements

Investment Report

1 March 2018 - 31 August 2018

Global Overview

Global equities gained some ground during the six-month review period, albeit with marked regional variations. Investor sentiment was helped by robust US economic data and a raft of better-than-expected corporate earnings results. The former allowed the US Federal Reserve (Fed) to raise rates in June, with two more hikes likely this year.

Meanwhile, the oil price surpassed a four-year high in May on supply concerns. Perhaps the most significant talking point, though, was the deterioration in trade relations between the US and China, after each announced a series of new tariffs. Along with the rising US dollar, this had a particularly detrimental effect on emerging markets.

UK equities delivered a mixed performance during the review period. Sterling weakness, which was partially Brexit induced, continued to benefit companies that make the bulk of their earnings overseas, pushing the FTSE 100 Index to record highs. In particular, oil firms were in the ascendency as crude reached nearly \$80 per barrel in May – its highest level in four years. Meanwhile, retailers were initially boosted by a combination of record-breaking temperatures and increased spending over the two bank holiday weekends; however, they then struggled as High Street trading became more challenging and we saw some disappointing profit projections. The Bank of England (BoE) hiked its benchmark interest rate to 0.75% in August, its highest level since the 2009 global financial crisis.

US equities recovered from an uneven start to the year, but these gains masked a certain amount of market volatility during the period. Wall Street began April in 'correctional' territory – meaning that its main stock markets had all fallen by more than 10% from their previous peak, which occurred in January of this year. Shares of large US companies then recovered their poise as we moved through May, with the S&P 500 Index rising by over 2%. Concerns about a US/China trade war were a recurring theme throughout the period, but that did not stop US equities from going on to hit record highs and deliver the longest bull-run in history. Economic data showed the US economy growing strongly and highlighted its divergence with the rest of the world. On top of this came impressive corporate results, with the majority of companies beating already elevated expectations.

European equities managed to retake some of the ground lost in the early stages of 2018, helped, in part, by reassurance from European Central Bank (ECB) President Mario Draghi that the central bank was willing to step in with additional support if required. However, European equities then retreated in May, with investors unnerved by uncertainty over Italy's political future and the prospect of a snap election in Spain after a no-confidence motion drove Prime Minister Mariano Rajoy from office. A crisis was also avoided in Italy when a government formed by the populist Five Star Movement and right-wing League party was appointed.

Indeed, continued political uncertainty, together with worries about global trade and mediocre economic data remained a vital driver of the FTSE World Europe (ex UK) Index throughout the review period. Meanwhile, the ECB reiterated its intention to stop its asset-purchase programme in December.

Japanese equities made steady progress; however, sales of Japanese shares by foreign investors did gather pace due to longer-term concerns about yen strength. Scandal also continued to swirl around embattled Prime Minister Shinzo Abe. More positively, the North Korea/US summit in Singapore raised hopes of lasting peace in the region. Second-quarter economic data was slightly disappointing, and inflation remained tepid. The Bank of Japan kept interest rates unchanged and continued its asset-purchase programme.

Meanwhile, the weaker yen was a boost to exporters, although autos missed out due to trade concerns. While Japan re-entered trade discussions with the US, it managed to sign a free-trade agreement with the EU. Finally, Prime Minister Abe was re-elected as the leader of the Liberal Democratic Party as expected.

Asia Pacific equities had a tricky start to the period, with concerns about the prospect of a trade war with the US troubling investors. Share prices were also depressed by mixed economic data and a stronger US dollar. President Trump's uneven approach to the highly anticipated summit with North Korean leader Kim Jong-un further dampened risk appetite, although Pyongyang's measured response soothed some market jitters. As we moved into the summer months, Asian markets recovered with positive sentiment, partially driven by a clear signal from China that it was prepared to act to keep its economy on an even keel. Upbeat statements from the US Federal Reserve about the health of the US economy further lifted Asian markets. On the downside, the Indian rupee fell to a record low against the US dollar due to concerns about India's trade deficit.

Bond markets

Fears of faster-than-expected US interest rate rises and escalating global trade tensions fuelled volatility in **corporate bond markets**. In addition, concerns surrounding the sustainability of the Italian budgetary position contributed to some periods of markedly risk-off sentiment. Despite such worries, the global economic and corporate backdrop remained resolutely supportive.

The primary influences on **global government bonds** were risk aversion and the move towards policy normalisation in the major economies. Investor fears were largely rooted in an escalation in the trade spat between the US and China. Against that, a slew of encouraging US economic data caused the market to price in two interest rate rises before the end of 2018 and pushed the 10-year Treasury yield decisively above the 3% mark.

Standard Life Investment Company Interim Report & Financial Statements

Investment Report

(Continued)

Outlook for equities

While there are grounds to remain positive on certain equity markets and sectors, we are unlikely to enjoy the stellar returns seen in prior years. The Federal Reserve has started to raise interest rates, while the US/China trade dispute has intensified. The strength of the US dollar is also posing problems, notably in those emerging markets with high dollar-denominated debt. Meanwhile, the EU and UK are running out of time to strike a deal on Brexit. Nonetheless, the overall economic backdrop is broadly supportive and, while valuations in many areas of the market look stretched, there remain numerous opportunities for stock pickers.

Outlook for bonds

We continue to see value in investment grade credit, given the sizeable market correction in the first half of 2018 and the strong fundamental backdrop for most corporates. However, the combination of trade tensions, continuing political uncertainty around Brexit and the US mid-term elections could increase near-term volatility. Meanwhile, the path and speed of interest rate changes will continue to determine the short-term outlook for government bond markets.

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Ethical Funds Advisory Group Report

Aberdeen Standard Investments is responsible for managing several ethical funds. The Funds are managed according to clearly defined investment mandates and the range of available investments is underpinned by established policies and independent research data on their ethical credentials.

The Standard Life Ethical Funds Advisory Group

The Standard Life Ethical Funds Advisory Group is chaired by the Group Chief Operating Officer of Standard Life Aberdeen plc. It comprises of investors in Standard Life's ethical funds and senior Aberdeen Standard Investments group managers with involvement in managing and marketing the Funds and their associated products. The Group generally meets twice a year and is responsible for ensuring the ethical policy for these Funds is applied correctly, that the Policy continues to reflect the concerns of investors in the ethical funds and that the processes supporting the application of the Policy are robust.

This involves:

- ▶ considering current ethical issues and trends and the implications for the Funds
- ▶ reviewing investment and marketing reports
- ▶ ensuring that Standard Life Investment's process for ethical investment is observed
- ▶ reviewing and addressing customer queries and
- ▶ commissioning market and customer research on ethical issues

Funds' Criteria

The ethical funds are invested according to the positive and negative criteria set out in the ethical policy. The Funds do not invest in companies that fail the negative criteria and favour investment in companies that meet the positive criteria.

Issues Arising

The Group discussed a number of issues during the period relating to companies' individual approaches to corporate responsibility. Due consideration was given to reviewing the Group's Terms of Reference. Topics discussed by the Group included the 2018 annual investor survey, fossil fuels, garment supply chains, plastics, corporate governance and a number of specific company reviews.

Voting record – Standard Life Investments UK Ethical Fund

We voted against remuneration resolutions at the AGMs of Accesso, AVEVA, Melrose Industries, NMC Healthcare, Relx, and Telecom Plus. In the case of Melrose and Relx, we also voted against the re-election of the members of the Remuneration Committee to emphasise our views. In the case of Accesso, we also voted against the Chairman of the remuneration committee to underline our concerns.

At the AGM of Vodafone Group last year we voted against the re-appointment of the auditors PWC as we were aware that PWC took on the administration of Phones 4u knowing that they were to be appointed auditors of Vodafone. It was already clear then that there would be a conflict of interest as the Phones 4u case would involve a making significant claims against Vodafone. We believe that an auditor should take action to avoid such conflicts of interest as they have the potential to compromise the independence of the auditors and thus undermine their role in protecting the interests of shareholders. Given our concerns about their appointment as auditors in 2014 it seemed logical to vote against the resolution to approve their remuneration as auditors. We voted the same way this year as the issues are ongoing and unresolved.

At the AGM of Gamma Communications, we voted against the re-election of the Chair due to concerns over the number of this other directorships.

At the AGM of John Laing Group we voted against the resolution to approve the financial statements and statutory reports as we were concerned by poor disclosure on diversity. We were also aware that the Chief Executive had previously made a public commitment in this regard.

Investor opinion

Investors in the ethical funds continue to make a valuable contribution to the Groups understanding of ethical concerns, in particular, through participation of investors on the Advisory Group and the annual survey of investors' views. The 2018 investor survey focused on a number of issues, including fossil fuels, alcohol, employment issues, and environmental degradation. The survey continues to inform the policy of the ethical funds.

Further information

For any additional information, please write to Amanda Young, Secretary to the Ethical Funds Advisory Group, Standard Life Investments, 6 St Andrew's Square, Edinburgh, EH2 2AH or e-mail esg_investment@standardlife.com.

Amanda Young
Secretary to the Ethical Funds Advisory Group
19 October 2018

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AAA Income Fund

Investment Report

Fund Information	
Fund Manager	Daniel McKernan and Ross Hutchison
Launch Date	6 April 1999
Benchmark	iBoxx GBP Non-Gilts AAA rated Index

Investment Objective

The objective of the Sub-fund is to provide a competitive level of income. Capital appreciation is of secondary importance.

Investment Policy

The investment policy of the Sub-fund is to invest in a portfolio consisting mostly of sterling fixed interest securities. Investment will predominantly be made in securities with a credit rating of "AAA" from major rating agencies such as Standard & Poor's, Moody's and Fitch. Up to 20% of the Sub-fund may be invested in UK government bonds which are excluded from the rating criteria. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund tends to have quite a concentrated number of holdings, however the high credit quality nature of the portfolio affords investors a high degree of protection from the risk of default. Whilst the level of income provision is likely to be relatively stable, the investor must be able to accept temporary capital losses due to the volatile nature of the investments, and should therefore have an investment time horizon of 3 to 5 years.

Performance

The AAA Income Fund returned 1.0% during the period, in comparison with the benchmark index (iBoxx Sterling Non-Gilts AAA rated Index) return of 0.6%. Please note Sub-fund returns are net of fees, while benchmark returns are gross. (Source: Morningstar, basic rate taxpayer, bid to bid basis. Benchmark source: Factset).

At an individual security level, by far the top contributor to relative performance in the six-month period was the Sub-fund's conviction overweight in Wellcome Trust, which is the UK's largest charitable foundation and one of the world's largest funders of medical research. The second top contributor over the period was the Sub-fund's overweight in UK-based property development and investment company, British Land. In addition, the Sub-fund benefitted from its off-benchmark exposure to UK gilts, which performed well in risk-off conditions, particularly in the latter months of the period.

On the negative side, the worst performer for the Sub-fund in the period was its off-benchmark holdings in Trafford Centre, a large indoor shopping centre and leisure complex in Trafford in the UK. The Sub-fund's underweight in the European Investment Bank, which comprises well over a quarter of index weight, also detracted

from returns, as did off-benchmark exposure to US software giant Microsoft.

Investment Activity

Trading was relatively limited over the period. In the primary market, we participated in new issues from US insurer New York Life and the multilateral development bank, the Asian Development Bank and state-owned regional development German bank, L-Bank. In the secondary market, purchases included the bonds of Oxford University and Cambridge University and another state-owned German regional development bank, KfW. Sales in the period included the bonds of UK banks, Clydesdale Bank and Lloyds.

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

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Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	94.41	94.89	91.08	90.36
Return before operating charges*	1.14	0.50	5.01	2.06
Operating charges**	(0.49)	(0.98)	(0.98)	(1.01)
Return after operating charges*	0.65	(0.48)	4.03	1.05
Distributions	(0.74)	(1.32)	(1.38)	(1.63)
Retained distributions on accumulation share	0.74	1.32	1.16	1.30
Closing net asset value per share	95.06	94.41	94.89	91.08
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.69%	-0.51%	4.42%	1.16%
Other information				
Closing net asset value (£'000)	9,758	10,220	15,178	17,559
Closing number of shares	10,265,349	10,824,918	15,996,508	19,279,060
Operating charges****	1.03%	1.03%	1.04%	1.13%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	95.72	96.92	98.46	91.98
Lowest share price	94.19	93.85	90.28	87.81

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	101.66	101.76	97.32	96.17
Return before operating charges*	1.22	0.53	5.35	2.20
Operating charges**	(0.31)	(0.63)	(0.62)	(0.60)
Return after operating charges*	0.91	(0.10)	4.73	1.60
Distributions	(1.01)	(1.85)	(1.90)	(2.22)
Retained distributions on accumulation share	1.01	1.85	1.61	1.77
Closing net asset value per share	102.57	101.66	101.76	97.32
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.89%	-0.10%	4.86%	1.66%
Other information				
Closing net asset value (£'000)	8,338	9,247	17,399	16,779
Closing number of shares	8,129,041	9,095,565	17,098,285	17,240,634
Operating charges****	0.61%	0.61%	0.62%	0.63%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	103.2	104.2	105.4	97.99
Lowest share price	101.5	101.1	96.49	93.58

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	56.50	57.57	55.95	56.31
Return before operating charges*	0.67	0.33	3.06	1.28
Operating charges**	(0.29)	(0.60)	(0.60)	(0.63)
Return after operating charges*	0.38	(0.27)	2.46	0.65
Distributions	(0.44)	(0.80)	(0.84)	(1.01)
Closing net asset value per share	56.44	56.50	57.57	55.95
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.67%	-0.47%	4.40%	1.15%
Other information				
Closing net asset value (£'000)	2,675	2,826	3,126	4,036
Closing number of shares	4,738,859	5,001,772	5,429,353	7,214,343
Operating charges****	1.03%	1.03%	1.04%	1.13%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.15	58.50	60.28	57.38
Lowest share price	56.36	56.40	55.46	54.38

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The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	56.87	57.96	56.32	56.69
Return before operating charges*	0.69	0.32	3.10	1.28
Operating charges**	(0.18)	(0.36)	(0.36)	(0.35)
Return after operating charges*	0.51	(0.04)	2.74	0.93
Distributions	(0.56)	(1.05)	(1.10)	(1.30)
Closing net asset value per share	56.82	56.87	57.96	56.32
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.90%	-0.07%	4.87%	1.64%
Other information				
Closing net asset value (£'000)	8,237	8,970	50,801	36,798
Closing number of shares	14,496,839	15,771,866	87,654,799	65,336,120
Operating charges****	0.61%	0.61%	0.62%	0.63%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.59	58.96	60.72	57.78
Lowest share price	56.77	56.83	55.84	54.79

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail CAT accumulation				
Change in net assets per share				
Opening net asset value per share	95.21	95.65	91.79	90.97
Return before operating charges*	1.14	0.52	5.04	2.07
Operating charges**	(0.48)	(0.96)	(0.95)	(0.90)
Return after operating charges*	0.66	(0.44)	4.09	1.17
Distributions	(0.76)	(1.37)	(1.43)	(1.75)
Retained distributions on accumulation share	0.76	1.37	1.20	1.40
Closing net asset value per share	95.87	95.21	95.65	91.79
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.69%	-0.46%	4.46%	1.29%
Other information				
Closing net asset value (£'000)	27,155	28,208	30,408	31,307
Closing number of shares	28,323,704	29,627,127	31,789,183	34,108,812
Operating charges****	1.00%	1.00%	1.00%	1.00%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	96.54	97.72	99.24	92.61
Lowest share price	94.99	94.64	90.99	88.44

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	53.28	54.30	52.77	53.07
Return before operating charges*	0.65	0.25	2.86	1.21
Operating charges**	(0.01)	(0.02)	(0.02)	(0.03)
Return after operating charges*	0.64	0.23	2.84	1.18
Distributions	(0.68)	(1.25)	(1.31)	(1.48)
Closing net asset value per share	53.24	53.28	54.30	52.77
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.20%	0.42%	5.38%	2.22%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,000	2,000	2,000	2,000
Operating charges****	0.03%	0.03%	0.04%	0.05%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.03	55.30	56.95	54.12
Lowest share price	53.20	53.28	52.33	51.38

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail CAT income				
Change in net assets per share				
Opening net asset value per share	56.86	57.94	56.31	56.70
Return before operating charges*	0.69	0.32	3.08	1.26
Operating charges**	(0.29)	(0.58)	(0.58)	(0.56)
Return after operating charges*	0.40	(0.26)	2.50	0.70
Distributions	(0.45)	(0.82)	(0.87)	(1.09)
Closing net asset value per share	56.81	56.86	57.94	56.31
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.70%	-0.45%	4.44%	1.23%
Other information				
Closing net asset value (£'000)	5,247	5,479	6,037	7,283
Closing number of shares	9,236,056	9,636,126	10,419,027	12,934,255
Operating charges****	1.00%	1.00%	1.00%	1.00%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.53	58.89	60.67	57.78
Lowest share price	56.73	56.77	55.82	54.74

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	74.32	74.02	70.49	69.38
Return before operating charges*	0.90	0.38	3.89	1.59
Operating charges**	(0.04)	(0.08)	(0.09)	(0.09)
Return after operating charges*	0.86	0.30	3.80	1.50
Distributions	(0.93)	(1.73)	(1.75)	(1.95)
Retained distributions on accumulation share	0.93	1.73	1.48	1.56
Closing net asset value per share	75.18	74.32	74.02	70.49
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.16%	0.41%	5.39%	2.16%
Other information				
Closing net asset value (£'000)	124	149	181	66
Closing number of shares	165,194	199,922	244,273	93,019
Operating charges****	0.11%	0.11%	0.12%	0.13%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	75.61	75.96	76.46	70.96
Lowest share price	74.26	73.79	69.90	67.60

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	74.16	74.08	70.73	69.78
Return before operating charges*	0.89	0.39	3.90	1.60
Operating charges**	(0.15)	(0.31)	(0.31)	(0.30)
Return after operating charges*	0.74	0.08	3.59	1.30
Distributions	(0.81)	(1.50)	(1.53)	(1.75)
Retained distributions on accumulation share	0.81	1.50	1.29	1.40
Closing net asset value per share	74.90	74.16	74.08	70.73
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.99%	0.11%	5.08%	1.86%
Other information				
Closing net asset value (£'000)	3,922	3,803	5,092	8,002
Closing number of shares	5,236,406	5,128,376	6,873,651	11,314,077
Operating charges****	0.41%	0.41%	0.42%	0.43%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	75.37	75.91	76.64	71.21
Lowest share price	74.08	73.71	70.12	67.93

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life B accumulation ^				
Change in net assets per share				
Opening net asset value per share	76.40	75.99	72.29	71.04
Return before operating charges*	0.46	0.41	3.99	1.67
Operating charges**	0.00	0.00	0.00	0.00
Return after operating charges*	0.46	0.41	3.99	1.67
Distributions	(0.48)	(1.85)	(1.88)	(2.10)
Retained distributions on accumulation share	0.48	1.85	1.59	1.68
Redemption value as at 7 June 2018	(76.86)	0.00	0.00	0.00
Closing net asset value per share	0.00	76.40	75.99	72.29
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.60%	0.54%	5.52%	2.35%
Other information				
Closing net asset value (£'000)	–	3	3	3
Closing number of shares	–	4,000	4,000	4,000
Operating charges****	0.00%	0.00%	0.00%	0.00%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	77.54	78.04	78.45	72.76
Lowest share price	76.35	75.76	71.68	69.25

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^ Share class closed on 7 June 2018

Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	60.03	60.11	57.52	56.87
Return before operating charges*	0.73	0.32	3.15	1.29
Operating charges**	(0.20)	(0.40)	(0.40)	(0.38)
Return after operating charges*	0.53	(0.08)	2.75	0.91
Distributions	(0.58)	(1.06)	(1.09)	(1.28)
Retained distributions on accumulation share	0.58	1.06	0.93	1.02
Closing net asset value per share	60.56	60.03	60.11	57.52
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.88%	-0.14%	4.78%	1.60%
Other information				
Closing net asset value (£'000)	6,656	7,685	8,228	7,458
Closing number of shares	10,990,272	12,801,026	13,688,218	12,965,885
Operating charges****	0.66%	0.66%	0.67%	0.68%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	60.95	61.52	62.26	57.91
Lowest share price	59.94	59.67	57.02	55.32

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	53.83	54.86	53.32	53.66
Return before operating charges*	0.65	0.29	2.92	1.22
Operating charges**	(0.18)	(0.36)	(0.37)	(0.36)
Return after operating charges*	0.47	(0.07)	2.55	0.86
Distributions	(0.52)	(0.96)	(1.01)	(1.20)
Closing net asset value per share	53.78	53.83	54.86	53.32
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.87%	-0.13%	4.78%	1.60%
Other information				
Closing net asset value (£'000)	3,261	3,530	12,609	8,072
Closing number of shares	6,063,679	6,557,599	22,982,935	15,139,280
Operating charges****	0.66%	0.66%	0.67%	0.68%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.51	55.81	57.48	54.69
Lowest share price	53.74	53.79	52.86	51.86

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Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	53.86	53.81	51.40	50.00++
Return before operating charges*	0.65	0.26	2.79	1.55
Operating charges**	(0.11)	(0.21)	(0.21)	(0.07)
Return after operating charges*	0.54	0.05	2.58	1.48
Distributions	(0.60)	(1.07)	(1.09)	(0.42)
Retained distributions on accumulation share	0.60	1.07	0.92	0.34
Closing net asset value per share	54.40	53.86	53.81	51.40
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.01%	0.10%	5.02%	2.96%
Other information				
Closing net asset value (£'000)	5,055	6,200	1	12
Closing number of shares	9,292,422	11,511,712	2,200	23,795
Operating charges****	0.39%	0.39%	0.40%	0.41%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.74	55.12	55.69	51.74
Lowest share price	53.80	53.53	50.96	49.52

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++ Share class launched on 3 November 2015.

Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	51.55	52.53	51.05	50.00++
Return before operating charges*	0.62	0.30	2.80	1.54
Operating charges**	(0.10)	(0.21)	(0.21)	(0.07)
Return after operating charges*	0.52	0.09	2.59	1.47
Distributions	(0.57)	(1.07)	(1.11)	(0.42)
Closing net asset value per share	51.50	51.55	52.53	51.05
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.01%	0.17%	5.07%	2.94%
Other information				
Closing net asset value (£'000)	97,326	94,522	44,842	20,797
Closing number of shares	188,967,858	183,354,619	85,358,318	40,736,005
Operating charges****	0.39%	0.39%	0.40%	0.41%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	52.23	53.47	55.06	51.65
Lowest share price	51.46	51.54	50.62	49.52

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Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (96.31%)		172,970	97.31
Euro Denominated Bonds (2.07%)		3,776	2.13
Corporate Bonds (1.56%)		2,836	1.60
between 5 and 10 years to maturity			
1,300,000	Taurus 2015-2 Deu FRN 2026	1,054	0.60
between 10 and 15 years to maturity			
1,650,000	Microsoft 3.125% 2028	1,782	1.00
Government Bonds (0.51%)		940	0.53
between 5 and 10 years to maturity			
1,000,000	Temasek 1.5% 2028	940	0.53
Sterling Denominated Bonds (90.02%)		161,160	90.66
Corporate Bonds (62.67%)		112,679	63.39
less than 5 years to maturity			
530,000	Aareal Bank 1% 2020	528	0.30
4,000,000	Bank Nederlandse Gemeenten 1% 2022	3,964	2.23
7,571,000	Bank Nederlandse Gemeenten 5.375% 2021	8,431	4.74
4,000,000	Barclays 4.25% 2022	4,377	2.46
1,000,000	Coventry Building Society FRN 2020	1,002	0.56
1,000,000	KFW 0.375% 2020	985	0.55
1,390,000	KFW 0.875% 2022	1,376	0.77
2,600,000	KFW 5.55% 2021	2,915	1.64
940,000	Lloyds Bank 1.75% 2022	953	0.54
1,190,000	New York Life Global Funding 1% 2021	1,176	0.66
1,933,000	New York Life Global Funding 1.75% 2022	1,952	1.10
1,000,000	Penarth Master Issuer 0.76281% 2022	999	0.56
750,000	Royal Bank of Canada 1.125% 2021	745	0.42
5,025,000	Wellcome Trust 4.75% 2021	5,500	3.09
1,440,000	Westpac Banking 1% 2022	1,418	0.80
between 5 and 10 years to maturity			
4,141,000	Abbey National 5.75% 2026	5,264	2.96
1,803,000	Asian Development Bank 1.375% 2025	1,790	1.01
700,000	Bank of Scotland 4.875% 2024	829	0.47

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
2,100,000	Clydesdale Bank 4.625% 2026	2,515	1.42
5,048,000	Commonwealth Bank of Australia 3% 2026	5,489	3.09
2,320,000	Credit Foncier 5.5% 2027	2,977	1.68
675,000	Inter-American Development Bank 1.25% 2023	671	0.38
1,000,000	Johnson & Johnson 5.5% 2024	1,227	0.69
1,265,000	KFW 5.5% 2025	1,595	0.90
741,000	L-Bank 1.375% 2023	738	0.42
1,174,000	Lloyds Bank 4.875% 2027	1,444	0.81
2,000,000	Lloyds Bank 5.125% 2025	2,408	1.35
2,000,000	National Australia Bank 3% 2026	2,181	1.23
3,400,000	Nationwide Building Society 5.625% 2026	4,322	2.43
3,477,000	Royal Bank of Scotland 5.125% 2024	4,090	2.30
between 10 and 15 years to maturity			
1,925,000	BL Superstores 4.482% 2030	814	0.46
800,000	Broadgate Financing 4.851% 2033	1,002	0.56
5,130,000	Broadgate Financing 4.949% 2031	3,678	2.07
1,595,000	Canary Wharf Finance 6.455% 2033	448	0.25
2,200,000	KFW 5.75% 2032	3,260	1.83
1,700,000	KFW 6% 2028	2,394	1.35
2,380,000	Lloyds Bank 6% 2029	3,239	1.82
6,980,000	Meadowhall Finance 4.986% 2032	6,327	3.56
2,000,000	Nederlandse Waterschapsbank 5.375% 2032	2,802	1.58
990,000	Trafford Centre 6.5% 2033	1,121	0.63
between 15 and 25 years to maturity			
610,000	Broadgate Financing 4.821% 2036	788	0.44
1,700,000	SLM Student Loan Trust 5.15% 2039	1,618	0.91
1,333,000	Temasek 5.125% 2040	1,943	1.09
3,000,000	Trafford Centre FRN 2038	2,742	1.54
1,300,000	Wellcome Trust 4.625% 2036	1,742	0.98
greater than 25 years to maturity			
801,000	Paragon 1.434% 2050	793	0.45
644,000	University of Cambridge 2.35% 2078	626	0.35
680,000	University of Cambridge 3.75% 2052	899	0.51
1,250,000	University of Oxford 2.544% 2117	1,194	0.67
521,000	Wellcome Trust 2.517% 2118	493	0.28
630,000	Wellcome Trust 4% 2059	895	0.50

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (27.35%)		48,481	27.27
less than 5 years to maturity			
1,900,000	European Investment Bank 1.125% 2021	1,902	1.07
800,000	European Investment Bank 2.25% 2020	816	0.46
2,800,000	European Investment Bank 4.25% 2021	3,075	1.73
740,000	European Investment Bank 5.375% 2019	757	0.43
1,200,000	International Bank for Reconstruction & Development 1.375% 2020	1,210	0.68
1,500,000	KFW 1.125% 2019	1,504	0.85
1,430,000	KFW 1.625% 2020	1,447	0.81
between 5 and 10 years to maturity			
740,000	European Investment Bank 0.875% 2023	721	0.40
2,000,000	European Investment Bank 1% 2026	1,912	1.08
4,741,000	European Investment Bank 5.5% 2025	5,933	3.34
1,670,000	UK (Govt of) 2.75% 2024	1,830	1.03
between 10 and 15 years to maturity			
750,000	European Bank for Reconstruction & Development 5.625% 2028	1,023	0.57
2,250,000	European Investment Bank 4.5% 2029	2,850	1.60
2,900,000	European Investment Bank 5.625% fixed to floating 2032	4,216	2.37
1,200,000	European Investment Bank 6% 2028	1,681	0.95
1,750,000	Tenn Valley Authority 5.625% 2032	2,396	1.35
980,000	UK (Govt of) 6% 2028	1,414	0.79
between 15 and 25 years to maturity			
3,210,000	European Investment Bank 3.875% 2037	4,168	2.34
3,000,000	European Investment Bank 5% 2039	4,525	2.55
greater than 25 years to maturity			
1,500,000	European Investment Bank 4.5% 2044	2,234	1.26
1,700,000	European Investment Bank 4.625% fixed to floating 2054	2,867	1.61
US Dollar Denominated Bonds (4.22%)		8,034	4.52
Corporate Bonds (4.22%)		8,034	4.52
less than 5 years to maturity			
2,500,000	Aareal Bank 1.875% 2019	1,914	1.08
between 5 and 10 years to maturity			
1,300,000	Johnson & Johnson 2.45% 2026	943	0.53

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
between 15 and 25 years to maturity			
3,250,000	Johnson & Johnson 5.95% 2037	3,187	1.79
2,680,000	Microsoft 3.5% 2035	1,990	1.12
Collective Investment Schemes (2.35%)		5,416	3.05
742	Standard Life CNAV Euro Liquidity Fund	1	0.00
5,415,130	Standard Life CNAV Sterling Liquidity Fund	5,415	3.05
Derivatives (0.10%)		535	0.30
Forward Currency Contracts (-0.16%)		(86)	(0.05)
	Buy GBP 3,769,898 Sell EUR 4,227,552 09/11/2018	(24)	(0.01)
	Buy GBP 8,114,462 Sell USD 10,659,783 09/11/2018	(62)	(0.04)
Futures (0.02%)		85	0.05
473	Long Australia 3 Year Bond Future 17/09/2018	114	0.06
(77)	Long Australia 10 Year Bond Future 17/09/2018	(33)	(0.02)
(12)	Short Euro-Bobl Future 06/09/2018	(4)	0.00
(91)	Short Long Gilt Future 27/12/2018	13	0.01
(125)	Short US 2 Year Note Future 31/12/2018	(6)	0.00
(123)	Short US 10 Year Note Future 19/12/2018	(4)	0.00
(47)	Short US Long Bond (CBT) Future 19/12/2018	5	0.00
Interest Rate Swaps (0.24%)		536	0.30
SEK 13,650,000	Pay fixed 1.4175% receive floating SEK-STIBOR 08/07/2029	(8)	0.00
SEK 27,300,000	Pay fixed 1.4225% receive floating SEK-STIBOR 09/07/2029	(16)	(0.01)
SEK 13,650,000	Pay fixed 1.455% receive floating SEK-STIBOR 09/07/2029	(12)	(0.01)
AUD 13,524,752	Pay floating AUD-BBR-BBSW receive fixed 2.8075% 07/03/2021	91	0.05
AUD 13,524,752	Pay floating AUD-BBR-BBSW receive fixed 2.815% 07/03/2021	93	0.05
AUD 14,250,496	Pay floating AUD-BBR-BBSW receive fixed 2.829% 08/03/2021	100	0.06
CAD 16,597,000	Pay floating CAD-BA-CDOR receive fixed 2.425% 10/01/2021	(20)	(0.01)
CAD 16,800,000	Pay floating CAD-BA-CDOR receive fixed 2.5% 25/01/2021	(7)	0.00
CAD 16,800,000	Pay floating CAD-BA-CDOR receive fixed 2.725% 23/05/2021	28	0.02
EUR 2,620,000	Pay floating EURIBOR receive fixed 1.0785% 09/07/2029	6	0.00
EUR 1,310,000	Pay floating EURIBOR receive fixed 1.0825% 08/07/2029	3	0.00
EUR 1,310,000	Pay floating EURIBOR receive fixed 1.1075% 09/07/2029	6	0.00

Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Interest Rate Swaps (continued)			
GBP 4,000,000	Pay floating GBP-LIBOR receive fixed 2.6% 25/10/2023	272	0.15
Total investment assets and liabilities		178,921	100.66
Net other liabilities		(1,166)	(0.66)
Total Net Assets		177,755	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	179,117
Investment liabilities	(196)
Net investment assets	178,921
Net other liabilities	(1,166)
Total Net Assets	177,755

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(159)		1,662
Revenue	2,350		2,423	
Expenses	(534)		(810)	
Net revenue before taxation	1,816		1,613	
Taxation	0		0	
Net revenue after taxation		1,816		1,613
Total return before distributions		1,657		3,275
Distributions		(1,817)		(1,613)
Change in net assets attributable to shareholders from investment activities		(160)		1,662

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		180,843		193,906
Amounts receivable on the issue of shares	8,252		59,279	
Amounts payable on the cancellation of shares	(11,730)		(62,079)	
		(3,478)		(2,800)
Dilution adjustment		0		(1)
Change in net assets attributable to shareholders from investment activities (see above)		(160)		1,662
Retained distribution on accumulation shares		550		542
Unclaimed distributions		0		1
Closing net assets attributable to shareholders		177,755		193,310

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		179,117		179,033
Current assets:				
Debtors	2,543		3,036	
Cash and bank balances	290		206	
		2,833		3,242
Total assets		181,950		182,275
Liabilities:				
Investment liabilities		(196)		(432)
Creditors	(3,366)		(337)	
Bank overdrafts	(6)		0	
Distribution payable	(627)		(663)	
		(3,999)		(1,000)
Total liabilities		(4,195)		(1,432)
Net assets attributable to shareholders		177,755		180,843

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.3666	–	0.3666*	0.3088
Group 2	0.2076	0.1590	0.3666*	0.3088
Institutional accumulation				
Group 1	0.5030	–	0.5030*	0.4401
Group 2	0.3051	0.1979	0.5030*	0.4401
Retail income				
Group 1	0.2194	–	0.2194**	0.1880
Group 2	0.0970	0.1224	0.2194**	0.1880
Institutional income				
Group 1	0.2813	–	0.2813**	0.2510
Group 2	0.1343	0.1470	0.2813**	0.2510
Retail CAT accumulation				
Group 1	0.3779	–	0.3779*	0.3189
Group 2	0.2263	0.1516	0.3779*	0.3189
Standard Life income				
Group 1	0.3345	–	0.3345**	0.3030
Group 2	–	–	–	–
Retail CAT income				
Group 1	0.2257	–	0.2257**	0.1932
Group 2	0.1302	0.0955	0.2257**	0.1932
Standard Life accumulation				
Group 1	0.4622	–	0.4622*	0.4147
Group 2	0.2898	0.1724	0.4622*	0.4147

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Institutional regulated accumulation				
Group 1	0.4045	–	0.4045*	0.3585
Group 2	0.2245	0.1800	0.4045*	0.3585
Standard Life B accumulation				
Group 1	0.4845	–	0.4845*	0.4485
Group 2	–	–	–	–
Platform 1 accumulation				
Group 1	0.2894	–	0.2894*	0.2527
Group 2	0.1194	0.1700	0.2894*	0.2527
Platform 1 income				
Group 1	0.2595	–	0.2595**	0.2306
Group 2	0.1373	0.1222	0.2595**	0.2306
Institutional S accumulation				
Group 1	0.2965	–	0.2965*	0.2450
Group 2	0.1769	0.1196	0.2965*	0.2450
Institutional S income				
Group 1	0.2838	–	0.2838**	0.2580
Group 2	0.1526	0.1312	0.2838**	0.2580

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

AAA Income Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.3699	–	0.3699*	0.3017
Group 2	0.1672	0.2027	0.3699*	0.3017
Institutional accumulation				
Group 1	0.5077	–	0.5077*	0.4335
Group 2	0.2781	0.2296	0.5077*	0.4335
Retail income				
Group 1	0.2205	–	0.2205**	0.1818
Group 2	0.1089	0.1116	0.2205**	0.1818
Institutional income				
Group 1	0.2827	–	0.2827**	0.2464
Group 2	0.1419	0.1408	0.2827**	0.2464
Retail CAT accumulation				
Group 1	0.3812	–	0.3812*	0.3134
Group 2	0.2446	0.1366	0.3812*	0.3134
Standard Life income				
Group 1	0.3445	–	0.3445**	0.2975
Group 2	–	–	–	–
Retail CAT income				
Group 1	0.2268	–	0.2268**	0.1892
Group 2	0.1378	0.0890	0.2268**	0.1892
Standard Life accumulation				
Group 1	0.4666	–	0.4666*	0.4097
Group 2	0.1246	0.3420	0.4666*	0.4097

Standard Life Investment Company

Interim Report & Financial Statements

AAA Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Institutional regulated accumulation				
Group 1	0.4086	–	0.4086*	0.3524
Group 2	0.0906	0.3180	0.4086*	0.3524
Standard Life B accumulation^				
Group 1	–	–	–	0.4395
Group 2	–	–	–	–
Platform 1 accumulation				
Group 1	0.2920	–	0.2920*	0.2477
Group 2	0.1169	0.1751	0.2920*	0.2477
Platform 1 income				
Group 1	0.2607	–	0.2607**	0.2249
Group 2	0.1356	0.1251	0.2607**	0.2249
Institutional S accumulation				
Group 1	0.2995	–	0.2995*	0.2454
Group 2	0.1425	0.1570	0.2995*	0.2454
Institutional S income				
Group 1	0.2851	–	0.2851**	0.2510
Group 2	0.1224	0.1627	0.2851**	0.2510

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

^ Share class closed on 7 June 2018

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Investment Report

Fund Information	
Fund Manager	Scott Eun
Launch Date	15 June 2016
Benchmark	S&P 500 Index

Investment Objective

The objective of the Sub-fund is to generate a combination of income and capital appreciation over the longer term.

Investment Policy

The investment policy of the Sub-fund is to invest mainly in equities and equity type investments of companies incorporated or domiciled in the US or which, in the opinion of the ACD, derive a significant proportion of their revenue or profits from US operations or have a significant proportion of their assets there. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. Additionally, the Sub-fund may also invest in equities and equity type investments of companies listed in the US or incorporated, domiciled or listed in Canada or Latin America. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives (for the purpose of efficient portfolio management (including hedging)) and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential for income and capital growth opportunities afforded by the main US markets. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned 12.01%, compared to the IA North America sector return of 13.42% (source: Morningstar, basic rate taxpayer, bid-to-bid basis, retail accumulation share class).

A positive for the Sub-fund's performance was a holding in US railroad operator CSX Corporation. It performed well after recent earnings results provided further evidence that the company continues to execute successfully its improvement programme. Margins were substantially higher in the last 12-18 months and management statements showed increased confidence on the back of accelerating industry volumes. Transaction processing specialist MasterCard also added value when its results, which were driven by healthy cross-border transactions in emerging markets, beat expectations. US managed healthcare provider, UnitedHealth continued its strong performance over the period when it announced good results. A well-received acquisition in August also added to its performance.

By contrast, a holding in General Dynamics was detrimental to performance. It declined amid a general malaise in defence stocks, with prices depressed by concerns that defence spending will slowdown. Meanwhile, Goldman Sachs came under pressure over its weaker trading outlook for 2018. Finally, not owning Amazon adversely affected the Sub-fund's performance. It performed strongly on the back of a well-received earnings report. Finding insight that is different from the consensus is proving a challenge. It was the biggest drag on the Sub-fund's performance. Technology companies Broadcom and Marvell Technology also dragged on the Sub-fund's return.

Investment Activity

In healthcare, we bought shares in Baxter International, as we are confident that its organic revenue will accelerate and margins will continue to beat expectations. We also added to another pharmaceutical company, Merck. The company's Keytruda franchise – used in cancer immunology therapy – should support top-line growth over the next few years.

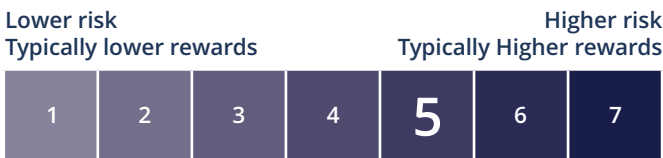
We removed biopharmaceutical company AbbVie following uncertainty about the value of its drug development pipeline. We also reduced PepsiCo because of increased worries about its North American beverage segment, which has been disappointing and no clear plan for improvement. Our convictions to Altria Group, the tobacco producer, decreased because of threats to its revenues.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future. Where the share class does not have a history of five years, an alternative share class or a representative benchmark has been used to show how the Sub-fund price may have behaved over the period.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Retail accumulation			
Change in net assets per share			
Opening net asset value per share	63.66	63.74	50.00++
Return before operating charges*	8.43	0.78	14.52
Operating charges**	(0.46)	(0.86)	(0.78)
Return after operating charges*	7.97	(0.08)	13.74
Distributions	(0.24)	(0.37)	(0.24)
Retained distributions on accumulation share	0.24	0.37	0.24
Closing net asset value per share	71.63	63.66	63.74
* after direct transaction costs of:***	0.01	0.06	0.01
Performance +			
Return after charges	12.52%	-0.13%	27.48%
Other information			
Closing net asset value (£'000)	52	18	4
Closing number of shares	71,952	27,330	6,171
Operating charges****	1.35%	1.35%	1.34%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	72.22	66.19	63.84
Lowest share price	59.16	60.23	48.37

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Institutional accumulation			
Change in net assets per share			
Opening net asset value per share	64.16	63.95	50.00 ⁺⁺
Return before operating charges*	8.50	0.77	14.46
Operating charges**	(0.29)	(0.56)	(0.51)
Return after operating charges*	8.21	0.21	13.95
Distributions	(0.40)	(0.66)	(0.43)
Retained distributions on accumulation share	0.40	0.66	0.43
Closing net asset value per share	72.37	64.16	63.95
* after direct transaction costs of:***	0.01	0.06	0.01
Performance +			
Return after charges	12.80%	0.33%	27.90%
Other information			
Closing net asset value (£'000)	28,160	29,159	28,999
Closing number of shares	38,911,802	45,445,743	45,345,254
Operating charges****	0.88%	0.88%	0.87%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	72.97	66.67	64.05
Lowest share price	59.65	60.69	48.38

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Retail income			
Change in net assets per share			
Opening net asset value per share	61.70	62.94	50.00++
Return before operating charges*	8.13	0.79	14.49
Operating charges**	(0.42)	(0.84)	(0.77)
Return after operating charges*	7.71	(0.05)	13.72
Distributions	(0.65)	(1.19)	(0.78)
Closing net asset value per share	68.76	61.70	62.94
* after direct transaction costs of:***	0.01	0.05	0.01
Performance +			
Return after charges	12.50%	-0.08%	27.44%
Other information			
Closing net asset value (£'000)	5	8	1
Closing number of shares	6,653	12,698	2,200
Operating charges****	1.35%	1.35%	1.34%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	69.67	64.71	63.29
Lowest share price	57.36	58.60	48.37

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++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Institutional income			
Change in net assets per share			
Opening net asset value per share	62.17	63.13	50.00++
Return before operating charges*	8.19	0.75	14.40
Operating charges**	(0.28)	(0.55)	(0.50)
Return after operating charges*	7.91	0.20	13.90
Distributions	(0.65)	(1.16)	(0.77)
Closing net asset value per share	69.43	62.17	63.13
* after direct transaction costs of:***	0.01	0.05	0.01
Performance +			
Return after charges	12.72%	0.32%	27.80%
Other information			
Closing net asset value (£'000)	22,136	24,208	24,836
Closing number of shares	31,882,385	38,941,637	39,342,021
Operating charges****	0.88%	0.88%	0.87%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	70.34	64.92	63.48
Lowest share price	57.81	59.02	48.38

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++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share
Standard Life income		
Change in net assets per share		
Opening net asset value per share	48.54	50.00++
Return before operating charges*	6.42	(0.58)
Operating charges**	(0.01)	(0.02)
Return after operating charges*	6.41	(0.60)
Distributions	(0.51)	(0.86)
Closing net asset value per share	54.44	48.54
* after direct transaction costs of:***	0.01	0.04
Performance +		
Return after charges	13.21%	-1.20%
Other information		
Closing net asset value (£'000)	12,093	10,786
Closing number of shares	22,215,109	22,223,059
Operating charges****	0.05%	0.05%
Direct transaction costs***	0.04%	0.09%
Prices		
Highest share price	55.15	50.59
Lowest share price	45.16	46.06

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++ Share class launched on 15 March 2017.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Standard Life accumulation			
Change in net assets per share			
Opening net asset value per share	65.01	64.31	50.00 ⁺⁺
Return before operating charges*	8.63	0.78	14.38
Operating charges**	(0.04)	(0.08)	(0.07)
Return after operating charges*	8.59	0.70	14.31
Distributions	(0.66)	(1.15)	(0.96)
Retained distributions on accumulation share	0.66	1.15	0.96
Closing net asset value per share	73.60	65.01	64.31
* after direct transaction costs of:***	0.02	0.06	0.01
Performance +			
Return after charges	13.21%	1.09%	28.64%
Other information			
Closing net asset value (£'000)	69	71	28
Closing number of shares	93,932	109,605	43,243
Operating charges****	0.13%	0.13%	0.12%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	74.20	67.49	64.41
Lowest share price	60.47	61.47	48.38

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++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Platform 1 accumulation			
Change in net assets per share			
Opening net asset value per share	64.13	63.94	50.00++
Return before operating charges*	8.49	0.78	14.47
Operating charges**	(0.31)	(0.59)	(0.53)
Return after operating charges*	8.18	0.19	13.94
Distributions	(0.38)	(0.63)	(0.43)
Retained distributions on accumulation share	0.38	0.63	0.43
Closing net asset value per share	72.31	64.13	63.94
* after direct transaction costs of:***	0.01	0.06	0.01
Performance +			
Return after charges	12.76%	0.30%	27.88%
Other information			
Closing net asset value (£'000)	145	69	11
Closing number of shares	200,425	107,901	16,816
Operating charges****	0.93%	0.93%	0.92%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	72.91	66.64	64.04
Lowest share price	59.62	60.66	48.38

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++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Platform 1 income			
Change in net assets per share			
Opening net asset value per share	62.14	63.14	50.00++
Return before operating charges*	8.19	0.74	14.46
Operating charges**	(0.30)	(0.58)	(0.53)
Return after operating charges*	7.89	0.16	13.93
Distributions	(0.62)	(1.16)	(0.79)
Closing net asset value per share	69.41	62.14	63.14
* after direct transaction costs of:***	0.01	0.05	0.01
Performance +			
Return after charges	12.70%	0.25%	27.86%
Other information			
Closing net asset value (£'000)	35	9	2
Closing number of shares	49,789	14,526	3,562
Operating charges****	0.93%	0.93%	0.92%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	70.28	64.93	63.50
Lowest share price	57.79	58.99	48.38

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++ Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Institutional S accumulation			
Change in net assets per share			
Opening net asset value per share	58.56	58.24	50.00++
Return before operating charges*	7.78	0.76	8.65
Operating charges**	(0.23)	(0.44)	(0.41)
Return after operating charges*	7.55	0.32	8.24
Distributions	(0.44)	(0.73)	(0.30)
Retained distributions on accumulation share	0.44	0.73	0.30
Closing net asset value per share	66.11	58.56	58.24
* after direct transaction costs of:***	0.01	0.05	0.01
Performance +			
Return after charges	12.89%	0.55%	16.48%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	0.76%	0.76%	0.75%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	66.69	60.83	58.32
Lowest share price	54.45	55.39	50.00

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++Share class launched on 16 June 2016.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Institutional S income			
Change in net assets per share			
Opening net asset value per share	57.01	57.76	50.00++
Return before operating charges*	7.54	0.76	8.63
Operating charges**	(0.23)	(0.43)	(0.41)
Return after operating charges*	7.31	0.33	8.22
Distributions	(0.61)	(1.08)	(0.46)
Closing net asset value per share	63.71	57.01	57.76
* after direct transaction costs of:***	0.01	0.05	0.01
Performance +			
Return after charges	12.82%	0.57%	16.44%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	0.76%	0.76%	0.75%
Direct transaction costs***	0.04%	0.09%	0.02%
Prices			
Highest share price	64.59	59.47	58.08
Lowest share price	53.02	54.12	50.00

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++ Share class launched on 19 September 2016.

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
North American Equities (98.85%)		61,366	97.88
9,558	Accenture	1,242	1.98
18,589	Activision Blizzard	1,031	1.65
18,069	AIG	739	1.18
6,794	Allegion	456	0.73
4,998	Allergan	737	1.18
16,579	Allison Transmission	633	1.01
12,003	American Tower	1,377	2.20
10,621	Anadarko Petroleum	526	0.84
4,669	Anthem	951	1.52
16,501	Apple	2,888	4.61
73,856	Bank of America	1,757	2.80
15,045	Baxter International	861	1.37
7,701	Broadcom	1,298	2.07
9,130	Celanese	821	1.31
50,437	Centurylink	829	1.32
18,054	Chevron	1,646	2.62
52,028	Cisco Systems	1,912	3.05
20,641	Citigroup	1,131	1.80
26,281	CMS Energy	995	1.59
27,658	Coca-Cola	948	1.51
39,872	Comcast	1,134	1.81
4,220	Constellation	675	1.08
22,401	CSX	1,278	2.04
25,135	DowDuPont	1,356	2.16
8,649	Eli Lilly	703	1.12
3,025	Equinix	1,015	1.62
3,704	Evercore Partners	302	0.48
12,072	First Republic Bank	944	1.51
4,051	General Dynamics	603	0.96
5,635	Goldman Sachs	1,031	1.65
7,314	Home Depot	1,130	1.80
56,297	Huntington Bancshares	702	1.12
15,864	Intercontinental Exchange	930	1.48
19,555	Johnson & Johnson	2,025	3.23
16,740	Kraft Heinz	750	1.20
4,187	Lear	523	0.83
3,809	Lockheed Martin	939	1.50
32,335	Marathon Oil	535	0.85
2,878	Martin Marietta Materials	440	0.70

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
North American Equities (continued)			
49,161	Marvell Technology	781	1.25
11,290	MasterCard	1,871	2.98
16,005	Medtronic	1,187	1.89
16,309	Merck & Co	860	1.37
39,183	Microsoft	3,386	5.40
29,919	Mondelez	983	1.57
11,195	NextEra Energy	1,465	2.34
12,786	Occidental Petroleum	786	1.25
53,740	Pfizer	1,716	2.74
5,850	Raytheon	897	1.43
20,782	Restaurant Brands International	918	1.46
11,729	Schlumberger	570	0.91
18,891	Schwab (Charles)	738	1.18
17,694	Steel Dynamics	622	0.99
5,876	TJX	497	0.79
8,657	United Health	1,787	2.85
33,120	Verizon Communications	1,385	2.21
24,997	Wells Fargo	1,124	1.79
Collective Investment Schemes (1.21%)		214	0.34
213,644	Standard Life CNAV Sterling Liquidity Fund	214	0.34
Total investment assets		61,580	98.22
Net other assets		1,117	1.78
Total Net Assets		62,697	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated Collective Investment Schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains/(losses)		7,219		(246)
Revenue	749		649	
Expenses	(227)		(234)	
Net revenue before taxation	522		415	
Taxation	(105)		(86)	
Net revenue after taxation		417		329
Total return before distributions		7,636		83
Distributions		(510)		(432)
Change in net assets attributable to shareholders from investment activities		7,126		(349)

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		64,330		53,883
Amounts receivable on the issue of shares	395		2,040	
Amounts payable on the cancellation of shares	(9,324)		(1,954)	
		(8,929)		86
Dilution adjustment		1		0
Change in net assets attributable to shareholders from investment activities (see above)		7,126		(349)
Retained distribution on accumulation shares		169		176
Closing net assets attributable to shareholders		62,697		53,796

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		61,580		64,371
Current assets:				
Debtors	1,580		172	
Cash and bank balances	773		23	
		2,353		195
Total assets		63,933		64,566
Liabilities:				
Creditors	(1,072)		(104)	
Distribution payable	(164)		(132)	
		(1,236)		(236)
Total liabilities		(1,236)		(236)
Net assets attributable to shareholders		62,697		64,330

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.1214	–	0.1214*	0.1130
Group 2	0.0665	0.0549	0.1214*	0.1130
Institutional accumulation				
Group 1	0.1988	–	0.1988*	0.1886
Group 2	–	–	–	–
Retail income				
Group 1	0.3174	–	0.3174**	0.3219
Group 2	0.1803	0.1371	0.3174**	0.3219
Institutional income				
Group 1	0.3205	–	0.3205**	0.3167
Group 2	0.2439	0.0766	0.3205**	0.3167
Standard Life income				
Group 1	0.2489	–	0.2489**	0.1952
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.3224	–	0.3224*	0.3108
Group 2	0.1908	0.1316	0.3224*	0.3108
Platform 1 accumulation				
Group 1	0.1904	–	0.1904*	0.1815
Group 2	0.1028	0.0876	0.1904*	0.1815
Platform 1 income				
Group 1	0.3213	–	0.3213**	0.3201
Group 2	0.2270	0.0943	0.3213**	0.3201
Institutional S accumulation				
Group 1	0.2140	–	0.2140*	0.2052
Group 2	–	–	–	–
Institutional S income				
Group 1	0.2977	–	0.2977**	0.2939
Group 2	–	–	–	–

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.1230	–	0.1230	0.1236
Group 2	–	–	–	–
Institutional accumulation				
Group 1	0.1992	–	0.1992*	0.1982
Group 2	0.1680	0.0312	0.1992*	0.1982
Retail income				
Group 1	0.3327	–	0.3327**	0.3281
Group 2	–	–	–	–
Institutional income				
Group 1	0.3320	–	0.3320**	0.3251
Group 2	0.2607	0.0713	0.3320**	0.3251
Standard Life income				
Group 1	0.2624	–	0.2624**	0.2532
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.3367	–	0.3367*	0.3210
Group 2	0.2422	0.0945	0.3367*	0.3210
Platform 1 accumulation				
Group 1	0.1915	–	0.1915*	0.1920
Group 2	0.1444	0.0471	0.1915*	0.1920
Platform 1 income				
Group 1	0.2985	–	0.2985**	0.3280
Group 2	0.1696	0.1289	0.2985**	0.3280
Institutional S accumulation				
Group 1	0.2268	–	0.2268*	0.2127
Group 2	–	–	–	0.2127
Institutional S income				
Group 1	0.3145	–	0.3145**	0.2995
Group 2	–	–	–	0.2995

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

American Equity Income Fund

Distribution Tables

(Continued)

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	1st Interim Dividend Distribution	2nd Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Investment Report

Fund Information	
Fund Manager	Jeff Morris
Launch Date	16 November 1998
Benchmark	IA North America Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies listed on a US or Canadian stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the USA or Canada. Additionally, up to 20% of the Sub-fund may from time-to-time be invested in equities and equity type investments of companies which in the opinion of the ACD carry on a significant part of their operations in Latin America (including Central America). "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund will not be restricted by index weightings, sector constraints or company size. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by the main US markets. The nature of the portfolio affords investors a focused investment approach, whilst affording proper diversification of mainly US Equity exposure. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned 8.74%, compared to the IA North America sector return of 13.42% (source: Morningstar, basic rate taxpayer, bid-to-bid basis, retail accumulation share class).

A positive for the Sub-fund's performance was holding US railroad operator CSX Corporation. It performed well after recent earnings results provided further evidence that the company continues to execute successfully its improvement programme. Margins were substantially higher in the last 12-18 months and management statements showed increased confidence on the back of accelerating industry volumes. Boston Scientific, the medical device group, was another success for the Sub-fund during the period. It issued stronger-than-expected organic growth guidance and reported continued margin improvement across multiple business lines. Additional highlights included First Data, MasterCard and UnitedHealth.

On the downside, a position in Mohawk Industries suffered as it was hit by raw material inflation and the start-up costs associated with new capacity that will restrain margins for much of this year. There was a further negative impact from a holding in buildings materials business Owens Corning. While revenues from its roofing and insulation division progressed as expected, higher input and transportation costs reduced profit margins. Additional drags on the Sub-fund's return were positions in technology related companies Marvell Technology and Electronic Arts. Finally, not owning Amazon and Apple also weighed on relative performance.

Investment Activity

We bought shares in US defence contractor Raytheon. We believe that the valuation underestimates the sustainability of its earnings growth. The backdrop is the increasingly unpredictable geopolitical environment in some parts of the world. Given this, there is scope for an increase in US military expenditure as both sides of the political divide in the US are broadly supportive of an increase to the defence budget. This should improve the chances of Raytheon winning additional military contracts. CSX, Electronics Arts and First Data were also shares that we purchased.

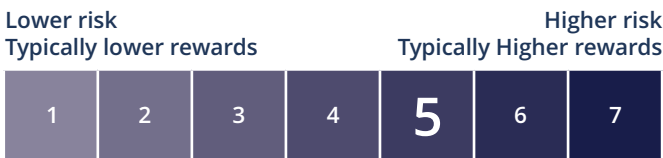
We sold our position in lighting solutions company, Acuity Brands. Our thesis on pent-up demand-release in its non-residential business did not develop as expected. Another name we sold was US retailer, Dollar Tree. We lost confidence in the ability of management to improve revenues at its Family Dollar franchise. The recent strong rise in the company's share price gave us an opportunity to exit the position. Other disposals included Facebook and American International Group.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund’s share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund’s objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	140.57	142.42	103.12	101.81
Return before operating charges*	14.28	0.05	40.95	2.98
Operating charges**	(0.97)	(1.90)	(1.65)	(1.67)
Return after operating charges*	13.31	(1.85)	39.30	1.31
Closing net asset value per share	153.88	140.57	142.42	103.12
* after direct transaction costs of:***	0.07	0.10	0.06	0.04
Performance +				
Return after charges	9.47%	-1.30%	38.11%	1.29%
Other information				
Closing net asset value (£'000)	31,508	30,807	36,665	29,672
Closing number of shares	20,475,893	21,915,755	25,744,063	28,775,542
Operating charges****	1.32%	1.32%	1.33%	1.62%
Direct transaction costs***	0.09%	0.07%	0.05%	0.04%
Prices				
Highest share price	155.9	149.1	143.0	108.0
Lowest share price	130.4	134.5	103.1	92.08

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	164.52	165.91	119.53	117.09
Return before operating charges*	16.74	0.05	47.62	3.47
Operating charges**	(0.73)	(1.44)	(1.24)	(1.03)
Return after operating charges*	16.01	(1.39)	46.38	2.44
Distributions	0.00	(0.59)	(0.30)	(0.24)
Retained distributions on accumulation share	0.00	0.59	0.30	0.24
Closing net asset value per share	180.53	164.52	165.91	119.53
* after direct transaction costs of:***	0.08	0.12	0.07	0.05
Performance +				
Return after charges	9.73%	-0.84%	38.80%	2.08%
Other information				
Closing net asset value (£'000)	83,040	100,804	113,245	71,138
Closing number of shares	45,997,895	61,270,507	68,255,146	59,515,101
Operating charges****	0.85%	0.85%	0.86%	0.87%
Direct transaction costs***	0.09%	0.07%	0.05%	0.04%
Prices				
Highest share price	182.9	174.4	166.6	124.9
Lowest share price	152.7	157.3	119.5	106.7

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Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	69.59	70.50	51.05	50.00++
Return before operating charges*	7.07	0.03	20.27	1.46
Operating charges**	(0.48)	(0.94)	(0.82)	(0.41)
Return after operating charges*	6.59	(0.91)	19.45	1.05
Closing net asset value per share	76.18	69.59	70.50	51.05
* after direct transaction costs of:***	0.03	0.05	0.03	0.00
Performance +				
Return after charges	9.47%	-1.29%	38.10%	2.10%
Other information				
Closing net asset value (£'000)	1,060	1,083	1,171	1,131
Closing number of shares	1,391,144	1,556,474	1,661,470	2,215,965
Operating charges****	1.32%	1.32%	1.33%	1.62%
Direct transaction costs***	0.09%	0.07%	0.05%	0.00%
Prices				
Highest share price	77.18	73.79	70.80	53.47
Lowest share price	64.56	66.56	51.05	45.58

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++ Share class launched on 4 September 2015.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	145.40	147.17	106.09	104.16
Return before operating charges*	14.85	0.05	42.47	3.08
Operating charges**	(0.02)	(0.04)	(0.04)	(0.04)
Return after operating charges*	14.83	0.01	42.43	3.04
Distributions	0.00	(1.78)	(1.35)	(1.11)
Closing net asset value per share	160.23	145.40	147.17	106.09
* after direct transaction costs of:***	0.07	0.11	0.07	0.04
Performance +				
Return after charges	10.20%	0.01%	39.99%	2.92%
Other information				
Closing net asset value (£'000)	3	3	3	2
Closing number of shares	2,000	2,000	2,000	2,000
Operating charges****	0.02%	0.02%	0.03%	0.04%
Direct transaction costs***	0.09%	0.07%	0.05%	0.04%
Prices				
Highest share price	162.3	155.8	149.1	111.8
Lowest share price	134.9	140.7	106.0	95.66

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Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	145.15	145.29	103.88	101.04
Return before operating charges*	14.80	0.01	41.55	2.96
Operating charges**	(0.08)	(0.15)	(0.14)	(0.12)
Return after operating charges*	14.72	(0.14)	41.41	2.84
Distributions	0.00	(1.62)	(1.21)	(0.98)
Retained distributions on accumulation share	0.00	1.62	1.21	0.98
Closing net asset value per share	159.87	145.15	145.29	103.88
* after direct transaction costs of:***	0.07	0.11	0.07	0.04
Performance +				
Return after charges	10.14%	-0.10%	39.86%	2.81%
Other information				
Closing net asset value (£'000)	1,954	2,000	1,668	511
Closing number of shares	1,222,569	1,378,064	1,148,155	491,552
Operating charges****	0.10%	0.10%	0.11%	0.12%
Direct transaction costs***	0.09%	0.07%	0.06%	0.04%
Prices				
Highest share price	162.0	153.7	145.9	108.4
Lowest share price	134.8	138.8	103.9	92.70

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Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	121.59	122.68	88.43	86.70
Return before operating charges*	12.37	0.03	35.22	2.54
Operating charges**	(0.57)	(1.12)	(0.97)	(0.81)
Return after operating charges*	11.80	(1.09)	34.25	1.73
Distributions	0.00	(0.37)	(0.17)	(0.13)
Retained distributions on accumulation share	0.00	0.37	0.17	0.13
Closing net asset value per share	133.39	121.59	122.68	88.43
* after direct transaction costs of:***	0.06	0.09	0.05	0.04
Performance +				
Return after charges	9.70%	-0.89%	38.73%	2.00%
Other information				
Closing net asset value (£'000)	36,901	43,610	42,714	29,617
Closing number of shares	27,663,784	35,865,920	34,817,781	33,492,877
Operating charges****	0.90%	0.90%	0.91%	0.92%
Direct transaction costs***	0.09%	0.07%	0.05%	0.05%
Prices				
Highest share price	135.1	128.9	123.2	92.43
Lowest share price	112.8	116.3	88.43	78.94

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Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share
Institutional S accumulation			
Change in net assets per share			
Opening net asset value per share	65.80	66.29	50.00++
Return before operating charges*	6.72	0.03	16.68
Operating charges**	(0.27)	(0.52)	(0.39)
Return after operating charges*	6.45	(0.49)	16.29
Distributions	0.00	(0.29)	(0.18)
Retained distributions on accumulation share	0.00	0.29	0.18
Closing net asset value per share	72.25	65.80	66.29
* after direct transaction costs of:***	0.03	0.05	0.03
Performance +			
Return after charges	9.80%	-0.74%	32.58%
Other information			
Closing net asset value (£'000)	2	2	1
Closing number of shares	2,965	2,965	2,200
Operating charges****	0.78%	0.78%	0.79%
Direct transaction costs***	0.09%	0.07%	0.05%
Prices			
Highest share price	73.19	69.72	66.56
Lowest share price	61.07	62.91	49.60

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++ Share class launched on 26 April 2016.

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Unconstrained Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
North American Equities (99.16%)		152,590	98.78
Bermuda (0.00%)		5,354	3.47
336,815	Marvell Technology	5,354	3.47
Canada (1.67%)		4,748	3.07
25,252	Alimentation Couche-Tard 'B'	930	0.60
86,463	Restaurant Brands International	3,818	2.47
United States (97.49%)		142,488	92.24
27,804	Activision Blizzard	1,542	1.00
6,603	Adobe	1,339	0.87
6,548	Alphabet 'C'	6,137	3.97
47,178	American Tower	5,412	3.50
26,034	Anadarko Petroleum	1,290	0.83
7,447	Anthem	1,517	0.98
101,128	Bank of America	2,406	1.56
87,998	Baxter International	5,034	3.26
5,575	Boeing	1,470	0.95
2,075	Booking Holdings	3,116	2.02
216,519	Boston Scientific	5,922	3.83
26,034	Broadcom	4,387	2.84
8,402	Burlington	1,087	0.70
66,117	Celanese	5,943	3.85
59,624	Cisco Systems	2,191	1.42
30,115	Citigroup	1,650	1.07
82,575	CMS Energy	3,128	2.02
45,478	Comcast	1,294	0.84
9,578	Constellation	1,533	0.99
93,590	CSX	5,339	3.46
13,809	Deere & Co	1,528	0.99
36,748	Delphi Technologies	996	0.64
100,098	DowDuPont	5,399	3.49
51,834	Electronic Arts	4,522	2.93
15,128	EOG Resources	1,376	0.89
17,795	Equinix	5,971	3.87
15,111	Evercore Partners	1,234	0.80
292,825	First Data	5,786	3.75
75,929	First Republic Bank	5,935	3.84

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Unconstrained Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
United States (continued)			
18,275	FLIR	882	0.57
11,928	General Dynamics	1,775	1.15
4,193	Goldman Sachs	766	0.50
16,226	Intercontinental Exchange	951	0.62
16,288	Johnson & Johnson	1,687	1.10
22,899	Kraft Heinz	1,027	0.66
22,880	Lear	2,856	1.85
121,875	Marathon Oil	2,016	1.31
32,865	Mastercard	5,447	3.53
62,788	Microsoft	5,426	3.51
8,536	Mohawk Industries	1,258	0.81
40,109	Mondelez	1,318	0.85
10,528	Neurocrine Biosciences	996	0.64
10,266	NextEra Energy	1,343	0.87
8,132	NVIDIA	1,756	1.14
37,969	Raytheon	5,823	3.77
27,722	Schlumberger	1,347	0.87
59,615	Schwab (Charles)	2,330	1.51
77,451	Steel Dynamics	2,725	1.76
26,181	United Health	5,403	3.50
6,148	Vertex Pharmaceuticals	872	0.56
Collective Investment Schemes (0.80%)		164	0.11
164,278	Standard Life CNAV Sterling Liquidity Fund	164	0.11
Total investment assets and liabilities		152,754	98.89
Net other assets		1,714	1.11
Total Net Assets		154,468	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

American Equity Unconstrained Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		14,238		5,217
Revenue	1,187		1,583	
Expenses	(789)		(929)	
Net revenue before taxation	398		654	
Taxation	(164)		(84)	
Net revenue after taxation		234		570
Change in net assets attributable to shareholders from investment activities		14,472		5,787

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		178,309		195,467
Amounts receivable on the issue of shares	2,329		9,348	
Amounts payable on the cancellation of shares	(40,680)		(9,344)	
		(38,351)		4
Dilution adjustment		38		2
Change in net assets attributable to shareholders from investment activities (see above)		14,472		5,787
Closing net assets attributable to shareholders		154,468		201,260

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

American Equity Unconstrained Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		152,754		178,238
Current assets:				
Debtors	7,319		190	
Cash and bank balances	100		93	
		7,419		283
Total assets		160,173		178,521
Liabilities:				
Creditors	(5,705)		(212)	
		(5,705)		(212)
Total liabilities		(5,705)		(212)
Net assets attributable to shareholders		154,468		178,309

Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Investment Report

Fund Information	
Fund Manager	Fiona Manning
Launch Date	16 November 1998
Benchmark	IA Asia Pacific excluding Japan Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies other than Japanese companies listed on any stock exchange in the Asia/Pacific Basin Area or which, in the opinion of the ACD, carry on a significant part of their operations in the Asia/Pacific Basin Area. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares.

The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by the main Asian Pacific (currently excluding Japan) markets. The nature of the portfolio affords investors a focused investment approach, whilst affording proper diversification of mainly Asian Pacific equity exposure. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned -0.93% (Platform 1 accumulation), compared to the MSCI All Country Asia Pacific (ex-Japan) Index return of -0.11% (source: FactSet and Morningstar, basic rate taxpayer, bid-to-bid basis).

One of the major positives contributors to relative performance was Aristocrat Leisure, an Australian-listed gaming solutions company. It was re-rated after it reported impressive results that exceeded market expectations. In particular, there was strong momentum in its digital business. BHP Billiton also helped the Sub-fund's returns as the Australian miner benefited from recovering commodity prices. The self-help story continues to play out, with BHP's management remaining fully committed to divesting non-core assets. Other holdings that were helpful to performance included the Hong Kong-listed Texhong Textile, which is engaged in the manufacture and sale of yarn, fabrics and garments, and the Australian companies, FAR Ltd and Goodman.

The major underperformer was Australian copper and tin producer Metals X. The business suffered a hit when it lowered production forecasts from its principal copper mine. Another big drag on performance was Haitian International, a supplier of specialist machinery. It was affected by US-China trade tensions. Many mainland Chinese manufacturing customers are adopting a wait-and-see stance before ordering new equipment. We believe Haitian has a leading position in its sector in China. When a new replacement cycle gets underway it should improve the company's market share and profitability. Chinese auto parts supplier Minth was also a negative over the review period. Results highlighted pressure on gross margins. Upfront costs in China from improving its automation and robotics capabilities weighed on returns. We view this situation as temporary and still consider Minth to be a supply-chain company with strong pricing power. Positions in AKR Coporindo, an Indonesia-based petroleum trading and distribution group, JD.com (on-line seller), and the Korean life company, ING Life Insurance, also disappointed.

Investment Activity

We added Australian auto parts distributor Bapcor to the portfolio. Growth in the business is driven by its ongoing trade-and-store rollout and synergy benefits from recent acquisitions. Additional purchases over the period included Tejas Network (India), and CK Asset (Hong Kong).

We sold Orient Overseas International after we became concerned about the completion of the Cosco deal. Additionally, we felt any further upside was limited given it was re-rated over the last year. Other sales included Indonesian mining and heavy equipment distributor United Tractor. We felt that profitability had reached a peak; a meeting with the firm's management reinforced our view. We also trimmed our holding in Thai energy and gas infrastructure group PTT. This move followed a period of strong outperformance driven by a higher-than-expected dividend growth and positive earnings from its principal subsidiaries. The Korean companies, SK Hynix and Samsung SDI completed the list of sales over the six months.

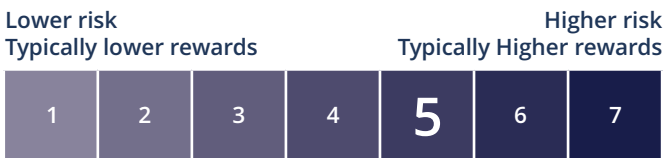
Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Investment Report

(Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund’s share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the sub-fund’s objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

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Asian Pacific Growth Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	357.24	308.79	215.70	245.99
Return before operating charges*	(2.28)	53.53	96.86	(26.03)
Operating charges**	(2.66)	(5.08)	(3.77)	(4.26)
Return after operating charges*	(4.94)	48.45	93.09	(30.29)
Distributions	0.00	(2.55)	(3.17)	(2.62)
Retained distributions on accumulation share	0.00	2.55	3.17	2.62
Closing net asset value per share	352.30	357.24	308.79	215.70
* after direct transaction costs of:***	0.02	0.63	0.93	0.93
Performance +				
Return after charges	-1.38%	15.69%	43.16%	-12.31%
Other information				
Closing net asset value (£'000)	14,401	14,990	13,919	11,456
Closing number of shares	4,087,655	4,195,975	4,507,554	5,310,930
Operating charges****	1.49%	1.49%	1.50%	1.82%
Direct transaction costs***	0.01%	0.19%	0.35%	0.40%
Prices				
Highest share price	373.1	373.1	311.4	278.1
Lowest share price	304.6	304.6	215.7	198.7

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	408.86	351.75	244.50	276.78
Return before operating charges*	(2.60)	61.09	110.40	(29.45)
Operating charges**	(2.09)	(3.98)	(3.15)	(2.83)
Return after operating charges*	(4.69)	57.11	107.25	(32.28)
Distributions	0.00	(4.74)	(5.10)	(4.93)
Retained distributions on accumulation share	0.00	4.74	5.10	4.93
Closing net asset value per share	404.17	408.86	351.75	244.50
* after direct transaction costs of:***	0.02	0.72	1.07	1.05
Performance +				
Return after charges	-1.15%	16.24%	43.87%	-11.66%
Other information				
Closing net asset value (£'000)	30,842	31,394	27,062	14,449
Closing number of shares	7,631,067	7,678,325	7,693,532	5,909,351
Operating charges****	1.02%	1.02%	1.03%	1.07%
Direct transaction costs***	0.01%	0.19%	0.35%	0.40%
Prices				
Highest share price	426.7	426.7	354.7	313.2
Lowest share price	347.2	347.2	244.5	224.4

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Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	84.11	73.23	51.69	50.00++
Return before operating charges*	(0.53)	12.69	23.19	2.26
Operating charges**	(0.63)	(1.21)	(0.90)	(0.46)
Return after operating charges*	(1.16)	11.48	22.29	1.80
Distributions	0.00	(0.60)	(0.75)	(0.11)
Closing net asset value per share	82.95	84.11	73.23	51.69
* after direct transaction costs of:***	0.00	0.15	0.22	0.10
Performance +				
Return after charges	-1.38%	15.68%	43.12%	3.60%
Other information				
Closing net asset value (£'000)	1,360	1,437	1,345	1,799
Closing number of shares	1,639,360	1,708,776	1,837,054	3,481,442
Operating charges****	1.49%	1.49%	1.50%	1.82%
Direct transaction costs***	0.01%	0.19%	0.34%	0.19%
Prices				
Highest share price	88.47	88.47	74.60	55.28
Lowest share price	72.28	72.28	51.69	48.22
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p> <p>++ Share class launched on 7 September 2015.</p>				

Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income[^]				
Change in net assets per share				
Opening net asset value per share	148.45	129.12	90.98	105.16
Return before operating charges*	5.84	22.61	41.29	(11.20)
Operating charges**	(0.07)	(0.28)	(0.23)	(0.24)
Return after operating charges*	5.77	22.33	41.06	(11.44)
Distributions	0.00	(3.00)	(2.92)	(2.75)
Redemption value as at 7 June 2018	(154.22)	0.00	0.00	0.00
Closing net asset value per share	0.00	148.45	129.12	90.97
* after direct transaction costs of:***	0.00	0.27	0.40	0.40
Performance +				
Return after charges	3.89%	17.29%	45.13%	-10.88%
Other information				
Closing net asset value (£'000)	–	3	3	2
Closing number of shares	–	2,115	2,115	2,115
Operating charges****	0.19%	0.19%	0.20%	0.24%
Direct transaction costs***	0.01%	0.19%	0.35%	0.40%
Prices				
Highest share price	157.9	157.9	133.1	119.1
Lowest share price	127.7	127.7	90.98	85.64

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[^] Share class closed on 7 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	149.20	127.39	87.89	98.74
Return before operating charges*	(0.96)	22.20	39.81	(10.55)
Operating charges**	(0.20)	(0.39)	(0.31)	(0.30)
Return after operating charges*	(1.16)	21.81	39.50	(10.85)
Distributions	0.00	(2.78)	(2.67)	(2.47)
Retained distributions on accumulation share	0.00	2.78	2.67	2.47
Closing net asset value per share	148.04	149.20	127.39	87.89
* after direct transaction costs of:***	0.01	0.26	0.39	0.38
Performance +				
Return after charges	-0.78%	17.12%	44.94%	-10.99%
Other information				
Closing net asset value (£'000)	794	774	528	312
Closing number of shares	536,278	518,800	414,670	354,986
Operating charges****	0.27%	0.27%	0.28%	0.32%
Direct transaction costs***	0.01%	0.19%	0.35%	0.40%
Prices				
Highest share price	155.6	155.6	128.4	111.8
Lowest share price	125.9	125.9	87.89	80.35

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Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	107.41	92.46	64.30	72.83
Return before operating charges*	(0.68)	16.05	29.03	(7.75)
Operating charges**	(0.58)	(1.10)	(0.87)	(0.78)
Return after operating charges*	(1.26)	14.95	28.16	(8.53)
Distributions	0.00	(1.19)	(1.30)	(1.26)
Retained distributions on accumulation share	0.00	1.19	1.30	1.26
Closing net asset value per share	106.15	107.41	92.46	64.30
* after direct transaction costs of:***	0.01	0.19	0.28	0.28
Performance +				
Return after charges	-1.17%	16.17%	43.79%	-11.71%
Other information				
Closing net asset value (£'000)	9,797	10,630	10,325	8,546
Closing number of shares	9,228,934	9,896,216	11,166,191	13,289,835
Operating charges****	1.07%	1.07%	1.08%	1.12%
Direct transaction costs***	0.01%	0.19%	0.35%	0.40%
Prices				
Highest share price	112.1	112.1	93.23	82.41
Lowest share price	91.26	91.26	64.30	59.03

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Standard Life Investment Company

Interim Report & Financial Statements

Asian Pacific Growth Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Pacific Basin Equities (96.43%)		55,131	96.39
Australia (17.69%)		10,988	19.21
61,306	Aristocrat	1,076	1.88
118,120	Australia & New Zealand Bank	1,938	3.39
126,949	Bapcor	524	0.92
66,263	BHP Billiton	1,089	1.90
77,654	Challenger	468	0.82
4,362	CSL	551	0.96
6,423,912	FAR	411	0.72
111,277	Goodman	656	1.15
663,064	Karoon Gas Australia	422	0.74
1,400,304	Metals X	409	0.71
99,972	QBE Insurance	612	1.07
244,366	Syrah Resources	344	0.60
77,599	Treasury Wine Estates	822	1.44
205,903	Westgold Resources	159	0.28
94,973	Westpac Banking	1,507	2.63
China (27.60%)		14,808	25.89
18,512	Alibaba Group Holding ADR	2,492	4.36
120,436	Angel Yeast	368	0.64
154,924	Anta Sports Products	648	1.13
3,820	Baidu	666	1.16
1,982,552	China Construction Bank	1,349	2.36
266,738	China Merchants Bank	786	1.37
801,155	China Petroleum	619	1.08
14,256	Ctrip.com ADR	429	0.75
624,698	Dali Foods	348	0.61
369,095	Haitian International	570	1.00
669,523	Huaneng Power	330	0.58
18,564	Huazhu Hotels	491	0.86
25,901	JD.com ADR	623	1.09
149,480	Mint	470	0.82
1,169	NetEase	178	0.31
164,758	Ping An Insurance	1,220	2.13
85,253	Tencent	2,840	4.97
4,752,000	Tianhe Chemicals*	0	0.00
467,439	Weichai Power	381	0.67

Standard Life Investment Company

Interim Report & Financial Statements

Asian Pacific Growth Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Hong Kong (12.40%)		7,236	12.65
157,910	AIA	1,047	1.83
194,123	Bank of China (Hong Kong)	728	1.27
424,000	China High Precision Automation*	0	0.00
147,000	China Metal Recycling**	0	0.00
86,273	China Mobile	624	1.09
241,093	China Resources Land	646	1.13
174,256	CK Asset Holdings	955	1.67
27,830	CK Hutchison	247	0.43
4,204,606	Dawnrays Pharmaceutical	886	1.55
184,307	Hang Lung Properties	280	0.49
2,570,134	Shun Tak	761	1.33
470,598	SITC	268	0.47
603,694	Texhong Textile	794	1.39
India (6.59%)		4,124	7.21
53,796	Axis Bank	379	0.66
8,679	Bajaj	293	0.51
103,381	Coal India	320	0.56
63,402	Cyient	501	0.88
198,800	ITC	689	1.21
49,036	Larsen & Toubro	729	1.27
130,213	Tejas Networks	408	0.71
120,526	Voltas	805	1.41
Indonesia (1.16%)		293	0.51
1,554,109	AKR Corporindo	293	0.51
Macau (1.00%)		542	0.95
144,501	Sands China	542	0.95
Singapore (4.08%)		2,300	4.02
352,136	Capitaland	678	1.18
49,275	DBS	690	1.21
61,422	United Overseas Bank	932	1.63

Standard Life Investment Company Interim Report & Financial Statements

Asian Pacific Growth Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
South Korea (12.99%)		7,325	12.81
4,531	Hyundai Motor (Preference)	267	0.47
15,136	ING Life Insurance Korea	361	0.63
17,975	KB Financial	642	1.12
22,427	KT	447	0.78
39,888	Nexen Tire	273	0.48
59,700	Samsung Electronics	1,997	3.49
37,500	Samsung Electronics (Preference)	1,029	1.80
2,231	Samsung SDI	364	0.64
15,790	Shinhan Finance	475	0.83
16,613	SK Hynix	952	1.66
26,952	Woory Industrial	518	0.91
Taiwan (8.85%)		5,357	9.37
329,935	Cathay Financial	434	0.76
146,000	Formosa Plastic	411	0.72
358,511	Hon Hai Precision	722	1.26
230,660	Macronix	191	0.34
71,952	President Chain Store	601	1.05
468,405	Taiwan Semiconductors Manufacturing	2,998	5.24
Thailand (4.07%)		2,158	3.77
180,070	Advanced Info Service	851	1.49
121,515	Kasikornbank	603	1.05
369,520	PTT	454	0.79
715,366	Star Petroleum Refining	250	0.44
Collective Investment Scheme (2.30%)		1,038	1.82
1,038,228	Standard Life CNAV Sterling Liquidity Fund	1,038	1.82
Total Investment assets and liabilities		56,169	98.21
Net other assets		1,025	1.79
Total Net Assets		57,194	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* Suspended.

** Delisted.

Standard Life Investment Company

Interim Report & Financial Statements

Asian Pacific Growth Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(1,459)		6,758
Revenue	1,141		897	
Expenses	(311)		(314)	
Interest payable and similar charges	0		(2)	
Net revenue before taxation	830		581	
Taxation	(85)		(54)	
Net revenue after taxation		745		527
Change in net assets attributable to shareholders from investment activities		(714)		7,285

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		59,228		53,182
Amounts receivable on the issue of shares	942		1,447	
Amounts payable on the cancellation of shares	(2,267)		(3,000)	
		(1,325)		(1,553)
Dilution adjustment		5		7
Change in net assets attributable to shareholders from investment activities (see above)		(714)		7,285
Closing net assets attributable to shareholders		57,194		58,921

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

Asian Pacific Growth Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		56,169		58,474
Current assets:				
Debtors	121		124	
Cash and bank balances	1,088		812	
		1,209		936
Total assets		57,378		59,410
Liabilities:				
Creditors	(184)		(171)	
Bank overdrafts	0		(1)	
Distribution payable	0		(10)	
		(184)		(182)
Total liabilities		(184)		(182)
Net assets attributable to shareholders		57,194		59,228

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Investment Report

Fund Information	
Fund Manager	Adam Walker
Launch Date	23 October 2015
Benchmark	IA £ Corporate Bond Sector

Objective

The objective of the Sub-fund is to provide a return from income and capital appreciation.

Policy

The investment policy of the Sub-fund is to invest mostly in sterling fixed interest securities issued by corporations. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives (for the purpose of efficient portfolio management (including hedging)) and collective investment schemes.

Risk Profile

The Sub-fund is intended for investors who wish to participate in the potential return afforded by investing in an actively managed portfolio of mainly investment grade corporate assets, with some exposure to higher yielding securities. The diversified nature of the portfolio makes it suitable for investors wishing to achieve a broad spread of mainly corporate bond exposure, which provides a degree of protection from default risk, and who do not desire a high degree of stock specific risk. Whilst the income generated should remain relatively stable, the investor must be able to accept some fluctuations in the income due to the higher risk nature of some of the securities held in the Sub-fund. The investor must also be able to accept temporary capital losses due to the volatile nature of the markets in which the Sub-fund invests, and should therefore have an investment time horizon of at least 5 years.

Performance

The Corporate Bond Fund returned 0.88% during the period, in comparison with the IA £ Corporate Bond Sector which returned 0.60%. Please note Sub-fund returns are net of fees, while benchmark returns are gross. (Source: Morningstar, basic rate taxpayer, bid to bid basis. Benchmark returns: Factset).

The Sub-fund outperformed in the six-month period, primarily attributable to strong security selection. The Sub-fund's single biggest positive return contributor was its sizeable off-benchmark position in UK's biggest supermarket Tesco where confidence in the company's turnaround strategy has been burgeoning on the back of improving results. The second top performing holding for the Sub-fund was its overweight in another UK supermarket giant Sainsbury, which made a takeover bid for Walmart-owned rival Asda, which was very well received by both debt and equity investors. Also among the leading contributors was the Sub-fund's overweight in UK gilts, which benefited from risk-off sentiment which prevailed during much of the period, especially in the latter months.

On the negative side, by far the single biggest detractor for Sub-fund performance over the six-month period was its overweight in UK insurer, Direct Line. With the traditionally higher volatility insurance sector underperforming in risk-off conditions, a number of other UK insurers were also among the leading detractors, including the UK's Aviva and Prudential. The Sub-fund's overweight exposure to British American Tobacco detracted over the period amid continuing concerns that the company's efforts to grow its lower margin 'next generation' products (such e-cigarettes and heat-not-burn devices) might adversely affect its profitability.

Investment Activity

In the primary market, we bought the perpetual bonds of Spanish telecoms giant Telefonica, the 2021 bonds of Volkswagen Financial Services and the 2028 senior bonds of Energy Transfer Partners, a US natural gas and propane company.

In the secondary market, we added exposure to German pharmaceuticals giant Bayer, after spreads moved significantly wider on headlines regarding lawsuits in the US over claims that its subsidiary, Monsanto's weed killing product, 'Roundup', may cause cancer. We felt the market was overreacting and used the weakness to buy what we feel is a high quality credit name at a reasonable level. We also added some exposure to Aroundtown, the commercial and residential real estate company and Gatwick Funding, the funding arm of the UK's Gatwick Airport.

Turning to sales, having created overweight exposure to US cable giant Comcast in June, we reduced some of this in August following good performance and due to concerns that potential M&A activity might destabilise its credit profile. Following a period of improved performance, we trimmed some of our exposure to Tesco in June, although we retained our conviction overweight in the company. During the period we also reduced exposure to a number of US banks, including JP Morgan Chase, Bank of America and Citigroup.

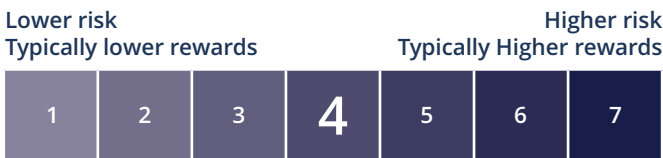
Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Investment Report

(Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future. As the Sub-fund does not have a five year price history, we have used an internally produced bespoke blended benchmark to show how the Sub-fund price may have behaved over the period prior to the launch of the Sub-fund.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	339.39	333.39	295.25	301.89++
Return before operating charges*	3.37	9.51	43.32	(4.50)
Operating charges**	(1.77)	(3.51)	(3.30)	(1.23)
Return after operating charges*	1.60	6.00	40.02	(5.73)
Distributions	(6.00)	(11.30)	(12.48)	(4.54)
Retained distributions on accumulation share	6.00	11.30	10.60	3.63
Closing net asset value per share	340.99	339.39	333.39	295.25
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.47%	1.80%	13.55%	-1.90%
Other information				
Closing net asset value (£'000)	61,199	54,664	57,174	55,927
Closing number of shares	17,947,742	16,106,661	17,149,234	18,942,025
Operating charges****	1.03%	1.03%	1.02%	1.22%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	343.8	348.0	341.2	306.4
Lowest share price	338.7	333.4	297.9	294.5

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.10% to 1.00% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ From the launch of the Sub-fund on 23 October 2015.

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	56.72	55.48	48.91	50.00++
Return before operating charges*	0.57	1.59	7.20	(0.88)
Operating charges**	(0.18)	(0.35)	(0.32)	(0.10)
Return after operating charges*	0.39	1.24	6.88	(0.98)
Distributions	(1.00)	(1.88)	(2.07)	(0.54)
Retained distributions on accumulation share	1.00	1.88	1.76	0.43
Closing net asset value per share	57.11	56.72	55.48	48.91
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.68%	2.23%	14.07%	-1.96%
Other information				
Closing net asset value (£'000)	113,474	112,647	120,701	100,650
Closing number of shares	198,704,464	198,603,341	217,540,007	205,774,920
Operating charges****	0.61%	0.61%	0.60%	0.62%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.57	58.12	56.66	50.69
Lowest share price	56.65	55.49	49.35	48.78

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Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	103.40	104.99	96.05	99.42++
Return before operating charges*	1.02	3.01	14.01	(1.47)
Operating charges**	(0.54)	(1.09)	(1.06)	(0.40)
Return after operating charges*	0.48	1.92	12.95	(1.87)
Distributions	(1.81)	(3.51)	(4.01)	(1.50)
Closing net asset value per share	102.07	103.40	104.99	96.05
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.46%	1.83%	13.48%	-1.88%
Other information				
Closing net asset value (£'000)	29,497	39,096	43,138	48,269
Closing number of shares	28,898,380	37,810,618	41,087,437	50,252,895
Operating charges****	1.03%	1.03%	1.02%	1.22%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	104.3	108.1	110.1	100.6
Lowest share price	102.5	103.4	96.92	96.66

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++ From the launch of the Sub-fund on 23 October 2015.

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	52.47	53.05	48.32	50.00++
Return before operating charges*	0.51	1.53	7.07	(0.82)
Operating charges**	(0.16)	(0.33)	(0.32)	(0.10)
Return after operating charges*	0.35	1.20	6.75	(0.92)
Distributions	(0.92)	(1.78)	(2.02)	(0.76)
Closing net asset value per share	51.90	52.47	53.05	48.32
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.67%	2.26%	13.97%	-1.84%
Other information				
Closing net asset value (£'000)	5,653	5,800	13,923	10,053
Closing number of shares	10,891,860	11,055,336	26,243,677	20,804,811
Operating charges****	0.61%	0.61%	0.60%	0.62%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	52.97	54.72	55.52	50.51
Lowest share price	52.08	52.47	48.77	48.62
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p> <p>++ From the launch of the Sub-fund on 23 October 2015.</p>				

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	53.18	53.45	48.41	50.00++
Return before operating charges*	0.53	1.56	7.14	(0.81)
Operating charges**	(0.01)	(0.02)	(0.05)	(0.02)
Return after operating charges*	0.52	1.54	7.09	(0.83)
Distributions	(0.94)	(1.81)	(2.05)	(0.76)
Closing net asset value per share	52.76	53.18	53.45	48.41
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.98%	2.88%	14.65%	-1.66%
Other information				
Closing net asset value (£'000)	3,985	4,017	1	1
Closing number of shares	7,552,845	7,552,845	2,200	2,200
Operating charges****	0.03%	0.03%	0.10%	0.12%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	53.74	55.31	55.76	50.54
Lowest share price	52.88	53.19	48.85	48.71

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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++ From the launch of the Sub-fund on 23 October 2015.

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	57.42	55.90	49.01	50.00++
Return before operating charges*	0.57	1.58	7.27	(0.82)
Operating charges**	(0.03)	(0.06)	(0.05)	(0.02)
Return after operating charges*	0.54	1.52	7.22	(0.84)
Distributions	(1.02)	(1.91)	(2.13)	(0.76)
Retained distributions on accumulation share	1.02	1.91	1.80	0.61
Closing net asset value per share	57.96	57.42	55.90	49.01
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.95%	2.72%	14.73%	-1.68%
Other information				
Closing net asset value (£'000)	45	9	6	1
Closing number of shares	77,352	16,138	10,695	2,200
Operating charges****	0.11%	0.11%	0.10%	0.12%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	58.42	58.79	56.89	50.72
Lowest share price	57.36	55.88	49.45	48.87
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p> <p>++ From the launch of the Sub-fund on 23 October 2015.</p>				

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	147.56	144.42	127.41	130.02++
Return before operating charges*	1.46	4.11	18.73	(1.93)
Operating charges**	(0.49)	(0.97)	(0.91)	(0.29)
Return after operating charges*	0.97	3.14	17.82	(2.22)
Distributions	(2.61)	(4.90)	(5.39)	(1.97)
Retained distributions on accumulation share	2.61	4.90	4.58	1.58
Closing net asset value per share	148.53	147.56	144.42	127.41
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.66%	2.17%	13.99%	-1.71%
Other information				
Closing net asset value (£'000)	12,077	13,434	15,359	15,191
Closing number of shares	8,131,156	9,104,179	10,634,850	11,923,027
Operating charges****	0.66%	0.66%	0.65%	0.67%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	149.7	151.2	147.5	132.0
Lowest share price	147.4	144.4	128.6	127.1
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p> <p>++ From the launch of the Sub-fund on 23 October 2015.</p>				

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	115.17	116.51	106.17	109.69++
Return before operating charges*	1.14	3.35	15.54	(1.62)
Operating charges**	(0.38)	(0.78)	(0.75)	(0.24)
Return after operating charges*	0.76	2.57	14.79	(1.86)
Distributions	(2.03)	(3.91)	(4.45)	(1.66)
Closing net asset value per share	113.90	115.17	116.51	106.17
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.66%	2.21%	13.93%	-1.70%
Other information				
Closing net asset value (£'000)	12,541	13,659	15,583	11,750
Closing number of shares	11,010,742	11,860,227	13,374,729	11,067,320
Operating charges****	0.66%	0.66%	0.65%	0.67%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	116.3	120.1	122.0	111.0
Lowest share price	114.3	115.2	107.1	106.8
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p> <p>++ From the launch of the Sub-fund on 23 October 2015.</p>				

Standard Life Investment Company

Interim Report & Financial Statements

Corporate Bond Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (98.36%)		234,974	98.53
Euro Denominated Bonds (1.66%)		3,293	1.38
Corporate Bonds (1.66%)		3,293	1.38
less than 5 years to maturity			
1,830,000	Platin 1426 5.375% 2023	1,611	0.68
between 10 and 15 years to maturity			
700,000	Bayer 2.125% 2029	629	0.26
Perpetual			
1,200,000	Volkswagen International Finance 3.375% Perpetual	1,053	0.44
Sterling Denominated Bonds (94.21%)		224,245	94.03
Corporate Bonds (88.40%)		212,700	89.19
less than 5 years to maturity			
1,260,000	AA Bond 2.75% 2023	1,180	0.49
3,008,000	AA Bond 2.875% 2022	2,928	1.23
1,280,000	Bank of Nova Scotia 1.25% 2022	1,260	0.53
1,500,000	Barclays 10% 2021	1,783	0.75
490,000	British American Tobacco 1.75% 2021	491	0.21
720,000	CPUK 2.666% 2020	730	0.31
2,600,000	Deutsche Bank 1.875% 2020	2,588	1.09
340,000	FCE Bank 2.727% 2022	344	0.14
2,000,000	Heathrow Funding 6% 2020	2,136	0.90
2,000,000	Highbury Finance 7.017% 2023	1,630	0.68
1,217,000	Lloyds Bank 9.625% 2023	1,568	0.66
2,000,000	Merrill Lynch 5.5% 2021	2,211	0.93
420,000	Severn Trent 1.125% 2021	415	0.17
1,500,000	Telefonica Emisiones 5.289% 2022	1,701	0.71
2,000,000	Tesco 6.125% 2022	2,257	0.95
590,000	Volkswagen Financial Services 1.5% 2021	586	0.25
1,000,000	Volkswagen Financial Services 1.75% 2020	1,002	0.42
1,790,000	Volkswagen Financial Services 1.75% 2022	1,773	0.74
400,000	Volkswagen Financial Services 1.875% 2021	400	0.17
2,500,000	Wells Fargo 2.125% 2022	2,520	1.06
1,500,000	Wells Fargo 5.25% 2023	1,689	0.71
610,000	Yorkshire Water 6.5876% 2023	732	0.31

Standard Life Investment Company

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Corporate Bond Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Corporate Bonds (continued)				
between 5 and 10 years to maturity				
1,000,000	A.P. Moller-Maersk 4% 2025		1,036	0.43
956,000	Aroundtown 3.25% 2027		947	0.40
1,700,000	Asciano Finance 5% 2023		1,890	0.79
338,000	Assura Financing 3% 2028		341	0.14
1,030,000	Bank of America 2.3% 2025		1,020	0.43
1,500,000	Bank of Ireland 3.125% 2027		1,451	0.61
2,120,000	Barclays 3.125% 2024		2,119	0.89
2,000,000	Barclays 3.25% 2027		1,953	0.82
1,250,000	BP 2.03% 2025		1,255	0.53
640,000	British American Tobacco 2.125% 2025		620	0.26
1,700,000	CPUK 3.588% 2025		1,786	0.75
330,000	CYBG 3.125% 2025		324	0.14
1,400,000	CYBG 5% 2026		1,439	0.60
2,400,000	Enel 5.625% 2024		2,781	1.17
620,000	Experian 2.125% 2024		618	0.26
1,190,000	Go-Ahead 2.5% 2024		1,159	0.49
2,000,000	Heathrow Funding 7.125% 2024		2,447	1.03
2,400,000	HSBC 2.625% 2028		2,343	0.98
2,000,000	Imperial Brands 5.5% 2026		2,354	0.99
1,750,000	Intu (SGS) Finance 4.125% 2023		1,868	0.78
1,750,000	Koninklijke KPN 5% 2026		2,019	0.85
149,000	Liberty Living 2.625% 2024		149	0.06
1,500,000	Lloyds Bank 7.625% 2025		1,906	0.80
780,000	Lloyds Banking Group 2.25% 2024		752	0.32
500,000	London & Quadrant Housing Trust 2.625% 2026		508	0.21
960,000	Morgan Stanley 2.625% 2027		946	0.40
2,000,000	Morrison (Wm) 3.5% 2026		2,117	0.89
1,043,000	Nationwide Building Society 3.25% 2028		1,094	0.46
600,000	NewRiver REIT 3.5% 2028		588	0.25
1,500,000	Rabobank 5.25% 2027		1,739	0.73
1,328,000	Royal Bank of Scotland 2.875% 2026		1,301	0.55
1,500,000	Saga 3.375% 2024		1,425	0.60
1,710,000	Santander UK Group 3.625% 2026		1,769	0.74
890,000	Shaftesbury Chinatown 2.348% 2027		853	0.36
1,500,000	Society of Lloyd's 4.75% 2024		1,609	0.67
460,000	Stagecoach Group 4% 2025		480	0.20
760,000	Thames Water 2.875% 2027		732	0.31
1,150,000	Thames Water 3.5% 2028		1,217	0.51

Standard Life Investment Company

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Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
700,000	Wells Fargo 2% 2025	671	0.28
1,400,000	Yorkshire Building Society 4.125% 2024	1,433	0.60
1,435,000	Yorkshire Power 7.25% 2028	2,013	0.84
between 10 and 15 years to maturity			
1,350,000	Abbey National 3.875% 2029	1,480	0.62
2,300,000	America Movil 4.948% 2033	2,802	1.18
1,460,000	Anheuser-Busch InBev 2.25% 2029	1,407	0.59
560,000	Annington Funding 3.184% 2029	560	0.23
1,700,000	Arqiva 4.882% 2032	1,823	0.76
2,200,000	Barclays 3.25% 2033	1,981	0.83
2,000,000	Broadgate Financing 5.098% 2035	2,187	0.92
750,000	Comcast 5.5% 2029	947	0.40
500,000	CRH 4.125% 2029	562	0.24
2,260,000	Delamare 5.5457% 2029	2,253	0.94
830,000	Digital Stout Holding 3.3% 2029	835	0.35
500,000	DONG Energy 4.875% 2032	610	0.26
510,000	Great Rolling Stock 6.5% 2031	570	0.24
1,500,000	HSBC 6.75% 2028	1,914	0.80
1,700,000	HSBC Bank 5.375% 2030	1,962	0.82
580,000	Land Securities 2.399% 2029	582	0.24
1,500,000	London & Quadrant Housing Trust 2.25% 2029	1,444	0.61
2,600,000	Longstone Finance 4.791% 2030	1,817	0.76
3,700,000	Longstone Finance 4.896% 2031	4,173	1.75
1,110,000	National Grid 2.125% 2028	1,053	0.44
2,600,000	Premiertel 6.175% 2032	2,706	1.13
1,500,000	Rabobank 4.625% 2029	1,668	0.70
1,210,000	Severn Trent 2.75% 2031	1,194	0.50
528,507	Shaftesbury Carnaby 2.487% 2031	498	0.21
1,000,000	Statoil 6.125% 2028	1,341	0.56
2,705,000	Telereal 6.1645% 2031	3,058	1.28
1,500,000	Thames Water 5.75% 2030	1,665	0.70
320,000	Tritax Big Box REIT 3.125% 2031	318	0.13
1,250,000	Welltower 4.8% 2028	1,417	0.59
1,450,000	Western Power 5.75% 2032	1,893	0.79
1,500,000	Yorkshire Building Society 3.375% 2028	1,414	0.59
between 15 and 25 years to maturity			
1,500,000	Annington Funding 3.685% 2034	1,536	0.64
2,000,000	AT&T 5.2% 2033	2,384	1.00

Standard Life Investment Company

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Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,510,000	Aviva 6.125% 2036	1,689	0.71
1,000,000	British American Tobacco 6% 2034	1,329	0.56
1,750,000	Connect 5.404% 2034	1,439	0.60
446,000	Direct Line 9.25% 2042	542	0.23
1,000,000	DONG Energy 5.75% 2040	1,416	0.59
1,000,000	E.ON Finance 5.875% 2037	1,357	0.57
2,500,000	E.ON Finance 6.75% 2039	3,734	1.57
1,500,000	Enel 5.75% 2040	1,896	0.79
1,500,000	Eversholt 3.529% 2042	1,446	0.61
1,500,000	Eversholt 6.697% 2035	1,916	0.80
2,000,000	Gatwick 5.75% 2037	2,684	1.13
1,000,000	Great Rolling Stock 6.875% 2035	982	0.41
300,000	Land Securities 2.625% 2037	293	0.12
610,000	Libra (Longhurst) 3.25% 2043	611	0.26
570,000	Motability Operations 3.625% 2036	638	0.27
1,500,000	Munich Re 6.625% fixed to floating 2042	1,711	0.72
1,500,000	RMPA Services 5.337% 2038	1,466	0.61
2,000,000	RWE 6.125% 2039	2,800	1.17
1,110,000	Segro 2.875% 2037	1,064	0.45
3,000,000	Southern Water 4.5% 2038	3,189	1.34
1,200,000	Tesco 5.744% 2040	1,337	0.56
1,000,000	Thames Water 5.5% 2041	1,346	0.56
1,250,000	Yorkshire Water 6.375% 2039	1,894	0.79
greater than 25 years to maturity			
1,500,000	AT&T 4.875% 2044	1,716	0.72
1,620,000	Aviva 5.125% 2050	1,654	0.69
2,000,000	British American Tobacco 2.25% 2052	1,507	0.63
556,000	Bromford Housing 3.125% 2048	559	0.23
470,000	Channel Link 3.043% 2050	465	0.20
618,000	Clarion Housing 3.125% 2048	617	0.26
1,400,000	Dignity 4.6956% 2049	1,346	0.56
1,000,000	EDF 5.125% 2050	1,240	0.52
1,200,000	EDF 6% 2114	1,569	0.66
1,000,000	GlaxoSmithKline 4.25% 2045	1,248	0.52
450,000	Heathrow Funding 2.75% 2049	404	0.17
2,000,000	NGG 5.625% fixed to floating 2073	2,190	0.92
590,000	Penarian Housing Finance 3.212% 2052	577	0.24
2,000,000	Prudential 5% 2055	2,131	0.89

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Corporate Bond Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Corporate Bonds (continued)				
1,750,000	RL Finance 6.125% fixed to floating 2043		1,936	0.81
1,000,000	University of Oxford 2.544% 2117		955	0.40
500,000	University of Southampton 2.25% 2057		452	0.19
1,200,000	Vodafone 3% 2056		1,035	0.43
520,000	Wellcome Trust 2.517% 2118		492	0.21
Perpetual				
2,000,000	Aviva 6.125% fixed to floating Perpetual		2,188	0.92
1,000,000	AXA 6.6862% fixed to floating Perpetual		1,149	0.48
2,000,000	Direct Line 4.75% Perpetual		1,744	0.73
1,500,000	EDF 5.875% fixed to floating Perpetual		1,493	0.63
2,000,000	EDF 6% Perpetual		2,051	0.86
1,500,000	ELM 6.3024% fixed to floating Perpetual		1,531	0.64
1,300,000	HSBC 5.844% fixed to floating Perpetual		1,588	0.67
800,000	Lloyds Banking Group 7% fixed to floating Perpetual		821	0.34
990,000	Pennon 2.875% Perpetual		988	0.41
1,200,000	RWE 7% fixed to floating Perpetual		1,225	0.51
Government Bonds (5.81%)			11,545	4.84
less than 5 years to maturity				
2,000,000	UK (Govt of) 0.5% 2022		1,968	0.83
between 5 and 10 years to maturity				
2,500,000	UK (Govt of) 2.25% 2023		2,649	1.11
between 10 and 15 years to maturity				
2,000,000	UK (Govt of) 1.625% 2028		2,036	0.85
between 15 and 25 years to maturity				
2,000,000	UK (Govt of) 4.5% 2042		3,073	1.29
1,200,000	UK (Govt of) 4.75% 2038		1,819	0.76
US Dollar Denominated Bonds (2.49%)			7,436	3.12
Corporate Bonds (2.49%)			7,436	3.12
between 5 and 10 years to maturity				
691,000	Energy Transfer Partners 4.95% 2028		543	0.23
504,000	Syngenta Finance 4.892% 2025		387	0.16
1,970,000	UBS 4.125% 2026		1,514	0.63

Standard Life Investment Company

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Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
Perpetual			
1,520,000	HSBC 6% Perpetual	1,129	0.47
1,390,000	HSBC 6.875% Perpetual	1,114	0.47
1,200,000	Swedbank 5.5% Perpetual	921	0.39
2,750,000	UBS 5% Perpetual	1,828	0.77
Collective Investment Schemes (0.46%)		789	0.33
788,937	Standard Life CNAV Sterling Liquidity Fund	789	0.33
Derivatives (0.10%)		(358)	(0.15)
Forward Currency Contracts (0.06%)		(358)	(0.15)
	Buy EUR 191,123 Sell GBP 168,913 04/09/2018	2	0.00
	Buy EUR 302,537 Sell GBP 266,756 04/09/2018	4	0.00
	Buy EUR 1,764,112 Sell GBP 1,591,097 04/09/2018	(12)	0.00
	Buy EUR 3,589,393 Sell GBP 3,256,599 04/09/2018	(43)	(0.02)
	Buy EUR 4,318,722 Sell GBP 3,851,446 04/09/2018	15	0.01
	Buy GBP 122,168 Sell EUR 137,403 04/09/2018	(1)	0.00
	Buy GBP 173,979 Sell EUR 197,200 04/09/2018	(3)	0.00
	Buy GBP 261,960 Sell EUR 297,429 04/09/2018	(4)	0.00
	Buy GBP 546,214 Sell EUR 603,345 04/09/2018	6	0.00
	Buy GBP 761,440 Sell EUR 866,552 04/09/2018	(14)	(0.01)
	Buy GBP 881,759 Sell EUR 1,000,000 04/09/2018	(13)	0.00
	Buy GBP 1,123,363 Sell EUR 1,276,892 04/09/2018	(20)	(0.01)
	Buy GBP 5,092,647 Sell EUR 5,787,066 04/09/2018	(88)	(0.04)
	Buy GBP 91,346 Sell EUR 100,568 21/11/2018	1	0.00
	Buy GBP 3,265,127 Sell EUR 3,589,393 21/11/2018	43	0.02
	Buy GBP 511,727 Sell USD 689,749 04/09/2018	(19)	(0.01)
	Buy GBP 6,942,522 Sell USD 9,306,215 04/09/2018	(217)	(0.09)
	Buy GBP 7,562,810 Sell USD 9,792,516 21/11/2018	56	0.02
	Buy USD 203,448 Sell GBP 152,388 04/09/2018	4	0.00
	Buy USD 9,792,516 Sell GBP 7,587,979 04/09/2018	(55)	(0.02)

Standard Life Investment Company Interim Report & Financial Statements

Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Futures (0.04%)		-	-
Total investment assets and liabilities		235,405	98.71
Net other assets		3,066	1.29
Total Net Assets		238,471	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	235,894
Investment liabilities	(489)
Net investment assets	235,405
Net other assets	3,066
Total Net Assets	238,471

Standard Life Investment Company

Interim Report & Financial Statements

Corporate Bond Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(1,899)		5,582
Revenue	4,280		4,500	
Expenses	(932)		(1,030)	
Net revenue before taxation	3,348		3,470	
Taxation	0		0	
Net revenue after taxation		3,348		3,470
Total return before distributions		1,449		9,052
Distributions		(4,246)		(4,467)
Change in net assets attributable to shareholders from investment activities		(2,797)		4,585

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		243,326		265,885
Amounts receivable on the issue of shares	9,053		1,438	
Amounts payable on the cancellation of shares	(14,356)		(9,831)	
		(5,303)		(8,393)
Dilution adjustment		19		23
Change in net assets attributable to shareholders from investment activities (see above)		(2,797)		4,585
Retained distribution on accumulation shares		3,226		3,242
Closing net assets attributable to shareholders		238,471		265,342

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

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Corporate Bond Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		235,894		240,929
Current assets:				
Debtors	4,020		3,508	
Cash and bank balances	2		1	
	<u> 2</u>	<u>4,022</u>	<u> 1</u>	<u>3,509</u>
Total assets		<u>239,916</u>		<u>244,438</u>
Liabilities:				
Investment liabilities		(489)		(226)
Creditors	(494)		(365)	
Distribution payable	<u>(462)</u>		<u>(521)</u>	
		<u>(956)</u>		<u>(886)</u>
Total liabilities		<u>(1,445)</u>		<u>(1,112)</u>
Net assets attributable to shareholders		<u>238,471</u>		<u>243,326</u>

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Corporate Bond Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	2.9662	–	2.9662*	2.8731
Group 2	1.7798	1.1864	2.9662*	2.8731
Institutional accumulation				
Group 1	0.4960	–	0.4960*	0.4784
Group 2	0.0821	0.4139	0.4960*	0.4784
Retail income				
Group 1	0.9037	–	0.9037**	0.9048
Group 2	0.3907	0.5130	0.9037**	0.9048
Institutional income				
Group 1	0.4587	–	0.4587**	0.4575
Group 2	0.1480	0.3107	0.4587**	0.4575
Standard Life income				
Group 1	0.4654	–	0.4654**	0.4600
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.5024	–	0.5024*	0.4830
Group 2	0.3779	0.1245	0.5024*	0.4830
Platform 1 accumulation				
Group 1	1.2902	–	1.2902*	1.2452
Group 2	0.7576	0.5326	1.2902*	1.2452
Platform 1 income				
Group 1	1.0070	–	1.0070**	1.0045
Group 2	0.4072	0.5998	1.0070**	1.0045

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

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Corporate Bond Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	3.0366	–	3.0366*	2.8347
Group 2	1.7303	1.3063	3.0366*	2.8347
Institutional accumulation				
Group 1	0.5071	–	0.5071*	0.4725
Group 2	0.0993	0.4078	0.5071*	0.4725
Retail income				
Group 1	0.9090	–	0.9090**	0.8851
Group 2	0.2894	0.6196	0.9090**	0.8851
Institutional income				
Group 1	0.4651	–	0.4651**	0.4480
Group 2	0.4237	0.0414	0.4651**	0.4480
Standard Life income				
Group 1	0.4723	–	0.4723**	0.4600
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.5133	–	0.5133*	0.4779
Group 2	0.0539	0.4594	0.5133*	0.4779
Platform 1 accumulation				
Group 1	1.3186	–	1.3186*	1.2290
Group 2	0.7348	0.5838	1.3186*	1.2290
Platform 1 income				
Group 1	1.0203	–	1.0203**	0.9835
Group 2	0.4614	0.5589	1.0203**	0.9835

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

Emerging Market Debt Fund

Investment Report

Fund Information	
Fund Manager	Kleran Curtis and Mark Baker
Launch Date	24 October 2012
Benchmark	JP Morgan EMBI Global Diversified Index

Investment Objective

The objective of the Sub-fund is to provide a return from both capital appreciation and income.

Investment Policy

The investment policy of the Sub-fund is to invest primarily in bonds issued by Emerging Market countries and companies listed on an emerging market stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in emerging market countries. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives (including currency forwards, interest rate and credit default swaps) and collective investment schemes.

Risk

The Sub-fund is intended for investors who are seeking exposure primarily from emerging market bonds. The investor must be able to accept temporary capital losses due to the volatile nature of the emerging market bond markets, and should therefore have an investment time horizon of at least 5 years.

Performance

The Emerging Market Debt Fund returned 2.19% over the six months compared with a 3.35% return from the JP Morgan EMBI Global Diversified Index. Please note the Sub-fund return is net of charges, while the index return is gross (Sub-fund return source: Morningstar, basic rate taxpayer, bid-to-bid basis, and index return source: Factset).

A relatively positive market environment for emerging market (EM) fixed income assets at the start of the year was superseded by a marked increase in volatility and less favourable conditions in the six-month review period. While numerous local factors compounded matters for individual EMs, by far the biggest driver of the adverse switch in investor risk sentiment was the combination of rising US bond yields and the strengthening US dollar, which in turn equated to a marked tightening in global liquidity conditions.

In order to support capital inflows and domestic currencies, many EM central banks were forced to raise policy interest rates quite aggressively in recent months, creating a challenging backdrop for emerging market bonds of all types but especially local currency bonds. Another notable negative external factor serving to increase investor risk aversion in recent months has been the escalating global trade war, which is widely seen as initiated by US president Donald Trump and focussed especially on US trade with China and to a lesser extent the European Union (EU).

As the US dollar strengthened, investors were negatively focused on those countries deemed more reliant on foreign portfolio inflows and particularly so on those instances where local factors were also problematic. The most notable examples of this were Argentina and Turkey. Unsurprisingly our overweight exposure to Argentina was the biggest underperformer; however, we benefited from an underweight position in Turkey. Elsewhere, an overweight position in Zambia struggled given investors remain unconvinced by the government's fiscal and debt trajectory. On the positive side however, among the leading return contributors for the Sub-fund were its off-benchmark exposure to Qatar, which benefitted from strong gas prices, and an underweight in China, which was adversely affected by growing trade tensions with the US, its biggest export market.

Investment Activity

In the primary market, we participated in new deals from Qatar and Egypt, as well as a 2030 bond from Abu Dhabi National Energy. Sub-Saharan Africa is the Sub-fund's most significant regional overweight, and we still see good value in oil-exporting countries. Given this view, we participated in new deals from Angola and Ghana, and added to our position in Nigeria and Senegal via the secondary market.

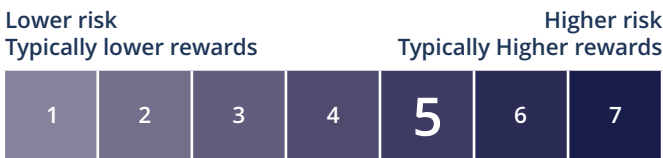
With global oil prices continuing to rise in the period, we also added some off-benchmark exposure to top global producer Saudi Arabia which also stands to benefit from inclusion in the JP Morgan indices in the near future. Other secondary market purchases included Tunisia, Georgia and Zambia. Given their weakness, we purchased some Turkey bonds, but remain markedly underweight compared to the index. We also trimmed some of our exposure to Argentine bonds, which were the worst performers over the period.

Standard Life Investment Company Interim Report & Financial Statements

Emerging Market Debt Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

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Emerging Market Debt Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	67.96	71.54	57.34	54.08
Return before operating charges*	1.55	(2.70)	15.26	4.48
Operating charges**	(0.43)	(0.88)	(0.81)	(0.80)
Return after operating charges*	1.12	(3.58)	14.45	3.68
Distributions	(1.36)	(2.37)	(2.50)	(2.12)
Retained distributions on accumulation share	1.36	2.37	2.25	1.70
Closing net asset value per share	69.08	67.96	71.54	57.34
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.64%	-5.00%	25.20%	6.80%
Other information				
Closing net asset value (£'000)	2,422	1,901	1,976	873
Closing number of shares	3,506,266	2,796,510	2,762,034	1,522,540
Operating charges****	1.24%	1.24%	1.24%	1.48%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	71.48	73.18	73.60	58.10
Lowest share price	65.63	66.24	56.99	50.70

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	70.00	73.36	58.53	54.52
Return before operating charges*	1.60	(2.80)	15.63	4.92
Operating charges**	(0.27)	(0.56)	(0.52)	(0.40)
Return after operating charges*	1.33	(3.36)	15.11	4.52
Distributions	(1.57)	(2.77)	(2.89)	(2.57)
Retained distributions on accumulation share	1.57	2.77	2.61	2.06
Closing net asset value per share	71.33	70.00	73.36	58.53
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.90%	-4.58%	25.82%	8.29%
Other information				
Closing net asset value (£'000)	1,284	7,300	1,099	544
Closing number of shares	1,800,791	10,428,518	1,498,809	928,762
Operating charges****	0.77%	0.77%	0.77%	0.73%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	73.79	75.06	75.32	59.03
Lowest share price	67.64	68.22	58.18	51.58

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Standard Life Investment Company Interim Report & Financial Statements

Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	55.18	60.10	52.34	50.82
Return before operating charges*	1.27	(2.87)	8.49	3.16
Operating charges**	(0.35)	(0.73)	(0.73)	(0.75)
Return after operating charges*	0.92	(3.60)	7.76	2.41
Distributions	(1.11)	(1.32)	0.00	(0.89)
Closing net asset value per share	54.99	55.18	60.10	52.34
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.67%	-5.99%	14.83%	4.74%
Other information				
Closing net asset value (£'000)	3	3	1	1
Closing number of shares	5,386	5,386	2,000	2,000
Operating charges****	1.24%	1.24%	1.24%	1.48%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	58.05	61.47	65.01	54.61
Lowest share price	53.30	54.70	52.00	47.72

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	57.98	63.17	52.28	50.75
Return before operating charges*	1.33	(2.33)	13.90	4.26
Operating charges**	(0.23)	(0.48)	(0.46)	(0.37)
Return after operating charges*	1.10	(2.81)	13.44	3.89
Distributions	(1.30)	(2.38)	(2.55)	(2.36)
Closing net asset value per share	57.78	57.98	63.17	52.28
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.90%	-4.45%	25.71%	7.67%
Other information				
Closing net asset value (£'000)	1,951	1,912	25,226	9,403
Closing number of shares	3,376,463	3,297,876	39,933,727	17,987,082
Operating charges****	0.77%	0.77%	0.77%	0.73%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	61.12	64.60	66.17	54.57
Lowest share price	56.02	57.61	51.96	47.80

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	57.76	63.21	52.30	50.75
Return before operating charges*	1.33	(2.32)	13.94	4.28
Operating charges**	(0.01)	(0.02)	(0.02)	0.00
Return after operating charges*	1.32	(2.34)	13.92	4.28
Distributions	(1.51)	(3.11)	(3.01)	(2.73)
Closing net asset value per share	57.57	57.76	63.21	52.30
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	2.29%	-3.70%	26.62%	8.43%
Other information				
Closing net asset value (£'000)	1	1	3,365	2,785
Closing number of shares	2,000	2,000	5,323,927	5,323,927
Operating charges****	0.04%	0.04%	0.04%	0.00%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	61.08	64.85	66.29	54.61
Lowest share price	55.84	57.66	52.00	47.96

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	71.99	74.95	59.45	55.32
Return before operating charges*	1.65	(2.87)	15.92	4.77
Operating charges**	(0.04)	(0.09)	(0.08)	(0.04)
Return after operating charges*	1.61	(2.96)	15.84	4.73
Distributions	(1.86)	(3.33)	(3.40)	(2.97)
Retained distributions on accumulation share	1.86	3.33	3.06	2.37
Closing net asset value per share	73.60	71.99	74.95	59.45
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	2.24%	-3.95%	26.64%	8.55%
Other information				
Closing net asset value (£'000)	88,880	94,518	133,697	93,971
Closing number of shares	120,762,932	131,284,934	178,378,134	158,065,008
Operating charges****	0.12%	0.12%	0.12%	0.08%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	76.11	76.95	76.77	59.96
Lowest share price	69.59	70.15	59.11	52.26

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	69.84	73.22	58.46	54.69
Return before operating charges*	1.59	(2.79)	15.59	4.71
Operating charges**	(0.29)	(0.59)	(0.55)	(0.43)
Return after operating charges*	1.30	(3.38)	15.04	4.28
Distributions	(1.55)	(2.73)	(2.84)	(2.54)
Retained distributions on accumulation share	1.55	2.73	2.56	2.03
Closing net asset value per share	71.14	69.84	73.22	58.46
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.86%	-4.62%	25.73%	7.83%
Other information				
Closing net asset value (£'000)	4,244	6,345	9,314	2,652
Closing number of shares	5,965,030	9,085,190	12,721,665	4,536,840
Operating charges****	0.82%	0.82%	0.82%	0.78%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	73.60	74.90	75.20	58.94
Lowest share price	67.47	68.06	58.10	51.52

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	58.04	63.21	52.43	50.77
Return before operating charges*	1.33	(2.32)	13.81	4.40
Operating charges**	(0.24)	(0.51)	(0.49)	(0.39)
Return after operating charges*	1.09	(2.83)	13.32	4.01
Distributions	(1.29)	(2.34)	(2.54)	(2.35)
Closing net asset value per share	57.84	58.04	63.21	52.43
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.88%	-4.48%	25.41%	7.90%
Other information				
Closing net asset value (£'000)	3,435	4,388	3,250	1,119
Closing number of shares	5,939,716	7,559,876	5,140,846	2,133,722
Operating charges****	0.82%	0.82%	0.82%	0.78%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	61.17	64.66	66.22	54.58
Lowest share price	56.08	57.66	52.00	47.83

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	68.91	72.11	57.45	53.66
Return before operating charges*	1.61	(2.75)	15.39	4.64
Operating charges**	(0.23)	(0.45)	(0.43)	(0.33)
Return after operating charges*	1.38	(3.20)	14.96	4.31
Distributions	(1.62)	(2.83)	(2.94)	(2.60)
Retained distributions on accumulation share	1.62	2.83	2.64	2.08
Closing net asset value per share	70.29	68.91	72.11	57.45
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	2.01%	-4.44%	26.04%	8.03%
Other information				
Closing net asset value (£'000)	2	2	2	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.65%	0.65%	0.65%	0.61%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	72.71	73.84	73.99	57.94
Lowest share price	66.59	67.17	57.11	50.60

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Emerging Market Debt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	58.06	63.24	52.33	50.76
Return before operating charges*	1.34	(2.32)	13.92	4.34
Operating charges**	(0.19)	(0.42)	(0.39)	(0.31)
Return after operating charges*	1.15	(2.74)	13.53	4.03
Distributions	(1.35)	(2.44)	(2.62)	(2.46)
Closing net asset value per share	57.86	58.06	63.24	52.33
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.98%	-4.33%	25.86%	7.94%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.65%	0.65%	0.65%	0.61%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	61.24	64.69	66.25	54.59
Lowest share price	56.11	57.73	52.01	47.88

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company

Interim Report & Financial Statements

Emerging Market Debt Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (91.75%)		96,812	94.71
Euro Denominated Bonds (1.06%)		1,964	1.92
Government Bonds (1.06%)		1,964	1.92
less than 5 years to maturity			
1,327,000	Provincia de Buenos 5.375% 2023	986	0.97
between 5 and 10 years to maturity			
524,000	Senegal (Republic of) 4.75% 2028	444	0.43
between 10 and 15 years to maturity			
651,000	Egypt (Arab Republic of) 5.625% 2030	534	0.52
Malaysia Ringgit Denominated Bonds (2.12%)		-	-
Government Bonds (2.12%)		-	-
Uruguayan Peso Denominated Bonds (0.80%)		-	-
Government Bonds (0.80%)		-	-
US Dollar Denominated Bonds (87.77%)		94,848	92.79
Corporate Bonds (3.20%)		7,528	7.37
less than 5 years to maturity			
515,000	China National Chemical 4.625% 2023	400	0.39
1,250,000	Petroleos Mexicanos FRN 2022	1,022	1.00
between 5 and 10 years to maturity			
3,177,000	Central Bank of Tunisia 5.75% 2025	2,128	2.08
3,650,000	Petroleos Mexicanos 6.5% 2027	2,841	2.78
between 10 and 15 years to maturity			
750,000	Abu Dhabi National Energy 4.875% 2030	578	0.57
between 15 and 25 years to maturity			
3,547,000	Petróleos de Venezuela 5.5% 2037	559	0.55
Government Bonds (84.57%)		87,320	85.42
less than 5 years to maturity			
2,020,000	Argentina (Republic of) 6.875% 2021	1,386	1.36
256,000	Armenia (Republic of) 6% 2020	201	0.20
3,023,000	Croatia (Republic of) 5.5% 2023	2,461	2.41
2,892,000	Egypt (Arab Republic of) 6.125% 2022	2,213	2.16

Standard Life Investment Company

Interim Report & Financial Statements

Emerging Market Debt Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
1,910,000	Georgia (Republic of) 6.875% 2021	1,544	1.51
1,790,000	Hungary (Republic of) 5.375% 2023	1,467	1.43
2,324,000	Kenya (Republic of) 5.875% 2019	1,796	1.76
1,833,000	Lebanon (Republic of) 6% 2023	1,207	1.18
1,389,000	Mongolia (Government of) 5.625% 2023	1,031	1.01
2,910,000	Morocco (Govt of) 4.25% 2022	2,247	2.20
944,000	Paraguay (Republic of) 4.625% 2023	742	0.73
1,580,000	Qatar (Govt of) 3.875% 2023	1,220	1.19
1,367,000	Serbia (Republic of) 4.875% 2020	1,065	1.04
1,338,000	Serbia (Republic of) 7.25% 2021	1,123	1.10
2,593,000	Uruguay (Republic of) 8% 2022	2,239	2.19
2,573,000	Vietnam (Socialist Republic of) 6.75% 2020	2,061	2.02
between 5 and 10 years to maturity			
4,762,000	Argentina (Republic of) 6.875% 2027	2,854	2.79
288,000	Armenia (Republic of) 7.15% 2025	233	0.23
1,381,000	Brazil (Fed Rep of) 4.625% 2028	941	0.92
1,000,000	Brazil (Fed Rep of) 6% 2026	774	0.76
3,018,000	Dominican Republic 5.5% 2025	2,331	2.28
1,600,000	Ecuador (Govt of) 7.95% 2024	1,118	1.09
3,623,000	El Salvador (Republic of) 5.875% 2025	2,625	2.57
1,200,000	Ghana (Republic of) 6.375% 2024	839	0.82
919,000	Indonesia (Republic of) 3.875% 2024	687	0.67
2,209,000	Indonesia (Republic of) 4.125% 2025	1,685	1.65
952,000	Ivory Coast 5.375% 2024	687	0.67
2,198,000	Kazakhstan (Republic of) 4.85% 2027	1,665	1.63
2,011,000	Kenya (Republic of) 6.875% 2024	1,516	1.48
2,016,000	Lebanon (Republic of) 6.65% 2024	1,314	1.29
3,014,000	Mexico (United Mexican States) 3.75% 2028	2,208	2.16
1,029,000	Namibia (Republic of) 5.25% 2025	743	0.73
2,337,000	Panama (Republic of) 3.875% 2028	1,790	1.75
3,153,000	Perusahaan Penerbit SBSN Indonesia III 4.55% 2026	2,432	2.38
1,200,000	Russian Foreign Bond 4.25% 2027	879	0.86
1,400,000	Saudi Arabia (Kingdom of) 3.625% 2028	1,033	1.01
401,000	Senegal (Republic of) 6.25% 2024	308	0.30
1,699,000	Sri Lanka (Republic of) 6.85% 2025	1,297	1.27
647,000	Ukraine (Republic of) 7.75% 2023	483	0.47
2,319,000	Ukraine (Republic of) 7.75% 2026	1,643	1.61
2,774,700	Venezuela (Republic of) 11.75% 2026	554	0.54

Standard Life Investment Company

Interim Report & Financial Statements

Emerging Market Debt Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
760,000	Vietnam (Socialist Republic of) 4.8% 2024	595	0.58
1,839,000	Zambia (Govt of) 8.97% 2027	1,022	1.00
between 10 and 15 years to maturity			
1,114,000	Bahamas (Commonwealth of) 6% 2028	874	0.85
2,052,000	Ivory Coast 6.125% 2033	1,366	1.34
2,068,000	Nigeria (Fed Rep of) 7.143% 2030	1,501	1.47
762,000	Senegal (Republic of) 6.25% 2033	526	0.51
2,504,000	South Africa (Republic of) 4.3% 2028	1,697	1.66
3,582,000	Turkey (Govt of) 6.125% 2028	2,232	2.18
2,745,000	Ukraine (Republic of) 7.375% 2032	1,788	1.75
between 15 and 25 years to maturity			
1,004,000	Argentina (Republic of) 8.28% 2033	896	0.88
2,066,000	Indonesia (Republic of) 5.25% 2042	1,644	1.61
2,355,000	Peru (Republic of) 8.75% 2033	2,688	2.63
greater than 25 years to maturity			
1,236,000	Brazil (Fed Rep of) 5% 2045	735	0.72
2,690,000	Dominican Republic 7.45% 2044	2,217	2.17
1,929,000	Egypt (Arab Republic of) 8.5% 2047	1,454	1.42
1,317,000	Ghana (Republic of) 8.627% 2049	984	0.96
1,238,000	Nigeria (Fed Rep of) 7.625% 2047	864	0.84
1,787,000	Oman (Government of) 6.75% 2048	1,287	1.26
1,280,000	Qatar (Govt of) 5.103% 2048	1,012	0.99
3,200,000	Russian Foreign Bond 5.25% 2047	2,336	2.28
1,984,000	Saudi Arabia (Kingdom of) 4.625% 2047	1,447	1.42
443,000	Saudi Arabia (Kingdom of) 5% 2049	335	0.33
1,655,000	Uruguay (Republic of) 4.125% 2045	1,178	1.15
Collective Investment Schemes (0.00%)		0	0.00
1	Standard Life CNAV Euro Liquidity Fund	0	0.00
73	Standard Life CNAV Sterling Liquidity Fund	0	0.00

Standard Life Investment Company

Interim Report & Financial Statements

Emerging Market Debt Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Derivatives (0.00%)		1	0.00
Forward Currency Contracts (0.00%)		1	0.00
	Buy EUR 1,959,000 Sell USD 2,357,413 26/10/2018	(52)	(0.05)
	Buy INR 2,261,611 Sell USD 32,689 25/10/2018	(1)	0.00
	Buy USD 2,355,560 Sell EUR 1,959,000 26/10/2018	51	0.05
	Buy USD 2,955,947 Sell EUR 2,525,304 26/10/2018	3	0.00
Total investment assets and liabilities		96,813	94.71
Net other assets		5,410	5.29
Total Net Assets		102,223	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	96,866
Investment liabilities	(53)
Net investment assets	96,813
Net other assets	5,410
Total Net Assets	102,223

Standard Life Investment Company

Interim Report & Financial Statements

Emerging Market Debt Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(590)		242
Revenue	2,758		4,174	
Expenses	(120)		(217)	
Interest payable and similar charges	(1)		(10)	
Net revenue before taxation	2,637		3,947	
Taxation	0		0	
Net revenue after taxation		2,637		3,947
Total return before distributions		2,047		4,189
Distributions		(2,637)		(3,947)
Change in net assets attributable to shareholders from investment activities		(590)		242

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		116,371		177,931
Amounts receivable on the issue of shares	4,030		18,077	
Amounts payable on the cancellation of shares	(20,030)		(17,917)	
		(16,000)		160
Dilution adjustment		27		66
Change in net assets attributable to shareholders from investment activities (see above)		(590)		242
Retained distribution on accumulation shares		2,415		3,374
Closing net assets attributable to shareholders		102,223		181,773

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

Emerging Market Debt Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		96,866		106,839
Current assets:				
Debtors	1,495		2,477	
Cash and bank balances	4,090		7,284	
		5,585		9,761
Total assets		102,451		116,600
Liabilities:				
Investment liabilities		(53)		(65)
Creditors	(54)		(42)	
Distribution payable	(121)		(122)	
		(175)		(164)
Total liabilities		(228)		(229)
Net assets attributable to shareholders		102,223		116,371

Standard Life Investment Company Interim Report & Financial Statements

Emerging Market Debt Fund

Distribution Tables

for the six months ended 31 August 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	1.3637	–	1.3637*	1.2268
Group 2	0.8528	0.5109	1.3637*	1.2268
Institutional accumulation				
Group 1	1.5724	–	1.5724*	1.4329
Group 2	0.9143	0.6581	1.5724*	1.4329
Retail income				
Group 1	1.1134	–	1.1134**	–
Group 2	–	–	–	–
Institutional income				
Group 1	1.3045	–	1.3045**	1.2342
Group 2	0.8565	0.4480	1.3045**	1.2342
Standard Life income				
Group 1	1.5105	–	1.5105**	1.4704
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	1.8600	–	1.8600*	1.7129
Group 2	1.4823	0.3777	1.8600*	1.7129
Platform 1 accumulation				
Group 1	1.5510	–	1.5510*	1.4127
Group 2	0.6442	0.9068	1.5510*	1.4127
Platform 1 income				
Group 1	1.2948	–	1.2948**	1.2193
Group 2	0.6281	0.6667	1.2948**	1.2193

Standard Life Investment Company Interim Report & Financial Statements

Emerging Market Debt Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Institutional S accumulation				
Group 1	1.6177	–	1.6177*	1.4650
Group 2	–	–	–	–
Institutional S income				
Group 1	1.3454	–	1.3454**	1.2750
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Investment Report

Fund Information	
Fund Manager	Andrew Paisley
Launch Date	1 November 2007
Benchmark	Euromoney Smaller Europe excluding UK Index

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest primarily in equities and equity type investments of smaller companies listed on European markets (which might include emerging markets of Europe), excluding the UK, or companies that derive a significant proportion of their revenues or profits from European operations or have a significant proportion of their assets there. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives (for the purpose of efficient portfolio management (including hedging)) and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of primarily smaller companies from European equity markets (which might include emerging markets of Europe), excluding the UK. The focused nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of this area of European equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned 7.51% (Platform 1 accumulation), compared to the IA Europe (ex UK) sector return of 5.03% (source: Morningstar, bid-to-bid basis, retail accumulation share class).

Nemetschek, the German developer which creates software for architects, engineers and the construction industry, was the standout holding. The company announced an acquisition that increased its exposure to the building management and maintenance segment of the market. This is an area that should see good growth as owners of real estate look to technology for solutions to improve the cost efficiency of operating buildings. We continue to like the structural growth potential of the building information modelling software market. Shares in outsourced customer experience management firm Teleperformance climbed after it announced a significant acquisition. The deal increases the proportion of higher-margin specialist services within the overall group mix. The acquired business has an excellent track record, as well as exposure to quality markets. Additional highlights included Simcorp, Rational and Sixt.

Jungheinrich was relatively weak during the period, with several analysts disappointed by its guidance for 2018. However, we retain the holding given the strong structural growth trends in warehousing as retailers move online. A position in Italian clothing firm OVS weighed on relative Sub-fund returns. The business issued a downbeat trading update, which suggested that the exceptionally poor weather across Europe in January had an adverse impact on trading. For our part, we were concerned by the company's decision to cancel the dividend despite a solid balance-sheet and so we closed our position. Holdings in Wessanen, Takkt and Banca Generali also disappointed.

Investment Activity

Turning to activity, we bought French-quoted perfumer Interparfums. We believe that market participants are underestimating the company's growth potential over the next couple of years following accelerated investment in several key brands. Interparfums also has a very strong balance-sheet, giving it the potential to launch significant new brand acquisitions. We also purchased shares in UK construction and regeneration group Morgan Sindall following its positive AGM trading update. Its full-year results and profit growth, particularly from its core construction activities, are likely to be ahead of forecasts. The company's project pipeline is also encouraging.

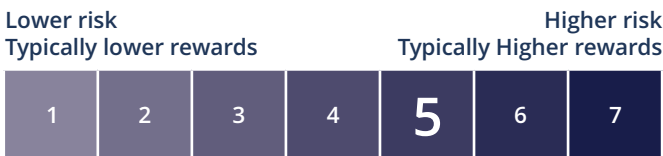
We reduced the holding in two automotive suppliers: Norma and Komax, given heightened concerns about the impact a global trade war would have on the automotive sector. We sold our remaining shares in debt collection group Intrum Justitia. A change in management has resulted in the implementation of a new business strategy, with a greater focus on merger & acquisition activity – an approach with which we are not particularly comfortable.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-Fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	291.08	244.11	196.36	186.75++
Return before operating charges*	23.75	50.84	50.84	10.65
Operating charges**	(2.07)	(3.87)	(3.09)	(1.04)
Return after operating charges*	21.68	46.97	47.75	9.61
Distributions	(2.74)	(2.80)	(2.39)	0.00
Retained distributions on accumulation share	2.74	2.80	2.39	0.00
Closing net asset value per share	312.76	291.08	244.11	196.36
* after direct transaction costs of:***	0.08	0.16	0.17	(0.01)
Performance +				
Return after charges	7.45%	19.24%	24.32%	5.15%
Other information				
Closing net asset value (£'000)	7,022	6,511	5,791	4,860
Closing number of shares	2,245,143	2,236,689	2,372,248	2,474,999
Operating charges****	1.38%	1.38%	1.37%	1.62%
Direct transaction costs***	0.05%	0.06%	0.08%	-0.01%
Prices				
Highest share price	317.5	304.5	250.6	203.6
Lowest share price	279.1	247.1	195.4	181.3

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ From the launch of the Share class on 23 October 2015.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	79.53	66.38	53.14	50.00++
Return before operating charges*	6.50	13.85	13.79	3.29
Operating charges**	(0.37)	(0.70)	(0.55)	(0.15)
Return after operating charges*	6.13	13.15	13.24	3.14
Distributions	(0.94)	(0.94)	(0.80)	0.00
Retained distributions on accumulation share	0.94	0.94	0.80	0.00
Closing net asset value per share	85.66	79.53	66.38	53.14
* after direct transaction costs of:***	0.02	0.04	0.05	0.00
Performance +				
Return after charges	7.71%	19.81%	24.92%	6.28%
Other information				
Closing net asset value (£'000)	17,990	17,005	11,197	13,289
Closing number of shares	21,001,393	21,382,004	16,866,638	25,008,088
Operating charges****	0.91%	0.91%	0.90%	0.87%
Direct transaction costs***	0.05%	0.06%	0.08%	-0.01%
Prices				
Highest share price	86.94	83.16	68.03	55.04
Lowest share price	76.28	67.23	52.90	49.04

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ From the launch of the Share class on 23 October 2015.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	80.98	67.09	53.30	50.00++
Return before operating charges*	6.64	14.02	13.88	3.32
Operating charges**	(0.07)	(0.13)	(0.09)	(0.02)
Return after operating charges*	6.57	13.89	13.79	3.30
Distributions	(1.27)	(1.31)	(1.05)	(0.04)
Retained distributions on accumulation share	1.27	1.31	1.05	0.04
Closing net asset value per share	87.55	80.98	67.09	53.30
* after direct transaction costs of:***	0.02	0.04	0.05	0.00
Performance +				
Return after charges	8.11%	20.70%	25.87%	6.60%
Other information				
Closing net asset value (£'000)	875	752	389	1
Closing number of shares	999,932	929,088	579,447	2,200
Operating charges****	0.16%	0.16%	0.15%	0.12%
Direct transaction costs***	0.05%	0.06%	0.08%	-0.01%
Prices				
Highest share price	88.85	84.62	68.55	55.14
Lowest share price	77.73	68.01	53.07	49.17

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ From the launch of the Share class on 23 October 2015.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	312.25	260.77	208.84	198.16++
Return before operating charges*	25.51	54.37	54.21	11.31
Operating charges**	(1.54)	(2.89)	(2.28)	(0.63)
Return after operating charges*	23.97	51.48	51.93	10.68
Distributions	(3.62)	(3.60)	(3.08)	0.00
Retained distributions on accumulation share	3.62	3.60	3.08	0.00
Closing net asset value per share	336.22	312.25	260.77	208.84
* after direct transaction costs of:***	0.09	0.17	0.19	(0.01)
Performance +				
Return after charges	7.68%	19.74%	24.87%	5.39%
Other information				
Closing net asset value (£'000)	40,320	37,775	28,419	16,937
Closing number of shares	11,992,031	12,097,728	10,898,444	8,110,113
Operating charges****	0.96%	0.96%	0.95%	0.92%
Direct transaction costs***	0.05%	0.06%	0.08%	-0.01%
Prices				
Highest share price	341.3	326.5	267.3	216.3
Lowest share price	299.5	264.1	207.9	192.7

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ From the launch of the Share class on 23 October 2015.

Standard Life Investment Company

Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
European Equities (95.96%)		63,258	95.54
Austria (1.46%)		-	-
Denmark (1.48%)		2,073	3.13
28,440	SimCorp	2,073	3.13
Finland (3.67%)		3,037	4.58
67,624	Kesko	3,037	4.58
France (16.08%)		13,346	20.16
10,621	Eurazeo	622	0.94
65,802	Interparfums	2,344	3.54
25,467	LISI	804	1.21
20,745	Nexity	975	1.47
28,252	ORPEA	2,945	4.45
53,005	Plastic Omnium	1,619	2.45
27,401	Teleperformance	4,037	6.10
Germany (29.84%)		20,023	30.24
3,069	Cewe Stiftung & Co	217	0.33
13,265	CTS Eventim	454	0.68
17,639	Grenke	1,634	2.47
45,250	Jungheinrich	1,254	1.89
36,204	Nemetschek	4,557	6.88
34,119	NORMA	1,742	2.63
30,289	OHB	977	1.47
95,906	Patrizia Immobilien	1,539	2.33
3,114	Rational	1,911	2.89
18,257	Sixt	1,806	2.73
58,561	Takkt	786	1.19
63,012	VIB Vermoegen	1,309	1.98
6,392	Xing	1,837	2.77
Ireland (5.84%)		3,802	5.74
1,959,741	Hibernia REIT	2,639	3.99
121,281	Irish Continental	592	0.89
114,808	Origin Enterprises	571	0.86

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Italy (16.27%)			8,592	12.98
13,744	Diasorin		1,132	1.71
50,000	DoBank		418	0.63
63,147	Fila		1,039	1.57
273,095	FinecoBank		2,508	3.79
15,800	IMA		991	1.50
64,203	Interpump		1,535	2.32
45,120	MARR		969	1.46
Luxembourg (2.92%)			1,383	2.09
20,572	Stabilus		1,383	2.09
Netherlands (3.98%)			2,383	3.60
46,755	Corbion		1,128	1.70
122,509	Wessanen		1,255	1.90
Norway (1.07%)			707	1.07
96,396	Borregaard		707	1.07
Spain (1.06%)			1,259	1.90
22,129	CIE Automotive		524	0.79
62,623	Fluidra		735	1.11
Sweden (6.14%)			2,732	4.13
104,801	Bulten		943	1.43
68,542	Troax		1,789	2.70
Switzerland (6.15%)			3,921	5.92
7,984	Bachem		814	1.23
19,758	Implenia		968	1.46
8,274	Komax		2,139	3.23

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (3.79%)		2,872	4.34
567,169	Standard Life CNAV Euro Liquidity Fund	508	0.77
2,364,670	Standard Life CNAV Sterling Liquidity Fund	2,364	3.57
Total investment assets		66,130	99.88
Net other assets		77	0.12
Total Net Assets		66,207	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		4,069		8,238
Revenue	1,116		993	
Expenses	(304)		(259)	
Net revenue before taxation	812		734	
Taxation	(88)		(91)	
Net revenue after taxation		724		643
Total return before distributions		4,793		8,881
Distributions		(724)		(642)
Change in net assets attributable to shareholders from investment activities		4,069		8,239

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		62,043		45,796
Amounts receivable on the issue of shares	3,732		6,721	
Amounts payable on the cancellation of shares	(4,341)		(2,277)	
		(609)		4,444
Dilution adjustment		(2)		19
Change in net assets attributable to shareholders from investment activities (see above)		4,069		8,239
Retained distribution on accumulation shares		706		681
Closing net assets attributable to shareholders		66,207		59,179

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		66,130		61,887
Current assets:				
Debtors	128		196	
Cash and bank balances	54		42	
		182		238
Total assets		66,312		62,125
Liabilities:				
Creditors	(105)		(82)	
		(105)		(82)
Total liabilities		(105)		(82)
Net assets attributable to shareholders		66,207		62,043

Standard Life Investment Company Interim Report & Financial Statements

Europe EX UK Smaller Companies Fund

Distribution Tables

for the six months ended 31 August 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	2.7424	–	2.7424*	2.7983
Group 2	1.8583	0.8841	2.7424*	2.7983
Institutional accumulation				
Group 1	0.9416	–	0.9416*	0.9366
Group 2	0.3181	0.6235	0.9416*	0.9366
Standard Life accumulation				
Group 1	1.2734	–	1.2734*	1.2263
Group 2	0.6425	0.6309	1.2734*	1.2263
Platform 1 accumulation				
Group 1	3.6180	–	3.6180*	3.6015
Group 2	1.4676	2.1504	3.6180*	3.6015

* Distribution accumulated on 31 August 2018

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Investment Report

Fund Information	
Fund Manager	Jonathan Fearon
Launch Date	16 November 1998
Benchmark	IA Europe Excluding UK Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies listed on the main European markets or which, in the opinion of the ACD, carry on a significant part of their operations in Europe (including the UK). Up to 10% of the Sub-fund may be invested in smaller emerging European markets, as included in the MSCI Emerging Markets Index from time-to-time. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares.

The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors a focused investment approach, with an emphasis on stock selection whilst affording proper diversification of mainly European Equity exposure. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned 5.64%, compared to the IA Europe (ex UK) sector return of 5.46% (source: Morningstar, basic-rate taxpayer, bid-to-bid basis, retail accumulation share class).

Strong performance came from our overweight position in Ambu, the Danish healthcare equipment maker. There is growing confidence in the potential for its single-use endoscopy product, particularly after the US Food and Drug Administration warned of the risk of cross-contamination from multi-use scopes. On the back of this support, the company increased earnings guidance. The German payment services provider Wirecard continued to outperform. It was boosted by strong growth in electronic payments and by its increased presence in the sector. Other highlights were Kering (owner of luxury brands), NSR Nederland (Dutch insurer), and a new holding Teleperformance (French telemarketer).

On the downside, Danske Bank disappointed as it is embroiled in a money laundering investigation at its Baltic operations in Estonia. This risks tarnishing its reputation and the progress it has made in its core Danish business. Another drag on performance came from Signify, the Dutch lighting company. It suffered from a combination of challenging industry trends and poor execution of strategy by management in its consumer business. Others stocks that did not perform well included Banco Santander, Ryanair and AP Moeller-Maersk.

Investment Activity

Activity during the quarter included buying French industrial stock Schneider Electric. It looks set to benefit from global growth in industrial automation and a structural change to the auto market as governments seek to implement policies that favour electric vehicles. We also bought IT group Amadeus, as we think its recent acquisition of TravelClick should accelerate the opportunity in its hotel IT business. We also purchased Deutsche Post, Teleperformance and Tryg.

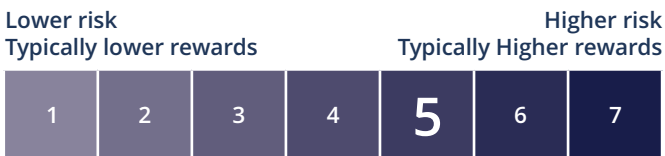
We exited our holding in Scandinavian financial services Nordea. This was because the prolonged revenue pressure weighing down on the company were more severe than we had previously thought. We believe there are better opportunities elsewhere. The position in Danish jewellery maker Pandora was closed. The company has experienced a slowdown in the crucial Chinese market. Other top sales during the period included Zurich Insurance Group, Assa Abloy and Michelin.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund’s share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund’s objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	200.91	177.36	141.84	148.35
Return before operating charges*	7.42	26.24	37.73	(4.08)
Operating charges**	(1.39)	(2.69)	(2.21)	(2.43)
Return after operating charges*	6.03	23.55	35.52	(6.51)
Distributions	0.00	(3.33)	(2.98)	(1.22)
Retained distributions on accumulation share	0.00	3.33	2.98	1.22
Closing net asset value per share	206.94	200.91	177.36	141.84
* after direct transaction costs of:***	0.09	0.27	0.21	0.16
Performance +				
Return after charges	3.00%	13.28%	25.04%	-4.39%
Other information				
Closing net asset value (£'000)	41,944	40,637	37,016	32,481
Closing number of shares	20,268,413	20,227,024	20,870,914	22,898,934
Operating charges****	1.36%	1.36%	1.38%	1.65%
Direct transaction costs***	0.09%	0.14%	0.13%	0.11%
Prices				
Highest share price	212.4	209.1	180.2	159.1
Lowest share price	190.0	178.7	140.9	131.7

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	234.37	205.93	163.89	170.11
Return before operating charges*	8.67	30.49	43.72	(4.69)
Operating charges**	(1.06)	(2.05)	(1.68)	(1.53)
Return after operating charges*	7.61	28.44	42.04	(6.22)
Distributions	0.00	(4.95)	(4.36)	(2.66)
Retained distributions on accumulation share	0.00	4.95	4.36	2.66
Closing net asset value per share	241.98	234.37	205.93	163.89
* after direct transaction costs of:***	0.11	0.32	0.24	0.18
Performance +				
Return after charges	3.25%	13.81%	25.65%	-3.66%
Other information				
Closing net asset value (£'000)	49,939	60,307	49,460	63,173
Closing number of shares	20,637,641	25,731,533	24,018,034	38,546,640
Operating charges****	0.89%	0.89%	0.91%	0.90%
Direct transaction costs***	0.09%	0.14%	0.13%	0.11%
Prices				
Highest share price	248.3	243.4	209.2	182.5
Lowest share price	221.7	207.7	163.0	152.2

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	68.14	61.17	49.76	50.00++
Return before operating charges*	2.52	9.05	13.23	0.59
Operating charges**	(0.47)	(0.93)	(0.77)	(0.83)
Return after operating charges*	2.05	8.12	12.46	(0.24)
Distributions	0.00	(1.15)	(1.05)	0.00
Closing net asset value per share	70.19	68.14	61.17	49.76
* after direct transaction costs of:***	0.03	0.09	0.07	0.06
Performance +				
Return after charges	3.01%	13.27%	25.04%	-0.48%
Other information				
Closing net asset value (£'000)	788	1,568	1,485	1,253
Closing number of shares	1,122,942	2,300,629	2,427,006	2,517,734
Operating charges****	1.36%	1.36%	1.38%	1.65%
Direct transaction costs***	0.09%	0.14%	0.12%	0.12%
Prices				
Highest share price	72.04	72.08	63.22	52.77
Lowest share price	64.44	61.63	49.42	46.21

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Share class launched on 4 September 2015.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income[^]				
Change in net assets per share				
Opening net asset value per share	107.26	96.23	78.16	82.48
Return before operating charges*	2.77	14.31	20.97	(2.26)
Operating charges**	(0.03)	(0.06)	(0.07)	(0.06)
Return after operating charges*	2.74	14.25	20.90	(2.32)
Distributions	0.00	(3.22)	(2.83)	(2.00)
Redemption value as at 14 June 2018	(110.00)	0.00	0.00	0.00
Closing net asset value per share	0.00	107.26	96.23	78.16
* after direct transaction costs of:***	0.05	0.15	0.12	0.09
Performance +				
Return after charges	2.56%	14.81%	26.74%	-2.81%
Other information				
Closing net asset value (£'000)	–	2	2	2
Closing number of shares	–	2,156	2,156	2,156
Operating charges****	0.06%	0.06%	0.08%	0.07%
Direct transaction costs***	0.09%	0.14%	0.14%	0.11%
Prices				
Highest share price	112.0	114.6	100.5	88.58
Lowest share price	101.5	97.16	77.90	74.40

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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[^] Shareclass closed on 14 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	171.34	149.42	118.02	121.59
Return before operating charges*	6.35	22.15	31.61	(3.39)
Operating charges**	(0.12)	(0.23)	(0.21)	(0.18)
Return after operating charges*	6.23	21.92	31.40	(3.57)
Distributions	0.00	(4.86)	(4.15)	(2.81)
Retained distributions on accumulation share	0.00	4.86	4.15	2.81
Closing net asset value per share	177.57	171.34	149.42	118.02
* after direct transaction costs of:***	0.08	0.23	0.18	0.13
Performance +				
Return after charges	3.64%	14.67%	26.61%	-2.94%
Other information				
Closing net asset value (£'000)	1,185	1,250	845	515
Closing number of shares	667,283	729,425	565,287	436,533
Operating charges****	0.14%	0.14%	0.16%	0.15%
Direct transaction costs***	0.09%	0.14%	0.13%	0.11%
Prices				
Highest share price	182.2	177.8	151.6	130.6
Lowest share price	162.2	150.8	117.6	109.5

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	104.98	92.29	73.48	76.32
Return before operating charges*	3.89	13.66	19.61	(2.12)
Operating charges**	(0.50)	(0.97)	(0.80)	(0.72)
Return after operating charges*	3.39	12.69	18.81	(2.84)
Distributions	0.00	(2.17)	(1.91)	(1.15)
Retained distributions on accumulation share	0.00	2.17	1.91	1.15
Closing net asset value per share	108.37	104.98	92.29	73.48
* after direct transaction costs of:***	0.05	0.14	0.11	0.08
Performance +				
Return after charges	3.23%	13.75%	25.60%	-3.72%
Other information				
Closing net asset value (£'000)	10,149	10,144	8,604	7,723
Closing number of shares	9,365,290	9,662,134	9,322,855	10,510,109
Operating charges****	0.94%	0.94%	0.96%	0.95%
Direct transaction costs***	0.09%	0.14%	0.13%	0.11%
Prices				
Highest share price	111.2	109.1	93.74	81.89
Lowest share price	99.31	93.05	73.07	68.23

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company

Interim Report & Financial Statements

European Equity Growth Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
European Equities (98.96%)		102,576	98.63
Austria (1.27%)		1,460	1.40
40,700	BAWAG Group	1,460	1.40
Belgium (2.39%)		2,041	1.96
47,474	Umicore	2,041	1.96
Denmark (7.04%)		7,141	6.87
56,354	Ambu	1,633	1.57
86,485	Danske Bank	1,958	1.89
62,006	Novo Nordisk	2,353	2.26
63,348	Tryg	1,197	1.15
France (18.75%)		20,927	20.12
24,648	Airbus	2,345	2.25
38,342	Amundi	2,127	2.04
99,643	AXA	1,930	1.86
15,273	Essilor	1,692	1.63
6,077	Kering	2,546	2.45
120,501	Orange	1,504	1.45
15,790	ORPEA	1,646	1.58
27,768	Renault	1,844	1.77
30,583	Schneider Electric	1,923	1.85
10,602	Teleperformance	1,562	1.50
37,480	TOTAL	1,808	1.74
Germany (21.25%)		24,720	23.77
32,906	BASF	2,343	2.25
38,950	Bayer	2,807	2.70
26,741	Covestro	1,754	1.69
72,762	Deutsche Post	2,039	1.96
201,383	E.ON	1,648	1.58
36,559	Fresenius	2,147	2.06
65,204	Infineon Technology	1,278	1.23
17,875	Merck	1,444	1.39
28,367	Scout24	1,133	1.09

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Germany (continued)			
25,637	Siemens	2,565	2.47
3,617	Siltronic	403	0.39
79,090	ThyssenKrupp	1,411	1.36
109,887	TUI	1,559	1.50
12,771	Wirecard	2,189	2.10
Ireland (6.64%)		6,952	6.68
75,064	CRH	1,917	1.84
92,451	Glanbia	1,212	1.16
19,160	Kerry	1,679	1.62
17,239	Paddy Power Betfair	1,209	1.16
73,867	Ryanair	935	0.90
Italy (3.99%)		4,155	4.00
493,559	Enel	1,881	1.81
132,535	Mediobanca	951	0.92
66,497	Prysmian	1,323	1.27
Netherlands (8.18%)		8,391	8.07
20,749	Akzo Nobel	1,495	1.44
16,735	ASML	2,631	2.53
53,260	ASR Nederland	1,957	1.88
28,266	Randstad	1,365	1.31
43,460	Signify	943	0.91
Portugal (1.43%)		1,417	1.36
90,944	Galp Energia	1,417	1.36
Spain (7.09%)		8,386	8.06
19,664	Amadeus	1,407	1.35
662,020	Banco Santander	2,540	2.44
142,154	Bankinter	975	0.94
44,984	Grupo ACS	1,444	1.39
86,609	Inditex	2,020	1.94

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Sweden (7.75%)		3,969	3.82
72,285	Essity	1,446	1.39
140,909	Swedbank	2,523	2.43
Switzerland (13.18%)		13,017	12.52
186,344	Credit Suisse	2,151	2.07
54,459	Nestle	3,525	3.39
2,705	Partners	1,637	1.58
13,909	Roche	2,664	2.56
208,569	UBS	2,510	2.41
2,259	Zurich	530	0.51
Collective Investment Schemes (1.44%)		1,118	1.07
1,118,015	Standard Life CNAV Sterling Liquidity Fund	1,118	1.07
Total investment assets		103,694	99.70
Net other assets		311	0.30
Total Net Assets		104,005	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investments schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		1,392		13,289
Revenue	2,676		2,649	
Expenses	(574)		(581)	
Interest payable and similar charges	0		(1)	
Net revenue before taxation	2,102		2,067	
Taxation	(268)		251	
Net revenue after taxation		1,834		2,318
Change in net assets attributable to shareholders from investment activities		3,226		15,607

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		113,908		97,412
Amounts receivable on the issue of shares	2,307		6,607	
Amounts payable on the cancellation of shares	(15,475)		(3,008)	
		(13,168)		3,599
Dilution adjustment		39		9
Stamp duty reserve tax		0		(6)
Change in net assets attributable to shareholders from investment activities (see above)		3,226		15,607
Closing net assets attributable to shareholders		104,005		116,621

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Growth Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		103,694		114,363
Current assets:				
Debtors	478		333	
Cash and bank balances	15		44	
		493		377
Total assets		104,187		114,740
Liabilities:				
Creditors	(182)		(805)	
Distribution payable	0		(27)	
		(182)		(832)
Total liabilities		(182)		(832)
Net assets attributable to shareholders		104,005		113,908

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Investment Report

Fund Information	
Fund Manager	Will James
Launch Date	3 April 2009
Benchmark	IA Europe (ex UK) Sector

Investment Objective

The objective of the Sub-fund is to provide a high level of income with some capital appreciation over the longer term.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in high yielding equities and equity type investments of European Companies or companies which, in the opinion of the ACD, carry on a substantial part of their operations in Europe. A significant proportion of the Sub-fund may also be invested in fixed interest securities. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. "European companies" will include companies incorporated in Europe or companies listed on a European stock exchange which may not be incorporated in Europe or have the majority of their economic activity in Europe.

The Sub-fund may also invest in other transferable securities, moneymarket instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the opportunity to achieve a high level of income with some capital appreciation over the longer term afforded by investing in an actively managed portfolio of mainly European equities. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned 2.29%, compared to the IA Europe (ex UK) sector return of 3.59% (source: Morningstar, basic rate taxpayer, bid-to-bid basis, retail accumulation share class).

Swedish Match was one of the successes for the Sub-fund over the period. It was rewarded for its organic growth potential, driven by the success of Zyn, its tobacco-free nicotine-pouch product. Ambu, the Danish healthcare equipment maker, produced sales growth that led the company to increase its earnings guidance. There is increasing confidence in the potential for its aScope, a single-use endoscopy product. ASR Nederland, the Dutch-listed insurer, was another bright spot. It announced better-than-expected results, primarily driven by improved investment margins in its life insurance business.

On the downside, Danske Bank disappointed. It is embroiled in a money laundering investigation into part of its Baltic operations, which risks tarnishing the progress it has made in its core Danish business. A position in UK-listed gambling firm Paddy Power Betfair was a major drag on performance. Despite positive developments in the US, the market instead focused on the impact of regulatory change and a one-off tax charge. In our view, these were well known but the market is skittish and downgrades are not taken kindly. Nonetheless, we retain the holding. The Sub-fund's exposure to Italy also weighed on performance, with the market particularly concerned about the banking industry. Uncertainty persists about the health of the sector, which includes our holding Mediobanca. We believe the reaction was overly aggressive as the fundamentals are reasonably supportive. We are monitoring the situation closely.

Investment Activity

We bought shares in Italian financial services firm Fineco Bank. Its revenue and profit forecasts look too low given various internal initiatives, including improvements to network efficiency and the launch of Fineco Asset management. The valuation reflects its current attractive position, but arguably not the quality and sustainability of growth. In addition, its strong market position and capital efficiency support an attractive dividend yield and dividend growth trajectory. We added to Wartsila when its share price dropped. The Finnish manufacturer of equipment for the energy and marine markets disappointed with its latest results. However, we see demand for its marine products improving. Elsewhere, we started a new holding in paints and coatings company AkzoNobel. We believe its margin targets are underappreciated by the market, while its revenue growth is extremely conservative. There is also the potential for cash to be returned to investors following the disposal of its speciality chemicals business.

We sold French construction group Vinci, where we have limited non-consensus insight. Its dividend yield is also less attractive since the stock re-rated. We continued to reduce our holding in Danske Bank due to the aforementioned money laundering investigation. We also sold a holding in Nordea Bank. While it offers an extremely attractive dividend yield, poor revenue generation continues to drag on its earnings estimates. There are better opportunities elsewhere.

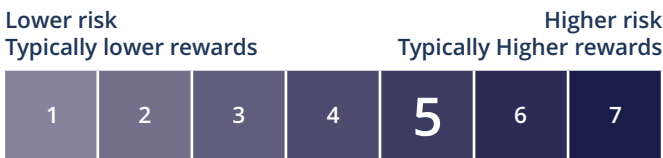
Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Investment Report

(Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	132.73	118.42	96.88	98.88
Return before operating charges*	2.81	16.04	22.99	(0.42)
Operating charges**	(0.89)	(1.73)	(1.45)	(1.58)
Return after operating charges*	1.92	14.31	21.54	(2.00)
Distributions	(2.64)	(3.12)	(3.06)	(2.08)
Retained distributions on accumulation share	2.64	3.12	3.06	2.08
Closing net asset value per share	134.65	132.73	118.42	96.88
* after direct transaction costs of:***	0.06	0.23	0.21	0.15
Performance +				
Return after charges	1.45%	12.08%	22.23%	-2.02%
Other information				
Closing net asset value (£'000)	10,498	11,322	12,272	12,658
Closing number of shares	7,796,641	8,530,134	10,363,333	13,065,708
Operating charges****	1.33%	1.33%	1.32%	1.60%
Direct transaction costs***	0.09%	0.17%	0.19%	0.15%
Prices				
Highest share price	137.9	137.4	120.8	106.4
Lowest share price	125.3	119.3	96.88	90.98

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	140.38	124.68	101.49	102.82
Return before operating charges*	2.97	16.89	24.17	(0.46)
Operating charges**	(0.61)	(1.19)	(0.98)	(0.87)
Return after operating charges*	2.36	15.70	23.19	(1.33)
Distributions	(3.12)	(3.92)	(3.78)	(2.83)
Retained distributions on accumulation share	3.12	3.92	3.78	2.83
Closing net asset value per share	142.74	140.38	124.68	101.49
* after direct transaction costs of:***	0.06	0.24	0.22	0.16
Performance +				
Return after charges	1.68%	12.59%	22.85%	-1.29%
Other information				
Closing net asset value (£'000)	311,192	360,986	235,219	222,818
Closing number of shares	218,009,781	257,153,773	188,662,761	219,536,428
Operating charges****	0.86%	0.86%	0.85%	0.85%
Direct transaction costs***	0.09%	0.17%	0.19%	0.16%
Prices				
Highest share price	146.2	145.3	127.2	110.8
Lowest share price	132.6	125.7	101.5	95.28

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	92.19	85.36	72.90	77.10
Return before operating charges*	1.89	11.48	16.88	(0.26)
Operating charges**	(0.61)	(1.22)	(1.06)	(1.20)
Return after operating charges*	1.28	10.26	15.82	(1.46)
Distributions	(2.43)	(3.43)	(3.36)	(2.74)
Closing net asset value per share	91.04	92.19	85.36	72.90
* after direct transaction costs of:***	0.04	0.16	0.16	0.12
Performance +				
Return after charges	1.39%	12.02%	21.70%	-1.89%
Other information				
Closing net asset value (£'000)	2,228	2,674	3,598	4,347
Closing number of shares	2,446,972	2,900,990	4,215,305	5,962,312
Operating charges****	1.33%	1.33%	1.32%	1.60%
Direct transaction costs***	0.09%	0.17%	0.20%	0.16%
Prices				
Highest share price	94.90	96.12	87.44	82.97
Lowest share price	87.05	86.01	70.98	68.78

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	97.85	90.18	76.64	80.44
Return before operating charges*	2.02	12.14	17.80	(0.29)
Operating charges**	(0.42)	(0.84)	(0.72)	(0.67)
Return after operating charges*	1.60	11.30	17.08	(0.96)
Distributions	(2.58)	(3.63)	(3.54)	(2.84)
Closing net asset value per share	96.87	97.85	90.18	76.64
* after direct transaction costs of:***	0.04	0.17	0.16	0.12
Performance +				
Return after charges	1.64%	12.53%	22.29%	-1.19%
Other information				
Closing net asset value (£'000)	557,923	597,881	503,374	574,099
Closing number of shares	575,952,540	610,995,938	558,175,031	749,124,351
Operating charges****	0.86%	0.86%	0.85%	0.85%
Direct transaction costs***	0.09%	0.17%	0.19%	0.15%
Prices				
Highest share price	100.8	101.9	92.33	86.67
Lowest share price	92.43	90.92	74.75	72.29

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	105.32	96.29	80.46	83.76
Return before operating charges*	2.17	12.93	18.65	(0.38)
Operating charges**	(0.02)	(0.03)	(0.02)	(0.01)
Return after operating charges*	2.15	12.90	18.63	(0.39)
Distributions	(2.77)	(3.87)	(2.80)	(2.91)
Closing net asset value per share	104.70	105.32	96.29	80.46
* after direct transaction costs of:***	0.05	0.18	0.16	0.13
Performance +				
Return after charges	2.04%	13.40%	23.15%	-0.47%
Other information				
Closing net asset value (£'000)	12,832	12,908	4	3
Closing number of shares	12,255,981	12,255,981	4,000	4,000
Operating charges****	0.03%	0.03%	0.02%	0.02%
Direct transaction costs***	0.09%	0.17%	0.18%	0.16%
Prices				
Highest share price	108.7	109.4	98.44	90.34
Lowest share price	99.57	97.20	55.52	75.85

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	149.22	131.56	106.12	106.78
Return before operating charges*	3.18	17.81	25.56	(0.55)
Operating charges**	(0.08)	(0.15)	(0.12)	(0.11)
Return after operating charges*	3.10	17.66	25.44	(0.66)
Distributions	(3.90)	(5.23)	(4.97)	(3.65)
Retained distributions on accumulation share	3.90	5.23	4.97	3.65
Closing net asset value per share	152.32	149.22	131.56	106.12
* after direct transaction costs of:***	0.07	0.25	0.21	0.17
Performance +				
Return after charges	2.08%	13.42%	23.97%	-0.62%
Other information				
Closing net asset value (£'000)	1,488	21,820	22,157	1,385,435
Closing number of shares	977,047	14,622,355	16,842,286	1,305,474,768
Operating charges****	0.11%	0.11%	0.10%	0.10%
Direct transaction costs***	0.09%	0.17%	0.17%	0.16%
Prices				
Highest share price	156.0	154.3	134.0	115.2
Lowest share price	141.1	132.8	106.1	99.66

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	104.72	93.05	75.78	76.81
Return before operating charges*	2.21	12.61	18.04	(0.34)
Operating charges**	(0.48)	(0.94)	(0.77)	(0.69)
Return after operating charges*	1.73	11.67	17.27	(1.03)
Distributions	(2.30)	(2.87)	(2.78)	(2.07)
Retained distributions on accumulation share	2.30	2.87	2.78	2.07
Closing net asset value per share	106.45	104.72	93.05	75.78
* after direct transaction costs of:***	0.05	0.18	0.17	0.12
Performance +				
Return after charges	1.65%	12.54%	22.79%	-1.34%
Other information				
Closing net asset value (£'000)	57,944	85,026	66,618	77,061
Closing number of shares	54,433,539	81,197,406	71,595,346	101,685,261
Operating charges****	0.91%	0.91%	0.90%	0.90%
Direct transaction costs***	0.09%	0.17%	0.20%	0.16%
Prices				
Highest share price	109.0	108.4	94.90	82.74
Lowest share price	98.92	93.80	75.78	71.14

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	84.54	77.95	66.28	69.61
Return before operating charges*	1.72	10.48	15.39	(0.26)
Operating charges**	(0.38)	(0.76)	(0.66)	(0.61)
Return after operating charges*	1.34	9.72	14.73	(0.87)
Distributions	(2.23)	(3.13)	(3.06)	(2.46)
Closing net asset value per share	83.65	84.54	77.95	66.28
* after direct transaction costs of:***	0.04	0.15	0.14	0.10
Performance +				
Return after charges	1.59%	12.47%	22.22%	-1.25%
Other information				
Closing net asset value (£'000)	51,086	66,948	67,972	63,329
Closing number of shares	61,069,650	79,189,716	87,195,532	95,552,791
Operating charges****	0.91%	0.91%	0.90%	0.90%
Direct transaction costs***	0.09%	0.17%	0.19%	0.15%
Prices				
Highest share price	87.09	88.02	79.81	74.99
Lowest share price	79.84	78.59	64.63	62.52

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	77.49	68.22	55.44	56.07
Return before operating charges*	1.17	9.84	13.24	(0.22)
Operating charges**	(0.29)	(0.57)	(0.46)	(0.41)
Return after operating charges*	0.88	9.27	12.78	(0.63)
Distributions	(1.91)	(5.81)	(2.17)	(1.62)
Retained distributions on accumulation share	1.91	5.81	2.17	1.62
Closing net asset value per share	78.37	77.49	68.22	55.44
* after direct transaction costs of:***	0.04	0.13	0.12	0.09
Performance +				
Return after charges	1.14%	13.32%	23.05%	-1.12%
Other information				
Closing net asset value (£'000)	2	2	2	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.74%	0.74%	0.73%	0.73%
Direct transaction costs***	0.09%	0.17%	0.19%	0.16%
Prices				
Highest share price	80.39	79.59	69.59	60.43
Lowest share price	72.74	68.79	55.42	52.04

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A income[^]				
Change in net assets per share				
Opening net asset value per share	62.85	60.16	51.03	53.51 ⁺⁺
Return before operating charges*	1.47	6.06	11.91	(0.20)
Operating charges**	(0.50)	(1.01)	(0.41)	(0.38)
Return after operating charges*	0.97	5.05	11.50	(0.58)
Distributions	(1.40)	(2.36)	(2.37)	(1.90)
Redemption value as at 14 June 2018	(62.42)	0.00	0.00	0.00
Closing net asset value per share	0.00	62.85	60.16	51.03
* after direct transaction costs of:***	0.03	0.11	0.11	0.08
Performance +				
Return after charges	1.54%	8.39%	22.54%	-1.08%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.61%	1.61%	1.60%	1.60%
Direct transaction costs***	0.09%	0.17%	0.19%	0.15%
Prices				
Highest share price	64.66	65.60	61.58	57.68
Lowest share price	59.33	58.81	49.81	48.14

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++ Shareclass launched on 25 January 2016.

^ Shareclass closed on 14 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	65.45	58.37	49.94	50.00++
Return before operating charges*	1.14	10.11	11.61	0.12
Operating charges**	(0.24)	(0.49)	(0.88)	(0.07)
Return after operating charges*	0.90	9.62	10.73	0.05
Distributions	(1.72)	(2.54)	(2.30)	(0.11)
Closing net asset value per share	64.63	65.45	58.37	49.94
* after direct transaction costs of:***	0.03	0.12	0.11	0.01
Performance +				
Return after charges	1.38%	16.46%	21.49%	0.10%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.74%	0.74%	0.73%	0.73%
Direct transaction costs***	0.09%	0.17%	0.20%	0.01%
Prices				
Highest share price	67.35	68.05	59.79	51.45
Lowest share price	61.72	60.68	48.59	47.01

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Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (2.08%)		9,844	0.98
Euro Denominated Bonds (2.08%)		9,844	0.98
Corporate Bonds (2.08%)		9,844	0.98
less than 5 years to maturity			
11,600,000	Bayer 5.625% Convertible 2019	9,844	0.98
European Equities (97.41%)		991,575	98.65
Austria (1.21%)		14,846	1.48
414,000	BAWAG Group	14,846	1.48
Belgium (4.34%)		38,627	3.84
168,117	Anheuser-Busch InBev	12,136	1.21
616,142	Umicore	26,491	2.63
Denmark (11.95%)		114,466	11.39
474,155	Ambu	13,744	1.37
270,760	Coloplast	22,276	2.21
475,933	Danske Bank	10,775	1.07
751,338	Novo Nordisk	28,517	2.84
1,553,348	Scandinavian Tobacco Group	19,677	1.96
1,031,188	Tryg	19,477	1.94
Finland (7.39%)		93,953	9.35
536,838	Kesko	24,105	2.40
370,469	Kone	15,434	1.54
4,119,906	Nokia	17,688	1.76
265,346	Nokian Renkaat	8,428	0.84
351,881	Sampo	13,875	1.38
886,960	Wartsila	14,423	1.43
France (12.11%)		99,654	9.91
193,686	Airbus	18,424	1.83
176,710	Amundi	9,804	0.98
623,688	AXA	12,082	1.20
57,787	LVMH	15,614	1.55

Standard Life Investment Company

Interim Report & Financial Statements

European Equity Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
France (continued)			
1,187,459	Orange	14,823	1.47
599,439	TOTAL	28,907	2.88
Germany (13.00%)		119,635	11.90
92,054	Adidas	17,692	1.76
147,300	Covestro	9,663	0.96
740,521	Deutsche Post	20,749	2.07
2,386,897	E.ON	19,527	1.94
150,079	Siemens	15,017	1.49
131,920	Siltronic	14,685	1.46
1,571,842	TUI	22,302	2.22
Ireland (4.27%)		36,511	3.63
544,388	CRH	13,903	1.38
322,338	Paddy Power Betfair	22,608	2.25
Italy (7.60%)		67,609	6.73
4,677,988	Enel	17,831	1.78
1,710,627	FinecoBank	15,711	1.56
2,070,700	Intesa Sanpaolo	3,943	0.39
479,222	MARR	10,296	1.03
2,763,949	Mediobanca	19,828	1.97
Netherlands (6.41%)		84,134	8.37
211,033	Akzo Nobel	15,207	1.51
182,332	ASML	28,668	2.85
591,219	ASR Nederland	21,720	2.16
2,011,658	CNH Industrial	18,539	1.85
Norway (1.88%)		32,205	3.20
911,877	DNB Bank	14,329	1.42
1,228,989	Telenor	17,876	1.78

Standard Life Investment Company

Interim Report & Financial Statements

European Equity Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Spain (7.27%)		78,003	7.76
102,062	Amadeus	7,302	0.73
3,483,482	Banco Santander	13,365	1.33
2,871,183	Bankinter	19,693	1.96
562,870	Inditex	13,126	1.30
1,653,402	Repsol	24,517	2.44
Sweden (12.71%)		140,199	13.95
620,777	Atlas Copco	13,636	1.36
925,793	Epiroc	7,391	0.74
517,715	Essity	10,359	1.03
1,306,332	Svenska Cellulosa	11,787	1.17
1,240,945	Swedbank	22,217	2.21
615,147	Swedish Match	25,305	2.52
1,061,115	Tele2	10,097	1.00
831,172	Thule Group	15,174	1.51
1,825,935	Volvo	24,233	2.41
Switzerland (7.27%)		71,733	7.14
153,753	Nestle	9,952	0.99
51,456	Partners	31,132	3.10
130,551	Zurich	30,649	3.05
Collective Investment Schemes (0.07%)		2,523	0.25
2,191,803	Standard Life EUR CNAV Liquidity Fund	1,962	0.19
560,969	Standard Life GBP CNAV Liquidity Fund	561	0.06
Total investment assets		1,003,942	99.88
Net other assets		1,252	0.12
Total Net Assets		1,005,194	100.00

All investments are listed on recognised stock exchanges and are approved securities, or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company

Interim Report & Financial Statements

European Equity Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(9,486)		107,093
Revenue	30,931		30,063	
Expenses	(4,545)		(4,589)	
Interest payable and similar charges	(16)		(4)	
Net revenue before taxation	26,370		25,470	
Taxation	(1,833)		159	
Net revenue after taxation		24,537		25,629
Total return before distributions		15,051		132,722
Distributions		(27,218)		(28,322)
Change in net assets attributable to shareholders from investment activities		(12,167)		104,400

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		1,159,569		911,218
Amounts receivable on the issue of shares	11,966		201,273	
Amounts payable on the cancellation of shares	(163,587)		(45,402)	
		(151,621)		155,871
Dilution adjustment		195		177
Stamp duty reserve tax		0		(4)
Change in net assets attributable to shareholders from investment activities (see above)		(12,167)		104,400
Retained distribution on accumulation shares		9,218		10,797
Closing net assets attributable to shareholders		1,005,194		1,182,459

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		1,003,942		1,154,411
Current assets:				
Debtors	6,581		16,461	
Cash and bank balances	431		2	
		7,012		16,463
Total assets		1,010,954		1,170,874
Liabilities:				
Creditors	(3,192)		(8,078)	
Distribution payable	(2,568)		(3,227)	
		(5,760)		(11,305)
Total liabilities		(5,760)		(11,305)
Net assets attributable to shareholders		1,005,194		1,159,569

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	2.5320	–	2.5320*	2.7165
Group 2	1.8729	0.6591	2.5320*	2.7165
Institutional accumulation				
Group 1	2.8417	–	2.8417*	3.0166
Group 2	1.4656	1.3761	2.8417*	3.0166
Retail income				
Group 1	2.0539	–	2.0539**	2.2517
Group 2	1.4724	0.5815	2.0539**	2.2517
Institutional income				
Group 1	2.1812	–	2.1812**	2.3802
Group 2	1.3851	0.7961	2.1812**	2.3802
Standard Life income				
Group 1	2.3461	–	2.3461**	2.5482
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	3.3032	–	3.3032*	3.4475
Group 2	2.3180	0.9852	3.3032*	3.4475
Platform 1 accumulation				
Group 1	2.1066	–	2.1066*	2.2389
Group 2	1.4322	0.6744	2.1066*	2.2389
Platform 1 income				
Group 1	1.8842	–	1.8842**	2.0573
Group 2	1.0338	0.8504	1.8842**	2.0573

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Institutional S accumulation				
Group 1	1.6463	–	1.6463*	1.6762
Group 2	–	–	–	–
Institutional A income				
Group 1	1.3990	–	1.3990**	1.5443
Group 2	–	–	–	–
Institutional S income				
Group 1	1.4600	–	1.4600**	1.5934
Group 2	–	–	–	–

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.1124	–	0.1124*	0.1410
Group 2	–	0.1124	0.1124*	0.1410
Institutional accumulation				
Group 1	0.2744	–	0.2744*	0.3141
Group 2	–	0.2744	0.2744*	0.3141
Retail income				
Group 1	0.3745	–	0.3745**	0.4027
Group 2	0.0719	0.3026	0.3745**	0.4027
Institutional income				
Group 1	0.3990	–	0.3990**	0.4260
Group 2	0.0941	0.3049	0.3990**	0.4260
Standard Life income				
Group 1	0.4271	–	0.4271**	0.4457
Group 2	–	–	–	0.4457
Standard Life accumulation				
Group 1	0.5930	–	0.5930*	0.5949
Group 2	0.1496	0.4434	0.5930*	0.5949
Platform 1 accumulation				
Group 1	0.1939	–	0.1939*	0.2209
Group 2	–	0.1939	0.1939*	0.2209
Platform 1 income				
Group 1	0.3420	–	0.3420**	0.3677
Group 2	0.0786	0.2634	0.3420**	0.3677
Institutional S accumulation				
Group 1	0.2659	–	0.2659*	0.1982
Group 2	–	–	–	–

Standard Life Investment Company Interim Report & Financial Statements

European Equity Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Institutional A income[^]				
Group 1	–	–	0.0000**	0.2719
Group 2	–	–	0.0000**	–
Institutional S income				
Group 1	0.2636	–	0.2636**	0.2781
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

[^] Shareclass closed on 14 June 2018

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	1st Interim Dividend Distribution	2nd Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Investment Report

Fund Information	
Fund Manager	Multi Asset Investing Team
Launch Date	26 September 1990
Benchmark	IA Mixed Investment 40-85% Shares Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in global equities, equity type investments and fixed interest securities. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares.

The Sub-fund may also invest in other transferable securities, moneymarket instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of mainly UK and global equities, together with strategic holdings in fixed interest securities. The diversified nature of the portfolio makes it suitable for investors wishing to achieve a broad spread of equity and fixed interest exposure, and who do not desire a high degree of stock specific risk.

The investor must be able to accept significant temporary losses due to the volatile nature of equity, bond and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 4.72% compared with the benchmark return of 4.08% (source: Morningstar, basic rate taxpayer, bid-to-bid basis, retail accumulation share class).

In the UK equity portfolio, strong results and news of a joint venture with MGM in the US helped boost shares in sports betting and gaming group GVC Holdings, while pharmaceuticals company Shire rose after receiving a bid from Japan's Takeda. Our off-benchmark position in Fevertree Drinks was rewarded, as the company again beat analysts' forecasts and announced improvements to its US distribution arrangements. Performance detractors included online gaming firm 888 Holdings which gave up previous gains on worries about the impact of higher UK Remote Gaming Duty. Spire

Healthcare tumbled after cost over-runs prompted a profits warning, while our zero-weighting in GlaxoSmithKline was penalised after the company's shares moved higher.

In the US, strong pricing and demand for high-margin coal allowed rail transport firm CSX Corp to improve profitability. Our off-index position in financial services company First Data was rewarded by the company's continued steady execution and upbeat guidance. Similarly, better-than-expected results and well-received acquisition news lifted shares in Boston Scientific Group. Among the negatives was our off-index holding of auto-parts manufacturer Lear. The firm missed consensus earnings forecasts for the first time in 17 quarters, with uncertainty over trade wars cited as one of the headwinds. An unfavourable regional sales mix and rising input costs led to disappointing results from materials manufacturer Owens Corning. Elsewhere, capacity constraints and cost pressures contributed to weak results from global flooring leader Mohawk.

In the European equity portfolio, shares in healthcare equipment provider Ambu benefited from strong sales of endoscopes and improving profitability. IT specialist Wirecard gained, with recent acquisitions contributing to above-forecast results. Similarly, solid execution and continued demand from the banking sector drove positive performance from fintech software provider Temenos. Performance detractors included Danske Bank and Banco Santander amid concerns over the exposure of European banks to Turkey's unfolding economic crisis. Lighting firm Signify ended lower on weakening demand for LEDs and negative newsflow from peers Osram and Philips.

The government bond portfolio delivered a small negative return during the review period. Shifting political landscapes and vacillations by central banks fuelled extreme volatility across bond markets, providing a difficult trading environment.

The Sub-fund had an overall short-duration position at the start of the review period, meaning that we expected the general direction of interest rates to be negative for bonds. While economic newsflow was supportive of this view, worries about global trade, the strengthening US dollar and Italian politics unnerved investors, who sought the relative safety of government bonds and other more defensive assets. As a result, government bond yields fell (bond prices rose), which was negative for our position.

However, within our overall short-duration position, our preference for Australian government bonds over US government bonds was rewarded, partially offsetting negatives elsewhere. US government bonds fell (yields rose) on expectations of further interest rate hikes, as domestic economic signals remained upbeat. By contrast, leading indicators in Australia pointed to rising risks in the housing market and consumer demand suppressed by weak wage growth. These factors and global trade concerns reinforced the Reserve Bank of Australia's "no change" stance. As result, Australian government bond prices remained stable.

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Investment Report (Continued)

Investment Activity

In the UK, we added to our position in Barclays, as we believe there is potential for operational turnaround at the bank. Similarly, we bought shares in defence electronics company Ultra where there is scope for operational improvement under the firm's new CEO. We bought clothing retailer SuperGroup, which was trading at a significant discount relative to peers and whose longer-term growth prospects are, in our view, underestimated by the market. We pared back positions in NMC Health following strong outperformance, and Aviva where near-term upside looks limited. Likewise, we trimmed HSBC as the stock looked expensive relative to other banks.

In the US, we moved to an overweight position in Microsoft, reflecting our growing confidence in the firm's Azure product and the potential for margin expansion. We added to global shipping company BAX, expecting revenue acceleration from innovation, and earnings upside from acquisitions and share buy backs. Similarly, we increased our position in travel firm Bookings Holdings, which is benefiting from the shift to online travel and alternative accommodation, while also accelerating returns to shareholders. We exited Dollar Tree on disappointing sales and profitability, and Pepsi whose dividend has become less attractive as interest rates rise. Additionally, secular trends in consumer preferences are evolving away from Pepsi's core products. We reduced pharmaceutical company AbbVie on concerns about competition and the impact of regulatory change.

In Europe, we added construction software company Nemetschek and medical devices/services provider Coloplast. In both cases, we believe the market is underestimating their superior product portfolio and growth potential. We also bought Fincobank on grounds its valuation does not fully reflect the company's low-cost expansion, product offering, quality of its cashflow or sustainable growth outlook. Sales included Swedish security firm Securitas and Lundin Petroleum, whose valuations had caught up with positive events. We also sold transport/logistics company AP Moller-Maersk, as industry consolidation has not been sufficient to drive up pricing, heralding earnings disappointment.

Synthetic Risk & Reward Indicator

Lower risk Typically lower rewards				Higher risk Typically Higher rewards		
1	2	3	4	5	6	7

This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication for the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	170.99	161.12	132.74	139.14
Return before operating charges*	8.98	11.62	29.89	(4.54)
Operating charges**	(0.91)	(1.75)	(1.51)	(1.86)
Return after operating charges*	8.07	9.87	28.38	(6.40)
Distributions	(1.50)	(1.77)	(1.98)	(0.19)
Retained distributions on accumulation share	1.50	1.77	1.98	0.19
Closing net asset value per share	179.06	170.99	161.12	132.74
* after direct transaction costs of:***	0.04	0.20	0.17	0.15
Performance +				
Return after charges	4.72%	6.13%	21.38%	-4.60%
Other information				
Closing net asset value (£'000)	348,675	343,182	342,826	302,145
Closing number of shares	194,725,737	200,707,517	212,772,079	227,630,696
Operating charges****	1.03%	1.03%	1.03%	1.36%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	181.4	178.9	161.1	145.6
Lowest share price	165.1	160.2	132.4	122.3

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.25% to 1.00% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	190.94	179.17	146.94	152.88
Return before operating charges*	10.04	12.93	33.22	(5.02)
Operating charges**	(0.60)	(1.16)	(0.99)	(0.92)
Return after operating charges*	9.44	11.77	32.23	(5.94)
Distributions	(2.09)	(2.76)	(2.93)	(0.77)
Retained distributions on accumulation share	2.09	2.76	2.93	0.77
Closing net asset value per share	200.38	190.94	179.17	146.94
* after direct transaction costs of:***	0.05	0.22	0.19	0.16
Performance +				
Return after charges	4.94%	6.57%	21.93%	-3.89%
Other information				
Closing net asset value (£'000)	27,163	26,616	28,232	24,881
Closing number of shares	13,555,925	13,939,416	15,756,745	16,931,991
Operating charges****	0.61%	0.61%	0.61%	0.61%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	203.0	199.6	179.2	160.1
Lowest share price	184.4	178.2	146.6	135.3

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Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	113.40	107.97	90.10	95.28
Return before operating charges*	5.95	7.78	20.23	(3.78)
Operating charges**	(0.60)	(1.17)	(1.02)	(1.27)
Return after operating charges*	5.35	6.61	19.21	(5.05)
Distributions	(0.99)	(1.18)	(1.34)	(0.13)
Closing net asset value per share	117.76	113.40	107.97	90.10
* after direct transaction costs of:***	0.03	0.13	0.12	0.10
Performance +				
Return after charges	4.72%	6.12%	21.32%	-5.30%
Other information				
Closing net asset value (£'000)	1,732	1,626	1,575	1,209
Closing number of shares	1,471,038	1,434,162	1,458,283	1,342,427
Operating charges****	1.03%	1.03%	1.03%	1.36%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	120.3	119.0	108.0	99.71
Lowest share price	109.5	107.4	89.92	83.11

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Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	111.76	106.40	88.77	93.90
Return before operating charges*	5.87	7.69	19.98	(4.10)
Operating charges**	(0.35)	(0.69)	(0.59)	(0.56)
Return after operating charges*	5.52	7.00	19.39	(4.66)
Distributions	(1.22)	(1.64)	(1.76)	(0.47)
Closing net asset value per share	116.06	111.76	106.40	88.77
* after direct transaction costs of:***	0.03	0.13	0.12	0.10
Performance +				
Return after charges	4.94%	6.58%	21.84%	-4.96%
Other information				
Closing net asset value (£'000)	590	570	390	364
Closing number of shares	508,834	509,755	366,257	409,844
Operating charges****	0.61%	0.61%	0.61%	0.61%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	118.8	117.5	106.8	98.36
Lowest share price	107.9	105.9	88.62	82.17

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Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail CAT accumulation				
Change in net assets per share				
Opening net asset value per share	129.30	121.81	100.30	104.77
Return before operating charges*	6.79	8.78	22.62	(3.43)
Operating charges**	(0.67)	(1.29)	(1.11)	(1.04)
Return after operating charges*	6.12	7.49	21.51	(4.47)
Distributions	(1.15)	(1.37)	(1.55)	(0.32)
Retained distributions on accumulation share	1.15	1.37	1.55	0.32
Closing net asset value per share	135.42	129.30	121.81	100.30
* after direct transaction costs of:***	0.03	0.15	0.13	0.11
Performance +				
Return after charges	4.73%	6.15%	21.45%	-4.27%
Other information				
Closing net asset value (£'000)	197,604	193,732	192,167	167,660
Closing number of shares	145,923,058	149,834,853	157,756,768	167,159,023
Operating charges****	1.01%	1.01%	1.01%	1.01%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	137.2	135.3	121.8	109.7
Lowest share price	124.8	121.1	100.1	92.38

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Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	79.60	74.36	60.68	62.87
Return before operating charges*	4.15	5.33	13.75	(2.12)
Operating charges**	(0.05)	(0.09)	(0.07)	(0.07)
Return after operating charges*	4.10	5.24	13.68	(2.19)
Distributions	(1.04)	(1.50)	(1.55)	(0.44)
Retained distributions on accumulation share	1.04	1.50	1.55	0.44
Closing net asset value per share	83.70	79.60	74.36	60.68
* after direct transaction costs of:***	0.02	0.09	0.08	0.07
Performance +				
Return after charges	5.15%	7.05%	22.54%	-3.48%
Other information				
Closing net asset value (£'000)	2,480	2,368	2,222	1,647
Closing number of shares	2,962,466	2,975,576	2,987,920	2,714,536
Operating charges****	0.11%	0.11%	0.11%	0.11%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	84.80	83.18	74.36	65.87
Lowest share price	76.89	73.97	60.58	55.88

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Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	90.24	84.72	69.52	72.36
Return before operating charges*	4.75	6.11	15.71	(2.37)
Operating charges**	(0.31)	(0.59)	(0.51)	(0.47)
Return after operating charges*	4.44	5.52	15.20	(2.84)
Distributions	(0.96)	(1.26)	(1.35)	(0.35)
Retained distributions on accumulation share	0.96	1.26	1.35	0.35
Closing net asset value per share	94.68	90.24	84.72	69.52
* after direct transaction costs of:***	0.02	0.10	0.09	0.08
Performance +				
Return after charges	4.92%	6.52%	21.86%	-3.92%
Other information				
Closing net asset value (£'000)	16,292	14,297	12,142	9,701
Closing number of shares	17,207,394	15,842,864	14,331,917	13,953,992
Operating charges****	0.66%	0.66%	0.66%	0.66%
Direct transaction costs***	0.05%	0.12%	0.12%	0.11%
Prices				
Highest share price	95.93	94.36	84.72	75.79
Lowest share price	87.14	84.27	69.37	64.02

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Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	81.95	78.02	65.09	68.85
Return before operating charges*	4.31	5.63	14.66	(2.99)
Operating charges**	(0.28)	(0.54)	(0.47)	(0.45)
Return after operating charges*	4.03	5.09	14.19	(3.44)
Distributions	(0.88)	(1.16)	(1.26)	(0.32)
Closing net asset value per share	85.10	81.95	78.02	65.09
* after direct transaction costs of:***	0.02	0.10	0.09	0.07
Performance +				
Return after charges	4.92%	6.52%	21.08%	-5.00%
Other information				
Closing net asset value (£'000)	1,409	1,238	1,121	837
Closing number of shares	1,655,402	1,510,487	1,436,941	1,285,616
Operating charges****	0.66%	0.66%	0.66%	0.66%
Direct transaction costs***	0.05%	0.12%	0.13%	0.10%
Prices				
Highest share price	87.11	86.14	78.32	72.12
Lowest share price	79.14	77.65	64.98	60.23

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

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Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (10.14%)		60,656	10.17
Euro Denominated Bonds (0.06%)		368	0.06
Corporate Bonds (0.06%)		368	0.06
less than 5 years to maturity			
100,000	Arion Banki HF 2.5% 2019	91	0.02
between 5 and 10 years to maturity			
100,000	UBS 4.75% 2026	97	0.02
between 10 and 15 years to maturity			
100,000	Bayer 2.125% 2029	90	0.01
Perpetual			
100,000	BNP Paribas 4.875% Perpetual	90	0.01
Sterling Denominated Bonds (8.38%)		49,726	8.34
Corporate Bonds (4.18%)		25,052	4.20
less than 5 years to maturity			
100,000	AA Bond 2.75% 2023	94	0.01
100,000	Abbey National 1.875% 2020	101	0.02
33,000	Atlantia 6.25% 2022	35	0.01
150,000	Bank of America 6.125% 2021	170	0.03
40,000	Bank of Scotland 9.375% 2021	47	0.01
100,000	Barclays 4.25% 2022	109	0.02
41,000	BASF 1.375% 2022	41	0.01
100,000	British American Tobacco 1.75% 2021	100	0.02
100,000	British Sky Broadcasting 2.875% 2020	103	0.02
100,000	BUPA 3.375% 2021	105	0.02
100,000	Close Brothers 3.875% 2021	105	0.02
60,000	Commerzbank 6.625% 2019	63	0.01
150,000	Co-Operative Bank 4.75% 2021	161	0.03
100,000	CPUK 2.666% 2020	101	0.02
100,000	Credit Suisse 3% 2022	103	0.02
140,000	Daimler 2.375% 2021	143	0.02
100,000	Deutsche Bank 1.875% 2020	100	0.02
80,000	Enel 6.25% 2019	83	0.01
100,000	First Hydro 9% 2021	120	0.02
300,000	FMS Wertmanagement 1.125% 2019	301	0.05
100,000	Friends Life 8.25% 2022	120	0.02

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Global Advantage Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
174,000	General Electric 6.25% 2020	190	0.03
100,000	Global Switch 4.375% 2022	109	0.02
100,000	HSBC 2.175% 2023	100	0.02
100,000	Intesa Sanpaolo 5.25% 2022	108	0.02
75,000	John Lewis 8.375% 2019	78	0.01
100,000	JPMorgan Chase 1.875% 2020	101	0.02
50,000	Lend Lease Europe 6.125% 2021	56	0.01
75,000	London Stock Exchange 9.125% 2019	81	0.01
150,000	LVMH 1% 2022	148	0.02
100,000	National Australia Bank 1.375% 2022	99	0.02
150,000	New York Life Global Funding 1% 2021	148	0.02
60,000	Northern Powergrid 7.25% 2022	73	0.01
69,000	Petróleos Mexicanos 8.25% 2022	81	0.01
55,000	RCI Banque 3% 2019	56	0.01
100,000	RWE 5.5% 2022	114	0.02
100,000	Scania 1.875% 2022	100	0.02
100,000	SPI Australia Assets 5.125% 2021	108	0.02
62,000	Volkswagen Financial Services 1.5% 2021	62	0.01
100,000	Volkswagen Financial Services 1.625% 2022	99	0.02
100,000	Volkswagen Financial Services 1.875% 2021	100	0.02
100,000	Wells Fargo 5.25% 2023	113	0.02
150,000	Western Power 5.25% 2023	171	0.03
72,000	Xstrata 7.375% 2020	79	0.01
between 5 and 10 years to maturity			
100,000	A.P. Moller-Maersk 4% 2025	104	0.02
100,000	Abbey National 5.75% 2026	127	0.02
150,000	ABP 6.25% 2026	184	0.03
100,000	APT Pipelines 4.25% 2024	110	0.02
107,000	Aroundtown 3.25% 2027	106	0.02
50,000	AT&T 5.5% 2027	60	0.01
100,000	Bank of America 7% 2028	136	0.02
150,000	Barclays 3.125% 2024	150	0.02
180,000	Barclays 3.25% 2027	176	0.03
115,000	Barclays 5.75% fixed to floating 2026	133	0.02
100,000	Bazalgette Finance 2.375% 2027	98	0.02
190,000	BP 2.03% 2025	191	0.03
70,000	Citigroup 5.15% 2026	82	0.01
100,000	Citigroup 5.875% 2024	116	0.02

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Global Advantage Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
100,000	Close Brothers 2.75% 2026	100	0.02
100,000	Clydesdale Bank 4.625% 2026	120	0.02
100,000	Credit Agricole 7.375% 2023	124	0.02
100,000	CYBG 3.125% 2025	98	0.02
210,000	Enel 5.625% 2024	243	0.04
100,000	Experian 2.125% 2024	100	0.02
100,000	FirstGroup 6.875% 2024	120	0.02
100,000	Gatwick 6.125% 2026	124	0.02
203,000	Heathrow Funding 6.75% 2026	266	0.04
200,000	Heathrow Funding 7.125% 2024	245	0.04
100,000	HSBC 2.256% 2026	96	0.02
100,000	HSBC 2.625% 2028	98	0.02
50,000	Iberdrola 7.375% 2024	63	0.01
200,000	Intu (SGS) Finance 4.125% 2023	214	0.03
100,000	Land Securities 2.375% 2029	101	0.02
100,000	Liberty Living 2.625% 2024	100	0.02
100,000	Lloyds Bank 4.875% 2027	123	0.02
153,000	Lloyds Bank 5.125% 2025	184	0.03
118,000	Lloyds Bank 7.625% 2025	150	0.02
100,000	London & Quadrant Housing Trust 2.625% 2026	102	0.02
100,000	Morgan Stanley 2.625% 2027	99	0.02
100,000	Nationwide Building Society 3.25% 2028	105	0.02
100,000	NewRiver REIT 3.5% 2028	98	0.02
50,000	Orange 5.25% 2025	60	0.01
150,000	Royal Bank of Scotland 5.125% 2024	176	0.03
210,000	Santander UK Group 3.625% 2026	217	0.04
100,000	Scentre Management 3.875% 2026	110	0.02
100,000	Shaftesbury Chinatown 2.348% 2027	96	0.02
100,000	Society of Lloyd's 4.75% 2024	107	0.02
117,000	Southern Gas Networks 4.875% 2023	134	0.02
100,000	Stagecoach Group 4% 2025	104	0.02
100,000	Thames Water 2.875% 2027	96	0.02
100,000	Thames Water 3.5% 2028	106	0.02
94,000	Total Capital 1.75% 2025	93	0.01
100,000	Tritax Big Box REIT 2.625% 2026	99	0.02
89,000	United Utilities 5.625% 2027	113	0.02
69,000	Vodafone 5.625% fixed to floating 2025	83	0.01
100,000	Western Power Distribution 3.625% 2023	105	0.02
100,000	Yorkshire Building Society 4.125% 2024	102	0.02
50,000	Yorkshire Power 7.25% 2028	70	0.01

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(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
between 10 and 15 years to maturity			
280,000	Anheuser-Busch InBev 2.25% 2029	270	0.04
100,000	Annington Funding 3.184% 2029	100	0.02
100,000	APT Pipelines 3.5% 2030	104	0.02
100,000	Arqiva 4.882% 2032	107	0.02
150,000	AT&T 4.375% 2029	165	0.03
110,000	Barclays 3.25% 2033	99	0.02
100,000	BPCE 5.25% 2029	114	0.02
100,000	Broadgate Financing 4.851% 2033	125	0.02
35,000	Canary Wharf Finance 6.455% 2033	10	0.00
100,000	CRH 4.125% 2029	112	0.02
100,000	Digital Stout Holding 3.3% 2029	101	0.02
160,000	DONG Energy 4.875% 2032	195	0.03
150,000	E.On Finance 6.375% 2032	205	0.03
100,000	Great Rolling Stock 6.5% 2031	112	0.02
69,000	HSBC 5.375% 2033	84	0.01
209,000	HSBC Bank 5.375% 2030	241	0.04
110,000	Imperial Brands 4.875% 2032	126	0.02
100,000	Land Securities 2.399% 2029	100	0.02
97,000	McDonald's 5.875% 2032	128	0.02
100,000	National Grid 2.125% 2028	95	0.01
100,000	Rabobank 4.625% 2029	111	0.02
150,000	RWE 6.25% 2030	198	0.03
100,000	Shaftesbury Carnaby 2.487% 2031	94	0.01
100,000	South Eastern Power Networks 5.625% 2030	128	0.02
87,000	Southern Gas Networks 4.875% 2029	105	0.02
100,000	Telefonica Emisiones 5.445% 2029	121	0.02
100,000	Telereal Secured 4.01% 2033	84	0.01
174,000	Thames Water 5.75% 2030	193	0.03
100,000	Time Warner Cable 5.75% 2031	115	0.02
100,000	Welltower 4.8% 2028	113	0.02
140,000	Western Power 5.75% 2032	183	0.03
100,000	Yorkshire Building Society 3.375% 2028	94	0.01
between 15 and 25 years to maturity			
100,000	Affinity Sutton 4.25% 2042	120	0.02
100,000	Affordable Housing 2.893% 2043	114	0.02
100,000	Annington Funding 3.685% 2034	102	0.02
120,000	Arqiva 4.04% 2035	124	0.02

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Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
111,000	Aspire Defence 4.674% 2040 'A'	124	0.02
59,000	Aspire Defence 4.674% 2040 'B'	66	0.01
100,000	AT&T 7% 2040	145	0.02
200,000	Aviva 6.625% fixed to floating 2041	220	0.04
150,000	British American Tobacco 6% 2034	199	0.03
110,000	Connect Plus 2.607% 2039	111	0.02
120,000	Direct Line 9.25% 2042	146	0.02
100,000	Dwr Cymru Financing 2.5% 2036	98	0.02
150,000	E.ON Finance 5.875% 2037	204	0.03
100,000	EDF 5.5% 2037	124	0.02
70,000	Enel 5.75% 2040	88	0.00
100,000	Eversholt 3.529% 2042	96	0.01
120,000	Eversholt 6.697% 2035	153	0.03
100,000	Gatwick 5.75% 2037	134	0.02
50,000	General Electric 5.375% 2040	66	0.01
100,000	GlaxoSmithKline 5.25% 2033	132	0.02
50,000	GlaxoSmithKline 5.25% 2042	70	0.01
70,000	Greene King 5.702% fixed to floating 2034	65	0.01
161,000	Greene King FRN 2033	125	0.02
188,000	HSBC 6% 2040	238	0.04
100,000	Innogy 4.75% 2034	119	0.02
100,000	John Lewis 4.25% 2034	97	0.02
110,000	Land Securities 2.625% 2037	107	0.02
150,000	Lloyds Bank 6.5% 2040	218	0.04
100,000	Motability Operations 3.625% 2036	112	0.02
100,000	Munich Re 6.625% fixed to floating 2042	114	0.01
100,000	National Grid 2.625% 2038	92	0.02
138,000	Northumbrian Water 5.125% 2042	182	0.03
131,000	Octagon Healthcare 5.333% 2035	135	0.02
139,000	Orange 5.625% 2034	182	0.03
54,076	Peel 8.375% 2040	79	0.01
129,000	QBE Insurance 6.115% 2042	139	0.02
41,000	RMPA Services 5.337% 2038	40	0.01
42,000	RSA Insurance 9.375% fixed to floating 2039	44	0.01
100,000	SSE 6.25% fixed to floating 2038	146	0.02
150,000	Telereal 4.0902% fixed to floating 2033	156	0.03
210,000	Thames Water 5.125% 2037	264	0.04
50,000	Vattenfall 6.875% 2039	79	0.01
100,000	Veolia Environment 6.125% 2037	142	0.02

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Global Advantage Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Corporate Bonds (continued)				
100,000	Wal-Mart 5.25% 2035		139	0.02
50,000	Wells Fargo 4.625% 2035		60	0.01
50,000	Western Power 5.75% 2040		70	0.01
greater than 25 years to maturity				
100,000	AT&T 4.875% 2044		114	0.02
100,000	Aviva 5.125% 2050		102	0.02
100,000	AXA 5.625% 2054		108	0.02
100,000	BPHA 4.816% 2044		128	0.02
100,000	British American Tobacco 2.25% 2052		75	0.01
100,000	Bromford Housing 3.125% 2048		100	0.02
100,000	Centrica 4.25% 2044		115	0.02
50,000	Channel Link 6.341% 2046		60	0.01
100,000	Clarion Housing 3.125% 2048		100	0.02
200,000	EDF 5.125% 2050		248	0.04
100,000	EDF 6% 2114		131	0.02
50,000	Engie 5% 2060		75	0.01
100,000	Heathrow Funding 2.75% 2049		90	0.01
100,000	Heathrow Funding 4.625% 2046		124	0.02
100,000	Legal & General 5.5% 2064		106	0.02
100,000	NGG 5.625% fixed to floating 2073		110	0.02
100,000	Optivo Finance 3.283% 2048		102	0.02
100,000	Paragon 3.625% 2047		107	0.02
100,000	Peabody Capital 4.625% 2053		130	0.02
100,000	Prudential 5.7% fixed to floating 2063		115	0.02
110,000	RL Finance 6.125% fixed to floating 2043		122	0.02
100,000	SSE 3.625% 2077		102	0.02
100,000	University of Cambridge 2.35% 2078		97	0.02
100,000	Vodafone 3% 2056		86	0.01
120,000	Vodafone 3.375% 2049		112	0.02
100,000	Wellcome Trust 2.517% 2118		95	0.01
100,000	Wheatley 4.375% 2044		117	0.02
Perpetual				
100,000	Assicurazioni Generali 6.416% fixed to floating Perpetual		102	0.02
105,000	Aviva 5.9021% fixed to floating Perpetual		109	0.02
111,000	Axa 5.453% fixed to floating Perpetual		119	0.02
100,000	EDF 5.875% fixed to floating Perpetual		100	0.02
32,000	Legal & General 5.875% fixed to floating Perpetual		33	0.01

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(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
100,000	Orange 5.75% fixed to floating Perpetual	108	0.02
100,000	Pennon 2.875% Perpetual	100	0.02
100,000	SSE 3.875% fixed to floating Perpetual	102	0.02
Government Bonds (4.20%)		24,674	4.14
less than 5 years to maturity			
352,000	European Investment Bank 1.5% 2019	353	0.06
376,000	KFW 1.375% 2021	379	0.06
492,000	UK (Govt of) 0.5% 2022	484	0.08
404,000	UK (Govt of) 0.75% 2023	398	0.07
289,000	UK (Govt of) 1.5% 2021	294	0.05
632,000	UK (Govt of) 1.75% 2019	638	0.11
702,000	UK (Govt of) 1.75% 2022	725	0.12
408,000	UK (Govt of) 2% 2020	418	0.07
424,000	UK (Govt of) 3.75% 2020	450	0.08
483,000	UK (Govt of) 3.75% 2021	525	0.09
1,329,000	UK (Govt of) 3.75% Index-Linked 2019	1,369	0.23
670,000	UK (Govt of) 4% 2022	743	0.12
373,000	UK (Govt of) 4.5% 2019	380	0.06
576,000	UK (Govt of) 4.75% 2020	611	0.10
between 5 and 10 years to maturity			
418,000	UK (Govt of) 1.25% 2027	415	0.07
463,000	UK (Govt of) 1.5% 2026	472	0.08
518,000	UK (Govt of) 2% 2025	547	0.09
23,000	UK (Govt of) 2.25% 2023	24	0.00
473,000	UK (Govt of) 2.75% 2024	518	0.09
613,000	UK (Govt of) 5% 2025	762	0.13
between 10 and 15 years to maturity			
42,000	UK (Govt of) 1.625% 2028	43	0.01
631,434	UK (Govt of) 4.25% 2032	840	0.14
599,773	UK (Govt of) 4.75% 2030	818	0.14
367,000	UK (Govt of) 6% 2028	529	0.09
between 15 and 25 years to maturity			
277,000	UK (Govt of) 1.75% 2037	277	0.05
544,000	UK (Govt of) 4.25% 2036	755	0.13

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(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
545,000	UK (Govt of) 4.25% 2039	784	0.13
452,152	UK (Govt of) 4.25% 2040	659	0.11
812,000	UK (Govt of) 4.5% 2034	1,137	0.19
482,613	UK (Govt of) 4.5% 2042	741	0.12
549,781	UK (Govt of) 4.75% 2038	833	0.14
greater than 25 years to maturity			
555,927	UK (Govt of) 1.5% 2047	522	0.09
176,000	UK (Govt of) 1.625% 2071	177	0.03
312,228	UK (Govt of) 1.75% 2057	320	0.05
400,263	UK (Govt of) 2.5% 2065	515	0.09
487,797	UK (Govt of) 3.25% 2044	632	0.11
493,065	UK (Govt of) 3.5% 2045	669	0.11
377,016	UK (Govt of) 3.5% 2068	617	0.10
418,610	UK (Govt of) 3.75% 2052	637	0.11
394,032	UK (Govt of) 4% 2060	672	0.11
412,577	UK (Govt of) 4.25% 2046	638	0.11
350,678	UK (Govt of) 4.25% 2049	561	0.09
464,024	UK (Govt of) 4.25% 2055	793	0.13
US Dollar Denominated Bonds (1.70%)		10,562	1.77
Corporate Bonds (0.13%)		720	0.12
between 5 and 10 years to maturity			
220,000	Charter Communications 4.908% 2025	173	0.03
200,000	UBS 4.125% 2026	154	0.02
between 15 and 25 years to maturity			
100,000	CVS Health 4.875% 2035	78	0.01
Perpetual			
200,000	HSBC 6.875% Perpetual	160	0.03
200,000	Swedbank 6% Perpetual	155	0.03
Government Bonds (1.57%)		9,842	1.65
between 5 and 10 years to maturity			
9,800,000	US Treasury 1.75% Index-Linked 2028	9,842	1.65

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(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Equities (63.52%)		377,813	63.41
European Equities (21.03%)		121,851	20.46
Belgium (0.30%)		1,708	0.29
39,725	Umicore	1,708	0.29
Denmark (1.51%)		10,191	1.71
90,337	Ambu	2,618	0.44
15,842	Coloplast	1,303	0.22
72,710	Danske Bank	1,646	0.28
56,555	Novo Nordisk	2,147	0.36
81,853	Tryg	1,546	0.26
17,387	Vestas Wind Systems	931	0.15
France (3.25%)		15,943	2.68
25,173	Airbus	2,394	0.40
27,638	Amundi	1,533	0.26
10,690	Atos	984	0.17
35,468	AXA	687	0.12
3,487	Kering	1,461	0.25
105,457	Orange	1,316	0.22
11,537	ORPEA	1,203	0.20
27,555	Plastic Omnium	842	0.14
9,874	Teleperformance	1,455	0.24
9,482	Thales	1,030	0.17
62,995	TOTAL	3,038	0.51
Germany (2.94%)		20,523	3.44
12,271	Allianz	2,016	0.34
24,116	Bayer	1,738	0.29
19,583	Covestro	1,285	0.22
52,074	Deutsche Post	1,459	0.24
142,226	E.ON	1,164	0.19
23,611	Fresenius	1,387	0.23
79,980	Infineon Technology	1,568	0.26
13,934	Merck	1,126	0.19
8,451	Nemetschek	1,064	0.18
1,273	Puma	537	0.09

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(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Germany (continued)				
39,772	Rocket Internet		1,060	0.18
23,790	Scout24		950	0.16
10,491	Siltronic		1,168	0.20
79,282	ThyssenKrupp		1,414	0.24
15,092	Wirecard		2,587	0.43
Ireland (1.46%)			7,502	1.26
12,908	Allegion		866	0.15
73,378	CRH		1,873	0.31
15,050	Kerry		1,319	0.22
24,412	Medtronic		1,811	0.30
9,022	Paddy Power Betfair		633	0.11
79,021	Ryanair		1,000	0.17
Italy (0.81%)			4,093	0.69
357,655	Enel		1,363	0.23
116,880	FinecoBank		1,073	0.18
32,157	Interpump		769	0.13
44,637	Prysmian		888	0.15
Luxembourg (0.18%)			925	0.16
40,128	ArcelorMittal		925	0.16
Netherlands (3.66%)			21,942	3.68
13,515	Akzo Nobel		974	0.16
16,925	ASML		2,661	0.45
46,188	ASR Nederland		1,697	0.28
28,306	Randstad		1,367	0.23
69,500	RELX		1,186	0.20
191,575	Royal Dutch Shell 'A'		4,791	0.80
344,019	Royal Dutch Shell 'B'		8,738	1.47
51,551	Wessanen		528	0.09

Standard Life Investment Company

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Global Advantage Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Norway (0.21%)			1,004	0.17
69,034	Telenor		1,004	0.17
Portugal (0.10%)			663	0.11
42,561	Galp Energia		663	0.11
Spain (1.32%)			8,565	1.44
31,859	Amadeus		2,279	0.38
518,735	Banco Santander		1,990	0.34
166,258	Bankinter		1,140	0.19
33,593	CIE Automotive		795	0.13
35,594	Grupo ACS		1,143	0.19
52,249	Inditex		1,218	0.21
Sweden (1.30%)			6,274	1.05
71,035	Assa Abloy		1,116	0.19
125,198	Svenska Cellulosa		1,130	0.19
91,439	Swedbank		1,637	0.27
55,857	Thule Group		1,020	0.17
103,334	Volvo		1,371	0.23
Switzerland (3.99%)			22,518	3.78
70,033	Coca-Cola HBC		1,847	0.31
129,826	Credit Suisse		1,499	0.25
927,160	Glencore		2,907	0.49
1,392,778	IWG		3,341	0.56
26,219	Julius Baer		1,075	0.18
50,202	Nestle		3,249	0.55
2,885	Partners		1,745	0.29
12,547	Roche		2,403	0.40
9,800	Temenos		1,364	0.23
117,654	UBS		1,416	0.24
7,120	Zurich		1,672	0.28

Standard Life Investment Company

Interim Report & Financial Statements

Global Advantage Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
North American Equities (18.52%)		120,050	20.14
Bermuda (0.16%)		1,559	0.26
98,096	Marvell Technology	1,559	0.26
Canada (0.19%)		2,455	0.41
23,132	Alimentation Couche-Tard 'B'	852	0.14
36,296	Restaurant Brands International	1,603	0.27
United States (18.17%)		116,036	19.47
20,994	Activision Blizzard	1,164	0.20
4,757	Adobe	964	0.16
34,501	AIG	1,411	0.24
5,873	Allergan	866	0.15
27,405	Allison Transmission	1,047	0.18
6,307	Alphabet 'A'	5,975	1.00
2,848	Amazon.com	4,411	0.74
18,914	American Tower	2,170	0.36
8,829	AmerisourceBergen 'A'	611	0.10
27,869	Anadarko Petroleum	1,381	0.23
6,290	Anthem	1,281	0.21
24,192	Apple	4,234	0.71
103,483	Bank of America	2,462	0.41
34,628	Baxter International	1,981	0.33
7,066	Boeing	1,863	0.31
1,299	Booking Holdings	1,950	0.33
84,415	Boston Scientific	2,309	0.39
10,628	Broadcom	1,791	0.30
5,333	Burlington	690	0.12
28,680	Celanese	2,578	0.43
19,951	Chevron	1,819	0.30
64,704	Cisco Systems	2,378	0.40
32,554	Citigroup	1,784	0.30
59,351	CMS Energy	2,248	0.38
90,927	Comcast	2,587	0.43
4,269	Constellation	683	0.11
37,655	CSX	2,148	0.36
10,324	Deere & Co	1,142	0.19

Standard Life Investment Company

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Global Advantage Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
United States (continued)			
45,495	DowDuPont	2,454	0.41
14,179	Electronic Arts	1,237	0.21
11,617	Eli Lilly	944	0.16
11,303	EOG Resources	1,028	0.17
6,493	Equinix	2,179	0.37
12,909	Evercore Partners	1,054	0.18
11,162	Facebook	1,509	0.25
92,158	First Data	1,821	0.31
28,489	First Republic Bank	2,227	0.37
7,473	General Dynamics	1,112	0.19
8,260	Goldman Sachs	1,511	0.25
13,988	Intercontinental Exchange	820	0.14
27,732	Johnson & Johnson	2,871	0.48
11,757	Lear	1,468	0.25
88,750	Marathon Oil	1,469	0.25
3,799	Martin Marietta Materials	581	0.10
19,783	Mastercard	3,279	0.55
12,695	McDonald's	1,584	0.27
57,303	Microsoft	4,952	0.83
4,632	Mohawk Industries	683	0.11
44,854	Mondelez	1,474	0.25
7,621	Neurocrine Biosciences	721	0.12
14,143	NextEra Energy	1,850	0.31
5,454	NVIDIA	1,178	0.20
15,167	Occidental Petroleum	932	0.16
13,374	Owens Corning	583	0.10
70,201	Pfizer	2,242	0.38
13,938	Raytheon	2,138	0.36
10,420	Salesforce.com	1,223	0.20
26,835	Schlumberger	1,304	0.22
40,152	Schwab (Charles)	1,569	0.26
45,790	Steel Dynamics	1,611	0.27
21,426	SunTrust Banks	1,212	0.20
12,878	TJX	1,089	0.18
17,444	United Health	3,600	0.60
41,389	Verizon Communications	1,731	0.29
6,120	Vertex Pharmaceuticals	868	0.15

Standard Life Investment Company

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Global Advantage Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (23.97%)		135,912	22.81
Basic Materials (1.24%)		6,419	1.08
75,648	Anglo American	1,166	0.20
53,979	Johnson Matthey	1,887	0.32
1,215,797	Petra Diamonds	418	0.07
80,581	Rio Tinto	2,948	0.49
Consumer Goods (5.05%)		24,474	4.11
59,221	Bellway	1,727	0.29
1,225,114	Boohoo.com	2,168	0.36
230,290	Bovis Homes	2,590	0.43
169,587	British American Tobacco	6,310	1.06
241,464	Countryside Properties	812	0.14
6,198	Delphi Technologies	168	0.03
1,046,477	Dixons Carphone	1,729	0.29
46,343	Fever Tree Drinks	1,725	0.29
112,635	Inchcape	779	0.13
230,655	JD Sports	1,171	0.20
42,733	Reckitt Benckiser	2,802	0.47
208,553	Redrow	1,141	0.19
113,536	SuperGroup	1,352	0.23
Consumer Services (2.69%)		13,338	2.24
1,295,983	888 Holdings	3,017	0.51
1,882,868	El Group	2,934	0.49
533,626	GVC	5,875	0.99
941,674	ITV	1,512	0.25
828,009	Ladbrokes Coral Rights	0	0.00
Financials (6.85%)		36,759	6.17
317,858	Aviva	1,541	0.26
1,501,608	Barclays	2,638	0.44
59,463	Close Brothers	948	0.16
746,078	CLS Holdings	1,686	0.28
896,208	Grainger	2,750	0.46
2,033,590	Hansteen REIT	2,031	0.34
1,298,051	HSBC	8,681	1.46

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Global Advantage Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Financials (continued)			
938,816	International Personal Finance	2,062	0.35
281,594	John Laing Group	887	0.15
26,260	London Stock Exchange	1,214	0.20
426,098	Onesavings Bank	1,769	0.30
159,761	Phoenix	1,134	0.19
191,628	Prudential	3,324	0.56
278,077	Standard Chartered	1,744	0.29
1,310,182	Standard Life	4,350	0.73
Health Care (2.02%)		16,030	2.69
31,660	AstraZeneca	1,834	0.31
121,211	Clinigen	1,208	0.20
69,904	Genus	1,991	0.33
35,770	Hutchison China MediTech	1,620	0.27
167,352	Indivior	453	0.08
80,352	NMC Healthcare	3,151	0.53
84,508	Shire	3,801	0.64
2,078,262	Sinclair Pharma	573	0.10
812,709	Spire Healthcare	1,399	0.23
Industrials (2.90%)		17,212	2.89
242,733	Aggreko	2,035	0.34
84,810	Bodycote	804	0.13
408,066	Essentra	1,815	0.31
1,920,910	Mitie Group	2,849	0.48
397,924	Polypipe	1,472	0.25
423,785	RPC	3,026	0.51
523,319	Smith (DS)	2,585	0.43
97,228	Ultra Electronics	1,560	0.26
172,094	Vesuvius	1,066	0.18
Oil & Gas (2.14%)		15,372	2.57
1,558,871	BP	8,530	1.43
1,229,958	Cairn Energy	2,937	0.49
208,124	Hunting	1,735	0.29
413,974	Tullow Oil	964	0.16
167,806	Wood Group	1,206	0.20

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Global Advantage Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Technology (0.00%)		441	0.07
15,532	AVEVA	441	0.07
Telecommunications (0.73%)		3,797	0.64
121,336	Inmarsat	660	0.11
1,907,301	Vodafone	3,137	0.53
Utilities (0.35%)		2,070	0.35
255,545	National Grid	2,070	0.35
Collective Investment Schemes (24.57%)		139,612	23.43
512,659	SLI Emerging Market Local Currency Debt SICAV	5,715	0.96
5,814,841	SLI Global Bond SICAV	52,160	8.75
263,898	SLI Global REIT Focus SICAV	3,077	0.52
80,486,938	SLTM Japan Trust	38,875	6.52
25,053,463	SLTM Pacific Basin Trust	39,785	6.68
Derivatives (0.15%)		(1,618)	(0.28)
Credit Default Swaps (0.00%)		(154)	(0.03)
USD 3,678,216	Sell CDX Emerging Markets Series 29 20/06/2023 1%	(154)	(0.03)
Forward Currency Contracts (-0.06%)		(107)	(0.02)
	Buy GBP 91,062 Sell EUR 100,444 05/11/2018	1	0.00
	Buy GBP 285,344 Sell EUR 320,110 05/11/2018	(2)	0.00
	Buy GBP 106,537 Sell USD 137,086 05/11/2018	1	0.00
	Buy GBP 725,442 Sell USD 955,321 05/11/2018	(8)	0.00
	Buy GBP 9,641,565 Sell USD 12,696,804 05/11/2018	(99)	(0.02)
Futures (0.21%)		(1,357)	(0.23)
90	Long Australia 10 Year Bond Future 17/09/2018	57	0.01
15	Long Canada 10 Year Bond Future 18/12/2018	3	0.00
538	Long E-mini Msci Emerging Market Index Future 21/09/2018	(1,652)	(0.28)
32	Long SX5E - Euro Stoxx 50 Future 21/09/2018	(21)	0.00

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Global Advantage Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Futures (continued)			
19	Long Topix Index Future 13/09/2018	(52)	(0.01)
29	Long US 5 Year Note Future 31/12/2018	0	0.00
(13)	Short Euro-Bobl Future 06/09/2018	(10)	0.00
(219)	Short FTSE 100 Future 21/09/2018	460	0.08
(43)	Short Long Gilt Future 27/12/2018	7	0.00
(33)	Short S&P 500 Index E-mini Future 21/09/2018	(148)	(0.03)
(9)	Short US 10 Year Note Future 19/12/2018	0	0.00
(21)	Short US 10 Year Ultra Bond Future 19/12/2018	(1)	0.00
(2)	Short US Long Bond (CBT) Future 19/12/2018	0	0.00
Total investment assets and liabilities		576,463	96.73
Net other assets		19,482	3.27
Total Net Assets		595,945	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes, or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	578,610
Investment liabilities	(2,147)
Net investment assets	576,463
Net other assets	19,482
Total Net Assets	595,945

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		22,224		35,533
Revenue	8,485		7,468	
Expenses	(2,910)		(2,899)	
Interest payable and similar charges	(6)		(2)	
Net revenue before taxation	5,569		4,567	
Taxation	(387)		(221)	
Net revenue after taxation		5,182		4,346
Total return before distributions		27,406		39,879
Distributions		(5,182)		(4,346)
Change in net assets attributable to shareholders from investment activities		22,224		35,533

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		583,629		580,675
Amounts receivable on the issue of shares	4,447		4,560	
Amounts payable on the cancellation of shares	(19,462)		(23,733)	
		(15,015)		(19,173)
Dilution adjustment		36		48
Change in net assets attributable to shareholders from investment activities (see above)		22,224		35,533
Retained distribution on accumulation shares		5,071		4,256
Closing net assets attributable to shareholders		595,945		601,339

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

Global Advantage Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		578,610		574,981
Current assets:				
Debtors	2,203		2,159	
Cash and bank balances	19,280		7,931	
		21,483		10,090
Total assets		600,093		585,071
Liabilities:				
Investment liabilities		(2,147)		(790)
Creditors	(1,966)		(637)	
Distribution payable	(35)		(15)	
		(2,001)		(652)
Total liabilities		(4,148)		(1,442)
Net assets attributable to shareholders		595,945		583,629

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Distribution Tables

for the six months ended 31 August 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	1.4980	–	1.4980*	1.1933
Group 2	0.8422	0.6558	1.4980*	1.1933
Institutional accumulation				
Group 1	2.0886	–	2.0886*	1.7205
Group 2	0.9869	1.1017	2.0886*	1.7205
Retail income				
Group 1	0.9935	–	0.9935**	0.8000
Group 2	0.5328	0.4607	0.9935**	0.8000
Institutional income				
Group 1	1.2225	–	1.2225**	1.0222
Group 2	0.7020	0.5205	1.2225**	1.0222
Retail CAT accumulation				
Group 1	1.1474	–	1.1474*	0.9190
Group 2	0.6149	0.5325	1.1474*	0.9190
Standard Life accumulation				
Group 1	1.0385	–	1.0385*	0.8883
Group 2	0.3953	0.6432	1.0385*	0.8883
Platform 1 accumulation				
Group 1	0.9637	–	0.9637*	0.7913
Group 2	0.4305	0.5332	0.9637*	0.7913
Platform 1 income				
Group 1	0.8750	–	0.8750**	0.7290
Group 2	0.3311	0.5439	0.8750**	0.7290

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

Global Advantage Fund

Distribution Tables

(Continued)

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Investment Report

Fund Information	
Fund Manager	Matthew Williams
Launch Date	28 May 2012
Benchmark	IA Global Emerging Markets Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mainly in equities and equity type investments of companies listed on an emerging market stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in emerging market countries. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares.

The Sub-fund may also invest in other transferable securities, moneymarket instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of companies mainly from global emerging market countries. The investor must be able to accept significant temporary losses due to the volatile nature of this area of global equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned -9.60% (Platform 1 accumulation), compared with the IA Global Emerging Markets Sector, which returned -6.80% (source: Morningstar, basic rate taxpayer, bid-to-bid basis).

Shares in Azul and CVC Brasil both fell due to concerns around the domestic political and macroeconomic outlook. In addition, higher oil prices (an input cost for airlines) weighed on Azul, while CVC's valuation arguably became a little too expensive. Elsewhere, Panamanian airline Copa Holdings struggled despite delivering good results. Investors were concerned about three downward revisions to estimates. Positions in Mail.Ru, Vodacom Group and Sberbank of Russia also disappointed.

On a more positive note, Sea Inc, the ASEAN ecommerce & gaming platform, reported strong results with evidence of a higher take-rate and faster growth in its core ecommerce business. Anta Sports was another positive contributor following news that Q1 2018 sales momentum was favourable. This is supported by the company's formidable investment into R&D, which is now clearly represented in a stronger product offering. Not owning Itua benefited relative performance as the stock fell due to negative sentiment around Brazil's banks. Additional highlights included ITC, Taiwan Semiconductor Manufacturing Company and Globaltrans.

Investment Activity

We bought shares in Chroma, attracted by its strong growth outlook. The company has developed its core power management capabilities to address new high-growth market segments including solar, 3D sensing and electric vehicles. As a result, we expect the 3.3% dividend yield to grow at a healthy 15% compound annual growth rate (CAGR). We purchased China Construction Bank, as government initiatives to improve the profitability of state-owned enterprise, move shadow banking back into official banking channels and a steep yield curve all point to an improving credit outlook. We forecast the 5% dividend yield will grow at 8-10% CAGR.

By contrast, we sold Medusa Mining after its CEO resigned, thereby reducing our belief that the company would be able to profitably mine its complex deep-vein assets. We exited Taiwan's Macronix, which makes memory chips for products in the communications, computing, automotive and networking sectors, and used the proceeds to add to our positions in Samsung and SK Hynix. Both companies have strong market shares and face barriers to entry. This is especially relevant because Chinese manufacturers are investing heavily in order to break into the lower-end memory market occupied by the likes of Macronix.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	91.56	74.78	51.65	60.20
Return before operating charges*	(8.17)	17.96	24.05	(7.58)
Operating charges**	(0.61)	(1.18)	(0.92)	(0.97)
Return after operating charges*	(8.78)	16.78	23.13	(8.55)
Distributions	0.00	(0.67)	(0.47)	(0.26)
Retained distributions on accumulation share	0.00	0.67	0.47	0.26
Closing net asset value per share	82.78	91.56	74.78	51.65
* after direct transaction costs of:***	0.05	0.15	0.19	0.14
Performance +				
Return after charges	-9.59%	22.44%	44.78%	-14.20%
Other information				
Closing net asset value (£'000)	51,340	54,194	27,491	16,288
Closing number of shares	62,016,582	59,186,585	36,760,921	31,538,374
Operating charges****	1.40%	1.40%	1.41%	1.72%
Direct transaction costs***	0.11%	0.18%	0.29%	0.25%
Prices				
Highest share price	93.25	94.08	75.92	67.42
Lowest share price	82.42	74.58	51.65	47.79

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	95.05	77.34	53.17	61.47
Return before operating charges*	(8.51)	18.52	24.80	(7.74)
Operating charges**	(0.42)	(0.81)	(0.63)	(0.56)
Return after operating charges*	(8.93)	17.71	24.17	(8.30)
Distributions	0.00	(1.07)	(0.82)	(0.75)
Retained distributions on accumulation share	0.00	1.07	0.82	0.75
Closing net asset value per share	86.12	95.05	77.34	53.17
* after direct transaction costs of:***	0.05	0.16	0.19	0.13
Performance +				
Return after charges	-9.40%	22.90%	45.46%	-13.50%
Other information				
Closing net asset value (£'000)	93,637	103,793	65,832	56,433
Closing number of shares	108,724,101	109,202,645	85,117,250	106,144,058
Operating charges****	0.93%	0.93%	0.94%	0.97%
Direct transaction costs***	0.11%	0.18%	0.28%	0.22%
Prices				
Highest share price	96.83	97.63	78.46	68.90
Lowest share price	85.73	77.13	53.17	48.98

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	84.29	68.06	46.43	53.35
Return before operating charges*	(7.56)	16.37	21.74	(6.81)
Operating charges**	(0.07)	(0.14)	(0.11)	(0.11)
Return after operating charges*	(7.63)	16.23	21.63	(6.92)
Distributions	0.00	(1.52)	(1.16)	(1.00)
Retained distributions on accumulation share	0.00	1.52	1.16	1.00
Closing net asset value per share	76.66	84.29	68.06	46.43
* after direct transaction costs of:***	0.04	0.14	0.17	0.12
Performance +				
Return after charges	-9.05%	23.85%	46.59%	-12.97%
Other information				
Closing net asset value (£'000)	1,062	1,101	820	381
Closing number of shares	1,385,294	1,305,745	1,204,527	821,317
Operating charges****	0.18%	0.18%	0.19%	0.22%
Direct transaction costs***	0.11%	0.18%	0.29%	0.24%
Prices				
Highest share price	85.89	86.54	69.06	59.90
Lowest share price	76.29	67.96	46.43	42.66

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life B accumulation				
Change in net assets per share				
Opening net asset value per share	99.65	80.35	54.74	62.76
Return before operating charges*	(8.95)	19.32	25.63	(7.98)
Operating charges**	(0.01)	(0.02)	(0.02)	(0.04)
Return after operating charges*	(8.96)	19.30	25.61	(8.02)
Distributions	0.00	(1.90)	(1.47)	(1.25)
Retained distributions on accumulation share	0.00	1.90	1.47	1.25
Closing net asset value per share	90.69	99.65	80.35	54.74
* after direct transaction costs of:***	0.05	0.17	0.20	0.14
Performance +				
Return after charges	-8.99%	24.02%	46.78%	-12.78%
Other information				
Closing net asset value (£'000)	87,410	93,910	75,794	51,872
Closing number of shares	96,382,715	94,239,710	94,324,663	94,768,458
Operating charges****	0.02%	0.02%	0.02%	0.06%
Direct transaction costs***	0.11%	0.18%	0.29%	0.24%
Prices				
Highest share price	101.6	102.3	81.53	70.47
Lowest share price	90.25	80.26	54.74	50.21

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*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	94.40	76.85	52.86	61.15
Return before operating charges*	(8.44)	18.40	24.65	(7.70)
Operating charges**	(0.44)	(0.85)	(0.66)	(0.59)
Return after operating charges*	(8.88)	17.55	23.99	(8.29)
Distributions	0.00	(1.02)	(0.78)	(0.71)
Retained distributions on accumulation share	0.00	1.02	0.78	0.71
Closing net asset value per share	85.52	94.40	76.85	52.86
* after direct transaction costs of:***	0.05	0.16	0.19	0.14
Performance +				
Return after charges	-9.41%	22.84%	45.38%	-13.56%
Other information				
Closing net asset value (£'000)	3,418	3,177	2,125	1,165
Closing number of shares	3,996,722	3,365,337	2,765,540	2,203,471
Operating charges****	0.98%	0.98%	0.99%	1.02%
Direct transaction costs***	0.11%	0.18%	0.28%	0.24%
Prices				
Highest share price	96.17	96.98	77.97	68.54
Lowest share price	85.13	76.64	52.86	48.71

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Europe, Middle East & Africa Equities (14.92%)		31,421	13.26
Curacao (0.00%)		1,464	0.62
6,720,466	Safaricom	1,464	0.62
Georgia (0.79%)		2,095	0.89
89,780	Bank of Georgia	1,484	0.63
59,511	Georgia Capital	611	0.26
Hungary (1.05%)		-	-
Nigeria (0.31%)		-	-
Russia (5.36%)		14,484	6.11
391,381	Globaltrans Investment	3,264	1.38
48,048	LUKOIL	2,551	1.08
143,992	Mail.Ru	2,382	1.00
134,647	MMC Norilsk Nickel	1,715	0.72
450,884	Rosneft Oil	2,232	0.94
280,172	Sberbank of Russia ADR	2,340	0.99
South Africa (5.69%)		11,285	4.76
935,449	Firststrand	3,468	1.46
29,017	Naspers	4,976	2.10
428,061	Vodacom	2,841	1.20
Switzerland (0.36%)		1,069	0.45
29,810	Luxoft	1,069	0.45
Turkey (1.36%)		1,024	0.43
12,494	AEFES	30	0.01
72,474	Tupras	994	0.42

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Latin American Equities (13.71%)		30,654	12.95
Brazil (8.11%)		15,296	6.46
119,139	Azul	1,542	0.65
519,175	Banco Bradesco (Preference)	2,750	1.16
234,685	Banco do Brasil	1,319	0.56
355,872	Cielo	1,003	0.42
197,053	CVC Brasil Operadora	1,564	0.66
518,386	Cyrela Brazil Realty	1,057	0.45
928,600	T4F Entretenimento	1,301	0.55
157,153	Telefonica Brasil (Preference)	1,174	0.50
358,334	Vale	3,586	1.51
Chile (0.93%)		2,527	1.07
21,993,308	Enel Americas	2,527	1.07
Mexico (2.54%)		7,647	3.23
585,309	FEMSA	4,309	1.82
1,281,836	PLA Administradora Industrial	1,469	0.62
957,284	Unifin Financiera	1,869	0.79
Panama (0.87%)		1,751	0.74
28,477	Copa Holdings	1,751	0.74
Peru (1.26%)		3,433	1.45
20,474	Credicorp	3,433	1.45
Pacific Basin Equities (66.38%)		169,901	71.72
Australia (0.81%)		1,089	0.46
774,009	Syrah Resources	1,089	0.46
China (27.74%)		67,920	28.67
54,828	58.com	3,209	1.35
82,408	Alibaba Group Holding ADR	11,095	4.68
838,954	Angel Yeast	2,564	1.08

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
China (continued)			
904,106	ANTA Sports Products	3,784	1.60
10,308,369	China Construction Bank	7,013	2.96
97,993	Ctrip.com ADR	2,952	1.25
4,161,906	Dali Foods	2,317	0.98
4,212,012	Goodbaby International	1,329	0.56
1,596,073	Haitian International	2,466	1.04
116,444	Huazhu Group	3,083	1.30
753,697	Mint	2,368	1.00
851,783	Ping An Insurance	6,308	2.66
425,981	Tencent	14,189	5.99
6,850,000	Tianhe Chemicals*	0	0.00
2,630,425	Weichai Power	2,143	0.91
1,858,930	Xiabu Xiabu	2,252	0.95
204,518	Zhuzhou CSR Times Electric	848	0.36
Hong Kong (2.62%)		9,597	4.05
123,300	ASM Pacific Technology	1,000	0.42
649,777	China Metal Recycling**	0	0.00
386,225	China Mobile	2,792	1.18
1,021,121	China Resources Land	2,738	1.16
2,044,000	SITC	1,166	0.49
2,735,185	United Laboratories	1,901	0.80
India (8.48%)		20,763	8.77
104,974	Apollo Hospitals	1,342	0.57
547,334	Coal India	1,693	0.72
115,202	Housing Development Finance	2,424	1.02
1,372,343	ITC	4,757	2.01
113,836	Kotak Mahindra Bank	1,589	0.67
181,722	Larsen & Toubro	2,700	1.14
280,585	Tech Mahindra	2,331	0.98
621,489	Tejas Networks	1,946	0.82
296,671	Voltas	1,981	0.84

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Indonesia (1.06%)		1,021	0.43
5,414,256	AKR Corporindo	1,021	0.43
Macau (0.00%)		1,236	0.52
329,600	Sands China	1,236	0.52
Singapore (0.58%)		-	-
South Korea (13.48%)		36,449	15.39
69,725	ING Life Insurance Korea	1,663	0.70
123,313	KB Financial	4,406	1.86
19,321	LG Chemical Preference KRW 5000	2,671	1.13
161,944	Nexen Tire	1,107	0.47
11,130	POSCO	2,508	1.06
284,550	Samsung Electronics	9,519	4.02
192,237	Samsung Electronics (Preference)	5,275	2.23
79,471	Shinhan Finance	2,389	1.01
95,189	SK Hynix	5,454	2.30
75,807	Woory Industrial	1,457	0.61
Taiwan (8.27%)		20,093	8.48
451,000	Chroma ATE	1,915	0.81
1,139,723	Hon Hai Precision	2,295	0.97
247,524	President Chain Store	2,068	0.87
2,158,579	Taiwan Semiconductors Manufacturing	13,815	5.83
Thailand (3.34%)		11,733	4.95
808,068	Advanced Info Service	3,818	1.61
578,845	Kasikornbank	2,871	1.21
2,686,820	PTT (Alien Market)	3,300	1.39
164,834	Siam Cement	1,744	0.74

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (3.82%)		987	0.42
986,672	Standard Life CNAV Sterling Liquidity Fund	987	0.42
Total investment assets		232,963	98.35
Net other assets		3,905	1.65
Total Net Assets		236,868	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* Suspended

** Delisted

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(27,295)		29,090
Revenue	4,561		3,245	
Expenses	(837)		(590)	
Interest payable and similar charges	(8)		(2)	
Net revenue before taxation	3,716		2,653	
Taxation	(454)		(261)	
Net revenue after taxation		3,262		2,392
Change in net assets attributable to shareholders from investment activities		(24,033)		31,482

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		256,176		172,062
Amounts receivable on the issue of shares	8,273		15,160	
Amounts payable on the cancellation of shares	(3,567)		(1,856)	
		4,706		13,304
Dilution adjustment		19		43
Change in net assets attributable to shareholders from investment activities (see above)		(24,033)		31,482
Closing net assets attributable to shareholders		236,868		216,891

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		232,963		253,178
Current assets:				
Debtors	543		965	
Cash and bank balances	3,613		2,966	
		4,156		3,931
Total assets		237,119		257,109
Liabilities:				
Creditors	(251)		(934)	
		(251)		(934)
Total liabilities		(251)		(934)
Net assets attributable to shareholders		236,868		256,175

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Investment Report

Fund Information	
Fund Manager	Mathew Williams
Launch Date	13 December 2012
Benchmark	IA Global Emerging Markets Sector

Investment Objective

The objective of the Sub-fund is to provide a high level of income with some capital appreciation over the longer term.

Investment Policy

The investment policy of the Sub-fund is to invest mainly in high yielding equities, equity type investments and fixed interest securities of companies listed on an emerging market stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in emerging market countries. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the opportunity to achieve a high level of income with some capital appreciation over the longer term afforded by investing in an actively managed portfolio of mainly global emerging market equities. The investor must be able to accept significant temporary losses due to the volatile nature of this area of global equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund was down 8.24% (platform 1 accumulation), compared with the IA Global Emerging Markets Sector, which lost 6.80% (source: Morningstar basic rate taxpayer, bid-to-bid basis).

Anta Sports Products was the top positive contributor to performance following news that sales momentum was favourable. A stronger product offering is paying off its commitment to R&D. A holding in Russian rail freight services business Globaltrans also boosted the Sub-fund's return, as the company's second-half results highlighted strong earnings growth and free cash flow generation. Robust freight demand and effective control of capacity that drove rates higher have flowed through to its results. The boost to earnings led to a better-than-expected dividend. There was a strong positive contribution to performance from Taiwan Semiconductor Manufacturing. The company is poised to extend its dominance of the global contract manufacturing for

semiconductors after a key US-based rival quit developing leading-edge technology. A key customer of the rival is expected to hand its business to TSMC, boosting the company's sales.

Performance was held back by Smiles Fidelidade, the Brazilian loyalty program manager. It suffered a downgrade to its outlook after announcing poor results. It was one of the poorer performers over the period. Another was Haitian International, the Chinese plastic injection-moulding manufacturer. Despite releasing a robust set of half-yearly results and upbeat comments about achieving a full order book, investors were nervous that trade frictions would start to affect the business. With major competitors operating out of Europe and Japan, we believe it is unlikely that the US would instigate tariffs on the company's products. Meanwhile, Bank of Georgia slipped on liquidity concerns after it split its business into a core banking operation and a capital investment arm. ING Life Insurance (Korea) also weighed on the Sub-fund's return. A sale of a stake in the company collapsed as concerns rose that the valuation of the business was too high.

Investment Activity

We bought shares in Goodbaby, a leading baby brand manufacturer and retailer in China and Europe. Our investment case is based on the material cross-selling opportunity of high-margin products into a Chinese market that is formalising baby products. We also invested in Chroma ATE, attracted by its strong growth outlook. The company has developed its core power management capabilities to address new high-growth market segments including solar, 3D sensing and electric vehicles. As a result, we expect the dividend yield to grow at a healthy annual rate. We also bought Xiabu Xiabu, the leading 'hotpot' restaurant operator in China. The drivers of growth are improving menu choice and price, expansion into new areas and the development of its high-end restaurant brand, Cou Cou. While the stock has a modest dividend yield, we see it growing at a high rate.

Meanwhile, we sold OTB Bank after we downgraded its prospects and to manage the size of our financial holdings. We also sold CUB Elecparts, the Taiwanese automobile component manufacturer. New competitors entering the market will temper the recent success of products based on its LIDAR system (a detection system that uses light from a laser). Additional sales included United Tractors (Indonesia), China Life Insurance (China) and Woolworths (South Africa).

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	84.43	68.06	48.21	55.16
Return before operating charges*	(6.37)	17.46	20.69	(6.05)
Operating charges**	(0.56)	(1.09)	(0.84)	(0.90)
Return after operating charges*	(6.93)	16.37	19.85	(6.95)
Distributions	(1.21)	(1.10)	(1.02)	(1.05)
Retained distributions on accumulation share	1.21	1.10	1.02	1.05
Closing net asset value per share	77.50	84.43	68.06	48.21
* after direct transaction costs of:***	0.03	0.12	0.18	0.18
Performance +				
Return after charges	-8.21%	24.05%	41.17%	-12.60%
Other information				
Closing net asset value (£'000)	3,143	3,243	1,508	699
Closing number of shares	4,055,131	3,841,015	2,215,097	1,450,249
Operating charges****	1.39%	1.39%	1.40%	1.68%
Direct transaction costs***	0.07%	0.16%	0.30%	0.34%
Prices				
Highest share price	85.81	86.32	70.10	61.48
Lowest share price	76.95	68.23	48.60	44.99

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	87.48	70.15	49.44	56.03
Return before operating charges*	(6.60)	18.07	21.28	(6.09)
Operating charges**	(0.38)	(0.74)	(0.57)	(0.50)
Return after operating charges*	(6.98)	17.33	20.71	(6.59)
Distributions	(1.46)	(1.51)	(1.33)	(1.38)
Retained distributions on accumulation share	1.46	1.51	1.33	1.38
Closing net asset value per share	80.50	87.48	70.15	49.44
* after direct transaction costs of:***	0.03	0.13	0.19	0.18
Performance +				
Return after charges	-7.98%	24.70%	41.89%	-11.76%
Other information				
Closing net asset value (£'000)	262,830	264,336	119,826	57,049
Closing number of shares	326,493,067	302,155,108	170,813,671	115,388,940
Operating charges****	0.92%	0.92%	0.93%	0.93%
Direct transaction costs***	0.07%	0.16%	0.31%	0.33%
Prices				
Highest share price	88.92	89.40	72.13	62.49
Lowest share price	79.82	70.41	49.84	45.82

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	72.67	60.07	43.84	51.81
Return before operating charges*	(5.42)	15.40	18.59	(5.58)
Operating charges**	(0.48)	(0.95)	(0.75)	(0.83)
Return after operating charges*	(5.90)	14.45	17.84	(6.41)
Distributions	(1.52)	(1.85)	(1.61)	(1.56)
Closing net asset value per share	65.25	72.67	60.07	43.84
* after direct transaction costs of:***	0.03	0.11	0.16	0.17
Performance +				
Return after charges	-8.12%	24.06%	40.69%	-12.37%
Other information				
Closing net asset value (£'000)	359	85	37	26
Closing number of shares	549,732	117,611	60,922	57,878
Operating charges****	1.39%	1.39%	1.40%	1.68%
Direct transaction costs***	0.07%	0.16%	0.30%	0.34%
Prices				
Highest share price	73.88	74.62	62.43	57.69
Lowest share price	65.60	60.31	44.22	41.76

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	75.20	61.86	44.93	52.68
Return before operating charges*	(5.64)	15.88	19.09	(5.65)
Operating charges**	(0.33)	(0.64)	(0.51)	(0.47)
Return after operating charges*	(5.97)	15.24	18.58	(6.12)
Distributions	(1.55)	(1.90)	(1.65)	(1.63)
Closing net asset value per share	67.68	75.20	61.86	44.93
* after direct transaction costs of:***	0.03	0.11	0.17	0.17
Performance +				
Return after charges	-7.94%	24.64%	41.35%	-11.62%
Other information				
Closing net asset value (£'000)	25,503	29,048	14,482	9,108
Closing number of shares	37,683,606	38,630,011	23,408,331	20,271,944
Operating charges****	0.92%	0.92%	0.93%	0.93%
Direct transaction costs***	0.07%	0.16%	0.31%	0.34%
Prices				
Highest share price	76.45	77.18	64.19	58.72
Lowest share price	67.96	62.15	45.32	42.62

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	78.38	63.95	46.06	53.58
Return before operating charges*	(5.89)	16.47	19.61	(5.80)
Operating charges**	(0.03)	(0.07)	(0.06)	(0.05)
Return after operating charges*	(5.92)	16.40	19.55	(5.85)
Distributions	(1.62)	(1.97)	(1.66)	(1.67)
Closing net asset value per share	70.84	78.38	63.95	46.06
* after direct transaction costs of:***	0.03	0.12	0.17	0.18
Performance +				
Return after charges	-7.55%	25.65%	42.44%	-10.92%
Other information				
Closing net asset value (£'000)	7,446	8,239	1	1
Closing number of shares	10,511,712	10,511,712	2,200	2,200
Operating charges****	0.09%	0.09%	0.10%	0.10%
Direct transaction costs***	0.07%	0.16%	0.30%	0.35%
Prices				
Highest share price	79.71	80.39	66.20	59.79
Lowest share price	71.09	64.33	46.46	43.51

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	90.48	72.01	50.41	56.74
Return before operating charges*	(6.84)	18.61	21.71	(6.23)
Operating charges**	(0.07)	(0.14)	(0.11)	(0.10)
Return after operating charges*	(6.91)	18.47	21.60	(6.33)
Distributions	(1.84)	(2.11)	(1.78)	(1.75)
Retained distributions on accumulation share	1.84	2.11	1.78	1.75
Closing net asset value per share	83.57	90.48	72.01	50.41
* after direct transaction costs of:***	0.03	0.13	0.19	0.19
Performance +				
Return after charges	-7.64%	25.65%	42.85%	-11.16%
Other information				
Closing net asset value (£'000)	399,056	432,014	343,786	240,645
Closing number of shares	477,498,054	477,458,683	477,401,155	477,350,532
Operating charges****	0.17%	0.17%	0.18%	0.18%
Direct transaction costs***	0.07%	0.16%	0.30%	0.34%
Prices				
Highest share price	92.04	92.46	73.88	63.32
Lowest share price	82.76	72.39	50.82	46.53

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	87.18	69.95	49.32	55.92
Return before operating charges*	(6.58)	18.01	21.23	(6.07)
Operating charges**	(0.40)	(0.78)	(0.60)	(0.53)
Return after operating charges*	(6.98)	17.23	20.63	(6.60)
Distributions	(1.43)	(1.46)	(1.30)	(1.33)
Retained distributions on accumulation share	1.43	1.46	1.30	1.33
Closing net asset value per share	80.20	87.18	69.95	49.32
* after direct transaction costs of:***	0.03	0.13	0.19	0.18
Performance +				
Return after charges	-8.01%	24.63%	41.83%	-11.80%
Other information				
Closing net asset value (£'000)	25,237	25,189	8,218	5,924
Closing number of shares	31,468,785	28,892,663	11,748,944	12,010,606
Operating charges****	0.97%	0.97%	0.98%	0.98%
Direct transaction costs***	0.07%	0.16%	0.31%	0.33%
Prices				
Highest share price	88.61	89.10	71.95	62.38
Lowest share price	79.53	70.20	49.72	45.72

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Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	74.99	61.72	44.85	52.62
Return before operating charges*	(5.64)	15.88	19.07	(5.65)
Operating charges**	(0.34)	(0.69)	(0.54)	(0.49)
Return after operating charges*	(5.98)	15.19	18.53	(6.14)
Distributions	(1.54)	(1.92)	(1.66)	(1.63)
Closing net asset value per share	67.47	74.99	61.72	44.85
* after direct transaction costs of:***	0.03	0.11	0.17	0.17
Performance +				
Return after charges	-7.97%	24.61%	41.32%	-11.67%
Other information				
Closing net asset value (£'000)	21,854	22,727	5,325	1,788
Closing number of shares	32,391,533	30,308,721	8,627,680	3,987,310
Operating charges****	0.97%	0.97%	0.98%	0.98%
Direct transaction costs***	0.07%	0.16%	0.31%	0.34%
Prices				
Highest share price	76.24	76.97	64.06	58.64
Lowest share price	67.77	62.01	45.24	42.56

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Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Europe, Middle East & Africa Equities (18.38%)		107,803	14.46
Curacao (0.88%)		7,805	1.05
35,837,924	Safaricom	7,805	1.05
Georgia (0.92%)		6,757	0.91
275,853	Bank of Georgia	4,559	0.61
214,121	Georgia Capital	2,198	0.30
Hungary (1.49%)		3,121	0.42
2,752,809	Magyar Telekom	3,121	0.42
Jersey (0.26%)		-	-
Nigeria (0.39%)		3,302	0.44
2,388,761	Seplat Petroleum Development	3,302	0.44
Romania (0.53%)		-	-
Russia (5.87%)		48,804	6.54
1,351,749	Globaltrans Investment	11,274	1.51
73,925,087	Inter RAO	3,378	0.45
233,845	LUKOIL	12,414	1.67
388,628	MMC Norilsk Nickel	4,951	0.66
648,535	Rosneft Oil	3,211	0.43
3,125,947	Sberbank of Russia (Preference)	5,665	0.76
642,189	Severstal	7,911	1.06
South Africa (6.55%)		34,588	4.64
2,984,476	Firststrand	11,065	1.48
65,609	Naspers	11,252	1.51
850,250	Sanlam	3,542	0.48
1,315,238	Vodacom	8,729	1.17
Turkey (1.49%)		3,426	0.46
249,933	Tupras	3,426	0.46

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Latin American Equities (15.67%)			115,944	15.55
Argentina (0.51%)			1,633	0.22
48,815	Banco Macro		1,633	0.22
Brazil (9.05%)			59,325	7.96
1,329,570	AmBev		4,680	0.63
195,485	Azul		2,530	0.34
1,399,528	Banco Bradesco (Preference)		7,414	1.00
789,587	Cielo		2,226	0.30
444,390	CVC Brasil Operadora		3,527	0.47
1,161,416	Cyrela Brazil Realty		2,368	0.32
2,931,637	Itaúsa		5,245	0.70
1,974,430	Petrobras Distribuidora		7,256	0.97
900,198	Petrol Brasileiros (Preference)		3,238	0.43
381,131	Smiles Fidelidade		3,694	0.50
1,213,014	TAESA		4,551	0.61
293,133	Telefonica Brasil (Preference)		2,191	0.29
1,039,758	Vale		10,405	1.40
Chile (0.99%)			6,471	0.87
56,312,824	Enel Americas		6,471	0.87
Mexico (3.50%)			33,304	4.46
904,516	FEMSA		6,658	0.89
1,645,940	Grupo Financiero Banorte		8,630	1.16
2,393,313	Grupo México		5,384	0.72
7,943,609	PLA Administradora Industrial		9,104	1.22
1,806,743	Unifin Financiera		3,528	0.47
Panama (0.40%)			5,027	0.67
81,736	Copa Holdings		5,027	0.67
Peru (1.22%)			10,184	1.37
60,726	Credicorp		10,184	1.37

Standard Life Investment Company

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Global Emerging Markets Equity Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Pacific Basin Equities (63.77%)		498,752	66.91
Australia (0.31%)		1,786	0.24
1,268,642	Syrah Resources	1,786	0.24
China (27.83%)		192,755	25.85
217,151	Alibaba Group Holding ADR	29,238	3.92
1,551,089	Angel Yeast	4,741	0.64
2,805,904	ANTA Sports Products	11,744	1.58
32,071,284	China Construction Bank	21,818	2.93
3,957,471	China Merchants Bank	11,657	1.56
3,885,322	China Petroleum	3,001	0.40
11,958,872	Dali Foods	6,658	0.89
12,505,988	Goodbaby International	3,947	0.53
4,884,209	Haitian International	7,545	1.01
366,484	Huazhu Group	9,702	1.30
2,123,021	Minth	6,670	0.89
24,892	NetEase	3,786	0.51
2,829,927	Ping An Insurance	20,958	2.81
3,383,527	Red Star Macalline	2,673	0.36
484,008	Sunny Optical Technology	4,730	0.63
1,073,723	Tencent	35,764	4.80
14,664,682	Tianhe Chemicals*	0	0.00
6,286,415	Weichai Power	5,121	0.69
2,477,500	Xiabu Xiabu	3,002	0.40
Hong Kong (2.98%)		29,783	4.00
389,234	ASM Pacific Technology	3,157	0.42
22,038,000	China Lumena New Materials*	0	0.00
88,800	China Metal Recycling**	0	0.00
1,159,965	China Mobile	8,386	1.13
3,115,853	China Resources Land	8,353	1.12
12,694,537	SITC	7,242	0.97
2,010,276	Texhong Textile	2,645	0.36
India (6.04%)		40,391	5.42
271,158	Bajaj	9,162	1.23
1,790,311	Coal India	5,538	0.74

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
India (continued)				
2,060,000	IRB InvIT		1,691	0.23
1,617,618	ITC		5,607	0.75
494,486	Larsen & Toubro		7,349	0.99
987,697	Voltas		6,594	0.88
1,196,267	Yes Bank		4,450	0.60
Indonesia (2.40%)			10,247	1.37
19,761,837	AKR Corporindo		3,726	0.50
18,223,842	Bank Mandiri		6,521	0.87
Macau (0.85%)			6,150	0.83
1,640,147	Sands China		6,150	0.83
Malaysia (0.54%)			3,926	0.53
8,738,323	UOA Development		3,926	0.53
South Korea (10.37%)			104,111	13.97
276,728	ING Life Insurance Korea		6,599	0.89
375,865	KB Financial		13,431	1.80
22,049	LG Chemical Preference KRW 5000		3,048	0.41
24,576	POSCO		5,538	0.74
413,070	Samsung Electronics		13,818	1.85
1,318,417	Samsung Electronics (Preference)		36,177	4.85
234,446	Shinhan Finance		7,049	0.95
290,140	SK Hynix		16,624	2.23
95,089	Woory Industrial		1,827	0.25
Taiwan (8.76%)			69,727	9.35
16,160	Chicony Electronics Co		26	0.00
1,377,000	Chroma ATE		5,846	0.78
3,500,209	Hon Hai Precision		7,049	0.95
642,822	President Chain Store		5,370	0.72
1,613,940	Realtek		6,024	0.81
6,616,091	Taiwan Semiconductors Manufacturing		42,343	5.68
1,785,927	Wistron NeWeb		3,069	0.41

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Thailand (3.69%)		39,876	5.35
2,482,778	Advanced Info Service	11,731	1.57
703,625	Kasikornbank	3,490	0.47
6,879,600	PTT (Alien Market)	8,450	1.13
504,766	Siam Cement	5,339	0.72
18,862,836	Star Petroleum Refining	6,607	0.89
7,486,616	Supalai	4,259	0.57
Collective Investment Schemes (1.18%)		1,339	0.18
1,338,570	Standard Life CNAV Sterling Liquidity Fund	1,339	0.18
Total investment assets		723,838	97.10
Net other assets		21,590	2.90
Total Net Assets		745,428	100.00

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* Suspended

** Delisted

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(76,355)		96,039
Revenue	18,408		12,135	
Expenses	(1,868)		(1,250)	
Interest payable and similar charges	(5)		(1)	
Net revenue before taxation	16,535		10,884	
Taxation	(1,718)		(983)	
Net revenue after taxation		14,817		9,901
Total return before distributions		(61,538)		105,940
Distributions		(15,037)		(10,015)
Change in net assets attributable to shareholders from investment activities		(76,575)		95,925

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		784,881		493,183
Amounts receivable on the issue of shares	36,990		81,134	
Amounts payable on the cancellation of shares	(13,881)		(1,781)	
		23,109		79,353
Dilution adjustment		100		355
Change in net assets attributable to shareholders from investment activities (see above)		(76,575)		95,925
Retained distribution on accumulation shares		13,913		9,716
Closing net assets attributable to shareholders		745,428		678,532

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		723,838		777,004
Current assets:				
Debtors	1,878		2,616	
Cash and bank balances	21,302		7,318	
		23,180		9,934
Total assets		747,018		786,938
Liabilities:				
Creditors	(892)		(1,805)	
Distribution payable	(698)		(252)	
		(1,590)		(2,057)
Total liabilities		(1,590)		(2,057)
Net assets attributable to shareholders		745,428		784,881

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.5280	–	0.5280*	0.2498
Group 2	0.3931	0.1349	0.5280*	0.2498
Institutional accumulation				
Group 1	0.6422	–	0.6422*	0.3436
Group 2	0.3608	0.2814	0.6422*	0.3436
Retail income				
Group 1	0.6801	–	0.6801**	0.4242
Group 2	0.3830	0.2971	0.6801**	0.4242
Institutional income				
Group 1	0.7009	–	0.7009**	0.4368
Group 2	0.3047	0.3962	0.7009**	0.4368
Standard Life income				
Group 1	0.6702	–	0.6702**	0.4582
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.7779	–	0.7779*	0.4940
Group 2	0.3599	0.4180	0.7779*	0.4940
Platform 1 accumulation				
Group 1	0.6247	–	0.6247*	0.3333
Group 2	0.3927	0.2320	0.6247*	0.3333
Platform 1 income				
Group 1	0.6922	–	0.6922**	0.4357
Group 2	0.3631	0.3291	0.6922**	0.4357

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.6844	–	0.6844*	0.6789
Group 2	0.2410	0.4434	0.6844*	0.6789
Institutional accumulation				
Group 1	0.8192	–	0.8192*	0.7927
Group 2	0.2481	0.5711	0.8192*	0.7927
Retail income				
Group 1	0.8375	–	0.8375**	0.8142
Group 2	0.4790	0.3585	0.8375**	0.8142
Institutional income				
Group 1	0.8453	–	0.8453**	0.8379
Group 2	0.2587	0.5866	0.8453**	0.8379
Standard Life income				
Group 1	0.9466	–	0.9466**	0.8217
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	1.0628	–	1.0628*	0.9155
Group 2	0.5247	0.5381	1.0628*	0.9155
Platform 1 accumulation				
Group 1	0.8101	–	0.8101*	0.7818
Group 2	0.3512	0.4589	0.8101*	0.7818
Platform 1 income				
Group 1	0.8522	–	0.8522**	0.8399
Group 2	0.3409	0.5113	0.8522**	0.8399

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Income Fund

Distribution Tables

(Continued)

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	1st Interim Dividend Distribution	2nd Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

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Global Emerging Markets Equity Unconstrained Fund

Investment Report

Fund Information	
Launch Date	21 October 2014
Closure Date	14 January 2016

All shares in the Sub-fund were redeemed and cancelled. The Sub-fund will formally terminate at a later date after all residual assets and liabilities are settled. The Sub-fund is not open to new investors.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Comparative Tables

	Closure 2016 pence per share	28 February 2015 pence per share
Retail accumulation[^]		
Change in net assets per share		
Opening net asset value per share	49.17	50.00 ⁺⁺
Return before operating charges [*]	(8.18)	0.17
Operating charges ^{**}	(0.91)	(1.00)
Return after operating charges [*]	(9.09)	(0.83)
Redemption value as at 14 January 2016	(40.08)	0.00
Closing net asset value per share	0.00	49.17
Retained distributions on accumulation share	0.00	0.00
* after direct transaction costs of: ^{***}	0.20	0.11
Performance +		
Return after charges	-18.49%	-1.66%
Other information		
Closing net asset value (£'000)	–	1
Closing number of shares	–	2,200
Operating charges ^{****}	1.98%	1.99%
Direct transaction costs ^{***}	0.43%	0.22%
Prices		
Highest share price	54.64	52.03
Lowest share price	38.50	46.73
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. In line with the requirements of the 2014 SORP for authorised Funds, direct transaction costs are stated after the proportion of the amounts collected from dilution adjustments in relation to direct transaction costs. Direct transaction costs, where expressed as a percentage of average NAV, reflect an equivalent annual period.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.</p> <p>+ The performance figures are calculated by taking the value of the share class per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given share class in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements share class valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published share class price.</p> <p>++ From launch of the Sub-fund on 21 October 2014.</p> <p>^ To closure of the Sub-fund on 14 January 2016.</p>		

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Comparative Tables

(Continued)

	Closure 2016 pence per share	28 February 2015 pence per share
Institutional accumulation[^]		
Change in net assets per share		
Opening net asset value per share	49.32	50.00 ⁺⁺
Return before operating charges*	(8.37)	(0.18)
Operating charges**	(0.45)	(0.50)
Return after operating charges*	(8.82)	(0.68)
Redemption value as at 14 January 2016	(40.50)	0.00
Closing net asset value per share	0.00	49.32
Retained distributions on accumulation share	0.00	0.03
* after direct transaction costs of:***	0.00	0.11
Performance +		
Return after charges	-17.88%	-1.36%
Other information		
Closing net asset value (£'000)	–	20,685
Closing number of shares	–	41,943,230
Operating charges****	0.98%	0.99%
Direct transaction costs***	0.45%	0.22%
Prices		
Highest share price	54.84	52.07
Lowest share price	38.77	46.79
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. In line with the requirements of the 2014 SORP for authorised Funds, direct transaction costs are stated after the proportion of the amounts collected from dilution adjustments in relation to direct transaction costs. Direct transaction costs, where expressed as a percentage of average NAV, reflect an equivalent annual period.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.</p> <p>+ The performance figures are calculated by taking the value of the share class per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given share class in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements share class valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published share class price.</p> <p>++ From launch of the Sub-fund on 21 October 2014.</p> <p>^ To closure of the Sub-fund on 14 January 2016.</p>		

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Comparative Tables

(Continued)

	Closure 2016 pence per share	28 February 2015 pence per share
Standard Life accumulation[^]		
Change in net assets per share		
Opening net asset value per share	49.46	50.00 ⁺⁺
Return before operating charges [*]	(8.48)	(0.44)
Operating charges ^{**}	(0.08)	(0.10)
Return after operating charges [*]	(8.56)	(0.54)
Redemption value as at 14 January 2016	(40.90)	0.00
Closing net asset value per share	0.00	49.46
Retained distributions on accumulation share	0.00	0.18
* after direct transaction costs of: ^{***}	0.20	0.11
Performance +		
Return after charges	-17.31%	-1.08%
Other information		
Closing net asset value (£'000)	–	18
Closing number of shares	–	35,982
Operating charges ^{****}	0.18%	0.19%
Direct transaction costs ^{***}	0.43%	0.22%
Prices		
Highest share price	55.05	52.12
Lowest share price	39.04	46.85

^{**} The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

^{***} The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. In line with the requirements of the 2014 SORP for authorised Funds, direct transaction costs are stated after the proportion of the amounts collected from dilution adjustments in relation to direct transaction costs. Direct transaction costs, where expressed as a percentage of average NAV, reflect an equivalent annual period.

^{****} The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the share class per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given share class in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements share class valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published share class price.

⁺⁺ From launch of the Sub-fund on 21 October 2014.

[^] To closure of the Sub-fund on 14 January 2016.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Comparative Tables

(Continued)

	Closure 2016 pence per share	28 February 2015 pence per share
Platform 1 accumulation[^]		
Change in net assets per share		
Opening net asset value per share	49.29	50.00 ⁺⁺
Return before operating charges*	(8.33)	(0.09)
Operating charges**	(0.57)	(0.62)
Return after operating charges*	(8.90)	(0.71)
Redemption value as at 14 January 2016	(40.39)	0.00
Closing net asset value per share	0.00	49.29
* after direct transaction costs of:***	0.20	0.11
Performance +		
Return after charges	-18.06%	-1.42%
Other information		
Closing net asset value (£'000)	–	41
Closing number of shares	–	83,855
Operating charges****	1.23%	1.24%
Direct transaction costs***	0.43%	0.22%
Prices		
Highest share price	54.80	52.07
Lowest share price	38.71	46.78

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. In line with the requirements of the 2014 SORP for authorised Funds, direct transaction costs are stated after the proportion of the amounts collected from dilution adjustments in relation to direct transaction costs. Direct transaction costs, where expressed as a percentage of average NAV, reflect an equivalent annual period.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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++ From launch of the Sub-Fund on 21 October 2014.

^ To closure of the Sub-Fund on 14 January 2016.

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Portfolio Statement

as at 31 August 2018

		Bid-market value £'000	Percentage of total net assets
Holding	Investment		
China (0.00%)		0	0.00
5,196,000	Tianhe Chemicals*	0	0.00
Total investment assets		0	0.00
Net other assets		0	0.00
Total Net Assets		0	0.00

All investments are listed on recognised stock exchanges and are approved securities within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* Suspended.

Standard Life Investment Company

Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Financial Statements

Statement of Total Return

for the period ended 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital losses		0		0
Revenue	0		0	
Expenses	0		0	
Net revenue before taxation	0		0	
Taxation	0		0	
Net revenue after taxation		0		0
Total return before distributions		0		0
Distributions		0		0
Change in net assets attributable to shareholders from investment activities		0		0

Statement of Change in Net Assets Attributable to Shareholders

for the period ended 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		0		0
Amounts receivable on issue of shares	0		0	
Amounts payable on cancellation of shares	0		0	
		0		0
Dilution adjustment		0		0
Change in net assets attributable to shareholders from investment activities (see above)		0		0
Change in provision for Fund closure		0		0
Closing net assets attributable to shareholders		0		0

Standard Life Investment Company Interim Report & Financial Statements

Global Emerging Markets Equity Unconstrained Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets				
Current assets:				
Debtors	0		0	
Cash and bank balances	0		4	
		0		4
Total assets		0		4
Liabilities				
Creditors	0		(4)	
		0		(4)
Total liabilities		0		(4)
Net assets attributable to shareholders		0		0

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Investment Report

Fund Information	
Fund Manager	Dominic Byrne
Launch Date	1 May 1986
Benchmark	IA Global Equity Income Sector

Investment Objective

The objective of the Sub-fund is to provide income with some capital appreciation over the longer term.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in a focused portfolio of high yielding global equities, equity type investments and fixed interest securities. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The diversified nature of the portfolio makes it suitable for investors wishing to achieve a broad spread of equity exposure at a country and sector level. The investor must be able to accept significant temporary losses due to the volatile nature of equity markets and should therefore have an investment time horizon of at least 5 years.

Performance

The Global Equity Income Fund returned 4.84% during the period (Platform 1 accumulation), in comparison with the IA Global Equity Income sector return of 6.07%. (Source: Morningstar, basic rate payer, bid-to-bid basis).

US railroad operator CSX Corporation performed well. The company presented Q2 earnings results that provided further evidence that it continues to execute successfully its improvement programme, with margins substantially higher in the last 12-18 months. A position in US managed healthcare provider, UnitedHealth, also boosted the Sub-fund's returns. The stock price continued its strong performance after it announced good results in July, which received a boost from a small acquisition in August that was well received by the market. Additional highlights included Eli Lilly and Co, CMS Energy and Pfizer.

On the downside, shares in Brazilian bank Banco Bradesco slipped despite the lack of any company-specific news. Despite positive trends of stronger consumer loan growth and improving credit costs, this has been overshadowed by recent uncertainty of social unrest – in particular the truck strike and the government elections.

Nonetheless, we continue to believe Bradesco will benefit from falling credit costs and an improving economy brought about by the new government's structural reforms, and so the stock remains in the portfolio. Vodafone also had a negative impact on the performance of the Sub-fund. Worries about competitive pressures persisted and concern mounted about how the new CEO will perform. A holding in Paddy Power Betfair (now sold), and not owning Amazon nor Apple also weighed on relative returns.

Investment Activity

We bought shares in US defence contractor Raytheon. We believe that the valuation underestimates the sustainability of its earnings growth. The backdrop is the increasingly unpredictable geopolitical environment in some parts of the world. Given this, there is scope for an increase in US military expenditure as both sides of the political divide in the US are broadly supportive of an increase to the defence budget. This should heighten the chances of Raytheon winning more military contracts. Elsewhere, we purchased Danish-listed insurance company Tryg, where we see improvements in most of its end markets, including positive pricing dynamics in Denmark. We also believe that the recently acquired Alka (a smaller, privately owned insurer in Denmark) will help Tryg's growth initiatives and ultimately lead to higher free cash flow. This will in turn support dividend growth. Staying in the Nordics, we initiated a holding in Norwegian telecoms firm Telenor. The company has been investing heavily in its networks and operations in Norway and Asia which, once complete, should improve its balance sheet and allow it to pay an improved dividend.

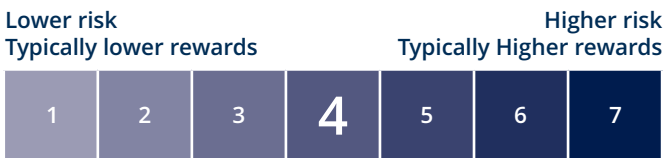
By contrast, we sold out of the position in Paddy Power Betfair, the UK-listed gambling company. It delivered disappointing results, which showed weakness in its core markets and a need to spend more on marketing to drive future growth. The potential for further earnings downgrades has increased. Elsewhere, we took profits from Australian investment management firm Challenger Limited. The government recently announced changes in the way annuities are treated, which was beneficial to Challenger's business. The stock climbed in response, meaning further upside is limited. Meanwhile, we exited Dutch lighting company Signify. It continues to struggle operationally and our conviction level has been sufficiently reduced to warrant us selling the position.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

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Global Equity Income Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation - Founder				
Change in net assets per share				
Opening net asset value per share	261.21	258.98	206.34	203.13
Return before operating charges*	14.93	5.01	55.16	5.43
Operating charges**	(1.39)	(2.78)	(2.52)	(2.22)
Return after operating charges*	13.54	2.23	52.64	3.21
Distributions	(3.15)	(4.28)	(4.91)	(4.03)
Retained distributions on accumulation share	3.15	4.28	4.91	4.03
Closing net asset value per share	274.75	261.21	258.98	206.34
* after direct transaction costs of:***	0.13	0.35	0.36	0.24
Performance +				
Return after charges	5.18%	0.86%	25.51%	1.58%
Other information				
Closing net asset value (£'000)	88,771	87,965	95,292	83,119
Closing number of shares	32,309,883	33,675,927	36,794,983	40,282,194
Operating charges****	1.04%	1.04%	1.08%	1.08%
Direct transaction costs***	0.09%	0.13%	0.15%	0.12%
Prices				
Highest share price	280.2	276.1	258.8	216.9
Lowest share price	246.3	251.9	207.1	189.6

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation - Founder				
Change in net assets per share				
Opening net asset value per share	285.10	281.47	223.29	218.83
Return before operating charges*	16.32	5.44	59.77	5.86
Operating charges**	(0.91)	(1.81)	(1.59)	(1.40)
Return after operating charges*	15.41	3.63	58.18	4.46
Distributions	(4.06)	(5.88)	(6.42)	(5.35)
Retained distributions on accumulation share	4.06	5.88	6.42	5.35
Closing net asset value per share	300.51	285.10	281.47	223.29
* after direct transaction costs of:***	0.14	0.38	0.39	0.26
Performance +				
Return after charges	5.41%	1.29%	26.06%	2.04%
Other information				
Closing net asset value (£'000)	7,690	7,718	8,176	6,541
Closing number of shares	2,559,015	2,707,210	2,904,760	2,929,398
Operating charges****	0.62%	0.62%	0.63%	0.63%
Direct transaction costs***	0.09%	0.13%	0.15%	0.12%
Prices				
Highest share price	306.4	301.2	281.5	233.7
Lowest share price	268.9	274.8	224.1	204.6

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income - Founder				
Change in net assets per share				
Opening net asset value per share	82.52	83.97	69.03	70.02
Return before operating charges*	3.52	1.68	18.18	1.86
Operating charges**	(0.44)	(0.89)	(0.83)	(0.75)
Return after operating charges*	3.08	0.79	17.35	1.11
Distributions	(1.41)	(2.24)	(2.41)	(2.10)
Closing net asset value per share	84.19	82.52	83.97	69.03
* after direct transaction costs of:***	0.04	0.11	0.12	0.08
Performance +				
Return after charges	3.73%	0.94%	25.13%	1.59%
Other information				
Closing net asset value (£'000)	885	861	811	620
Closing number of shares	1,051,153	1,043,788	965,803	898,658
Operating charges****	1.04%	1.04%	1.08%	1.08%
Direct transaction costs***	0.09%	0.13%	0.16%	0.11%
Prices				
Highest share price	87.64	88.15	84.36	74.76
Lowest share price	77.82	79.94	69.33	64.10

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Standard Life Investment Company

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Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income - Founder				
Change in net assets per share				
Opening net asset value per share	84.84	85.98	70.38	71.06
Return before operating charges*	4.82	1.69	18.55	1.91
Operating charges**	(0.27)	(0.55)	(0.49)	(0.45)
Return after operating charges*	4.55	1.14	18.06	1.46
Distributions	(1.45)	(2.28)	(2.46)	(2.14)
Closing net asset value per share	87.94	84.84	85.98	70.38
* after direct transaction costs of:***	0.04	0.12	0.12	0.08
Performance +				
Return after charges	5.36%	1.33%	25.66%	2.05%
Other information				
Closing net asset value (£'000)	250	261	624	662
Closing number of shares	284,264	307,376	726,255	940,629
Operating charges****	0.62%	0.62%	0.63%	0.63%
Direct transaction costs***	0.09%	0.13%	0.15%	0.11%
Prices				
Highest share price	90.28	90.37	86.37	75.92
Lowest share price	80.04	82.16	70.68	65.35

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	85.58	85.49	69.57	69.84
Return before operating charges*	4.86	2.27	18.36	1.85
Operating charges**	(0.02)	(0.04)	(0.04)	(0.03)
Return after operating charges*	4.84	2.23	18.32	1.82
Distributions	(1.56)	(2.14)	(2.40)	(2.09)
Closing net asset value per share	88.86	85.58	85.49	69.57
* after direct transaction costs of:***	0.04	0.11	0.12	0.08
Performance +				
Return after charges	5.66%	2.61%	26.33%	2.61%
Other information				
Closing net asset value (£'000)	2	2	14,756	12,007
Closing number of shares	2,000	2,000	17,260,431	17,260,431
Operating charges****	0.04%	0.04%	0.05%	0.05%
Direct transaction costs***	0.09%	0.13%	0.15%	0.11%
Prices				
Highest share price	91.19	90.43	85.89	74.66
Lowest share price	80.74	83.75	69.87	64.56

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	86.00	83.59	66.72	65.06
Return before operating charges*	4.92	2.52	16.97	1.75
Operating charges**	(0.05)	(0.11)	(0.10)	(0.09)
Return after operating charges*	4.87	2.41	16.87	1.66
Distributions	(1.44)	(2.21)	(1.85)	(1.92)
Retained distributions on accumulation share	1.44	2.21	1.85	1.92
Closing net asset value per share	90.87	86.00	83.59	66.72
* after direct transaction costs of:***	0.04	0.11	0.12	0.08
Performance +				
Return after charges	5.66%	2.88%	25.28%	2.55%
Other information				
Closing net asset value (£'000)	360	400	379	242
Closing number of shares	396,585	465,580	453,131	362,224
Operating charges****	0.12%	0.12%	0.13%	0.13%
Direct transaction costs***	0.09%	0.13%	0.16%	0.12%
Prices				
Highest share price	92.62	90.78	84.46	69.53
Lowest share price	81.15	82.75	66.97	60.99

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	97.12	96.58	77.19	76.41
Return before operating charges*	5.55	1.87	20.57	2.04
Operating charges**	(0.66)	(1.33)	(1.18)	(1.26)
Return after operating charges*	4.89	0.54	19.39	0.78
Distributions	(1.02)	(1.30)	(1.57)	(1.09)
Retained distributions on accumulation share	1.02	1.30	1.57	1.09
Closing net asset value per share	102.01	97.12	96.58	77.19
* after direct transaction costs of:***	0.05	0.13	0.13	0.09
Performance +				
Return after charges	5.04%	0.56%	25.12%	1.02%
Other information				
Closing net asset value (£'000)	8,935	9,443	10,461	7,730
Closing number of shares	8,759,835	9,721,951	10,831,093	10,014,192
Operating charges****	1.34%	1.34%	1.35%	1.63%
Direct transaction costs***	0.09%	0.13%	0.15%	0.12%
Prices				
Highest share price	104.1	102.7	96.51	81.52
Lowest share price	91.57	93.67	77.48	71.11

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	101.31	100.28	79.75	78.35
Return before operating charges*	5.79	1.93	21.32	2.10
Operating charges**	(0.45)	(0.90)	(0.79)	(0.70)
Return after operating charges*	5.34	1.03	20.53	1.40
Distributions	(1.31)	(1.84)	(2.07)	(1.71)
Retained distributions on accumulation share	1.31	1.84	2.07	1.71
Closing net asset value per share	106.65	101.31	100.28	79.75
* after direct transaction costs of:***	0.05	0.14	0.14	0.09
Performance +				
Return after charges	5.27%	1.03%	25.74%	1.79%
Other information				
Closing net asset value (£'000)	5,679	7,143	5,080	2,614
Closing number of shares	5,324,445	7,050,840	5,065,519	3,277,574
Operating charges****	0.87%	0.87%	0.88%	0.88%
Direct transaction costs***	0.09%	0.13%	0.15%	0.11%
Prices				
Highest share price	108.8	107.1	100.2	83.67
Lowest share price	95.55	97.68	80.05	73.19

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	80.21	81.87	67.50	68.85
Return before operating charges*	3.42	1.61	17.73	1.83
Operating charges**	(0.55)	(1.12)	(1.01)	(1.12)
Return after operating charges*	2.87	0.49	16.72	0.71
Distributions	(1.37)	(2.15)	(2.35)	(2.06)
Closing net asset value per share	81.71	80.21	81.87	67.50
* after direct transaction costs of:***	0.04	0.11	0.12	0.08
Performance +				
Return after charges	3.58%	0.60%	24.77%	1.03%
Other information				
Closing net asset value (£'000)	364	325	719	567
Closing number of shares	445,534	405,525	878,112	839,443
Operating charges****	1.34%	1.34%	1.35%	1.63%
Direct transaction costs***	0.09%	0.13%	0.16%	0.12%
Prices				
Highest share price	85.08	85.86	82.24	73.47
Lowest share price	75.63	77.69	67.79	62.70

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	83.59	84.93	69.68	70.53
Return before operating charges*	4.74	1.67	18.36	1.88
Operating charges**	(0.37)	(0.75)	(0.68)	(0.62)
Return after operating charges*	4.37	0.92	17.68	1.26
Distributions	(1.43)	(2.26)	(2.43)	(2.11)
Closing net asset value per share	86.53	83.59	84.93	69.68
* after direct transaction costs of:***	0.04	0.11	0.12	0.08
Performance +				
Return after charges	5.23%	1.08%	25.37%	1.79%
Other information				
Closing net asset value (£'000)	768	907	1,376	765
Closing number of shares	887,000	1,085,499	1,619,975	1,098,556
Operating charges****	0.87%	0.87%	0.88%	0.88%
Direct transaction costs***	0.09%	0.13%	0.15%	0.11%
Prices				
Highest share price	88.84	89.19	85.32	75.33
Lowest share price	78.84	80.97	69.98	64.70

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	99.12	98.16	78.10	76.78
Return before operating charges*	5.68	1.89	20.88	2.04
Operating charges**	(0.47)	(0.93)	(0.82)	(0.72)
Return after operating charges*	5.21	0.96	20.06	1.32
Distributions	(1.26)	(1.75)	(1.98)	(1.64)
Retained distributions on accumulation share	1.26	1.75	1.98	1.64
Closing net asset value per share	104.33	99.12	98.16	78.10
* after direct transaction costs of:***	0.05	0.13	0.14	0.09
Performance +				
Return after charges	5.26%	0.98%	25.69%	1.72%
Other information				
Closing net asset value (£'000)	20,671	24,759	23,869	13,826
Closing number of shares	19,813,769	24,977,958	24,315,599	17,701,367
Operating charges****	0.92%	0.92%	0.93%	0.93%
Direct transaction costs***	0.09%	0.13%	0.16%	0.12%
Prices				
Highest share price	106.4	104.8	98.09	81.98
Lowest share price	93.48	95.57	78.40	71.70

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Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	83.24	84.61	69.45	70.33
Return before operating charges*	4.72	1.67	18.31	1.88
Operating charges**	(0.39)	(0.79)	(0.72)	(0.65)
Return after operating charges*	4.33	0.88	17.59	1.23
Distributions	(1.42)	(2.25)	(2.43)	(2.11)
Closing net asset value per share	86.15	83.24	84.61	69.45
* after direct transaction costs of:***	0.04	0.11	0.12	0.08
Performance +				
Return after charges	5.20%	1.04%	25.33%	1.75%
Other information				
Closing net asset value (£'000)	5,563	7,065	7,356	4,575
Closing number of shares	6,457,592	8,487,064	8,694,031	6,587,762
Operating charges****	0.92%	0.92%	0.93%	0.93%
Direct transaction costs***	0.09%	0.13%	0.15%	0.11%
Prices				
Highest share price	88.46	88.85	85.00	75.12
Lowest share price	78.51	80.63	69.75	64.49

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Global Equity Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation^				
Change in net assets per share				
Opening net asset value per share	63.41	63.22	50.61	50.00++
Return before operating charges*	2.41	1.26	13.54	0.68
Operating charges**	(0.51)	(1.07)	(0.93)	(0.07)
Return after operating charges*	1.90	0.19	12.61	0.61
Distributions	(0.40)	(0.67)	(0.89)	(0.06)
Retained distributions on accumulation share	0.40	0.67	0.89	0.06
Redemption value as at 14 June 2018	(65.31)	0.00	0.00	0.00
Closing net asset value per share	0.00	63.41	63.22	50.61
* after direct transaction costs of:***	0.03	0.09	0.09	0.01
Performance +				
Return after charges	3.00%	0.30%	24.92%	1.22%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.62%	1.62%	1.63%	1.63%
Direct transaction costs***	0.09%	0.13%	0.16%	0.02%
Prices				
Highest share price	65.53	67.08	63.18	51.29
Lowest share price	59.78	61.17	50.80	46.76

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Shareclass opened on 27 January 2016.

^ Shareclass closed on 14 June 2018.

Standard Life Investment Company

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Global Equity Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Emerging Market Equities (1.86%)		775	0.55
Brazil (1.86%)		775	0.55
165,216	Banco Bradesco	775	0.55
European Equities (24.22%)		37,189	26.58
Belgium (0.00%)		798	0.57
18,564	Umicore	798	0.57
Denmark (2.73%)		2,917	2.08
78,705	Danske Bank	1,782	1.27
60,105	Tryg	1,135	0.81
Finland (3.91%)		4,954	3.54
60,000	Kesko	2,694	1.93
54,256	Kone	2,260	1.61
France (3.87%)		1,865	1.33
149,411	Orange	1,865	1.33
Germany (1.87%)		4,755	3.41
86,094	Infineon Technology	1,688	1.21
10,759	Siltronic	1,198	0.86
131,484	TUI	1,869	1.34
Ireland (1.72%)		4,457	3.19
92,000	CRH	2,348	1.68
28,437	Medtronic	2,109	1.51
Italy (1.47%)		2,033	1.45
533,270	Enel	2,033	1.45

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Netherlands (3.09%)		5,245	3.75
12,459	ASML	1,959	1.40
89,439	ASR Nederland	3,286	2.35
Norway (0.00%)		1,000	0.71
68,783	Telenor	1,000	0.71
Portugal (1.74%)		1,688	1.21
108,358	Galp Energia	1,688	1.21
Spain (0.00%)		1,526	1.09
397,743	Banco Santander	1,526	1.09
Sweden (2.56%)		2,350	1.68
131,241	Swedbank	2,350	1.68
Switzerland (1.26%)		3,601	2.57
18,713	Ferguson	1,156	0.82
10,414	Zurich	2,445	1.75
Japanese Equities (7.26%)		10,389	7.42
2,174	GLP J-REIT	1,677	1.20
381,880	JXTG Holdings	2,073	1.48
523,767	Mitsubishi UFJ Financial	2,438	1.74
15,873	Murata Manufacturing	2,113	1.51
168,462	Orix	2,088	1.49
North American Equities (46.79%)		75,031	53.62
Bermuda (1.60%)		2,340	1.67
147,221	Marvell Technology	2,340	1.67
Canada (0.24%)		2,516	1.80
56,980	Restaurant Brands International	2,516	1.80

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
United States (44.95%)		70,175	50.15
26,282	AIG	1,075	0.77
3,240	Alphabet 'A'	3,070	2.19
17,201	Altria	774	0.55
26,897	American Tower	3,085	2.20
96,877	Bank of America	2,305	1.65
15,777	Broadcom	2,659	1.90
18,749	Celanese	1,685	1.20
25,926	Chevron	2,363	1.69
80,874	Cisco Systems	2,972	2.12
84,095	CMS Energy	3,185	2.28
82,770	Coca-Cola	2,838	2.03
7,606	Constellation	1,217	0.87
27,839	CSX	1,588	1.13
47,364	DowDuPont	2,555	1.84
24,718	Eli Lilly	2,008	1.43
7,856	Equinix	2,636	1.88
28,208	First Republic Bank	2,205	1.59
24,192	Fortune Brands Home & Security	986	0.70
37,894	Johnson & Johnson	3,924	2.80
24,123	JPMorgan Chase	2,125	1.52
58,237	Kraft Heinz	2,611	1.87
15,958	McDonald's	1,991	1.42
29,157	Merck & Co	1,538	1.10
22,099	NextEra Energy	2,891	2.07
53,356	Occidental Petroleum	3,278	2.34
102,857	Pfizer	3,285	2.35
12,957	Philip Morris	776	0.55
15,205	Raytheon	2,332	1.67
16,640	United Health	3,434	2.45
66,559	Verizon Communications	2,784	1.99
Pacific Basin Equities (5.66%)		5,377	3.84
Australia (2.37%)		3,538	2.53
82,791	Aristocrat Leisure	1,453	1.04
196,910	Treasury Wine Estates	2,085	1.49

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
China (0.87%)		1,839	1.31
439,469	ANTA Sports Products	1,839	1.31
8,100,000	Tianhe Chemicals*	0	0.00
South Korea (0.87%)		-	-
Taiwan (1.55%)		-	-
UK Equities (12.67%)		10,684	7.64
Basic Materials (0.00%)		1,117	0.80
27,649	Rio Tinto	1,117	0.80
Consumer Goods (2.03%)		-	-
Financials (1.87%)		2,705	1.93
155,953	Prudential	2,705	1.93
Industrials (4.94%)		1,505	1.08
304,682	Smith (DS)	1,505	1.08
Oil & Gas (2.14%)		2,830	2.02
517,262	BP	2,830	2.02
Telecommunications (1.69%)		2,527	1.81
1,536,327	Vodafone	2,527	1.81
Total investment assets		139,445	99.65
Net other assets		493	0.35
Total Net Assets		139,938	100.00

All investments are listed on recognised stock exchanges and are approved securities within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* Suspended

Standard Life Investment Company

Interim Report & Financial Statements

Global Equity Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		5,177		6,570
Revenue	2,658		3,250	
Expenses	(706)		(784)	
Interest payable and similar charges	(1)		(1)	
Net revenue before taxation	1,951		2,465	
Taxation	(224)		(308)	
Net revenue after taxation		1,727		2,157
Total return before distributions		6,904		8,727
Distributions		(1,764)		(2,206)
Change in net assets attributable to shareholders from investment activities		5,140		6,521

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		146,850		168,900
Amounts receivable on the issue of shares	2,084		8,017	
Amounts payable on the cancellation of shares	(15,735)		(10,964)	
		(13,651)		(2,947)
Dilution adjustment		26		(3)
Change in net assets attributable to shareholders from investment activities (see above)		5,140		6,521
Retained distribution on accumulation shares		1,573		1,756
Closing net assets attributable to shareholders		139,938		174,227

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		139,445		144,586
Current assets:				
Debtors	2,683		2,259	
Cash and bank balances	158		1,940	
		2,841		4,199
Total assets		142,286		148,785
Liabilities:				
Creditors	(2,295)		(1,887)	
Bank overdrafts	0		(3)	
Distribution payable	(53)		(45)	
		(2,348)		(1,935)
Total liabilities		(2,348)		(1,935)
Net assets attributable to shareholders		139,938		146,850

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation - Founder				
Group 1	1.9687	–	1.9687*	2.0900
Group 2	0.9856	0.9831	1.9687*	2.0900
Institutional accumulation - Founder				
Group 1	2.4481	–	2.4481*	2.5738
Group 2	1.1472	1.3009	2.4481*	2.5738
Retail income - Founder				
Group 1	0.8273	–	0.8273**	0.8916
Group 2	0.1774	0.6499	0.8273**	0.8916
Institutional income - Founder				
Group 1	0.8510	–	0.8510**	0.9134
Group 2	0.2587	0.5923	0.8510**	0.9134
Standard Life income				
Group 1	0.9465	–	0.9465**	0.9089
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.8460	–	0.8460*	0.8811
Group 2	0.5307	0.3153	0.8460*	0.8811
Retail accumulation				
Group 1	0.6593	–	0.6593*	0.7053
Group 2	0.5183	0.1410	0.6593*	0.7053
Institutional accumulation				
Group 1	0.8066	–	0.8066*	0.8528
Group 2	0.2698	0.5368	0.8066*	0.8528
Retail income				
Group 1	0.8040	–	0.8040**	0.8690
Group 2	0.4338	0.3702	0.8040**	0.8690

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Institutional income				
Group 1	0.8383	–	0.8383**	0.9020
Group 2	0.3382	0.5001	0.8383**	0.9020
Platform 1 accumulation				
Group 1	0.7769	–	0.7769*	0.8222
Group 2	0.3713	0.4056	0.7769*	0.8222
Platform 1 income				
Group 1	0.8347	–	0.8347**	0.8985
Group 2	0.5144	0.3203	0.8347**	0.8985
Institutional A accumulation				
Group 1	0.3986	–	0.3986*	0.4211
Group 2	–	–	–	–

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation - Founder				
Group 1	1.1857	–	1.1857*	1.0822
Group 2	0.6286	0.5571	1.1857*	1.0822
Institutional accumulation - Founder				
Group 1	1.6107	–	1.6107*	1.4910
Group 2	0.6244	0.9863	1.6107*	1.4910
Retail income - Founder				
Group 1	0.5856	–	0.5856**	0.5675
Group 2	0.2060	0.3796	0.5856**	0.5675
Institutional income - Founder				
Group 1	0.6031	–	0.6031**	0.5778
Group 2	0.1900	0.4131	0.6031**	0.5778
Standard Life income				
Group 1	0.6115	–	0.6115**	0.5671
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.5923	–	0.5923*	0.5543
Group 2	0.3247	0.2676	0.5923*	0.5543
Retail accumulation				
Group 1	0.3635	–	0.3635*	0.3281
Group 2	0.0785	0.2850	0.3635*	0.3281
Institutional accumulation				
Group 1	0.5026	–	0.5026*	0.4706
Group 2	0.1690	0.3336	0.5026*	0.4706
Retail income				
Group 1	0.5686	–	0.5686**	0.5523
Group 2	0.2985	0.2701	0.5686**	0.5523

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Institutional income				
Group 1	0.5914	–	0.5914**	0.5726
Group 2	0.2968	0.2946	0.5914**	0.5726
Platform 1 accumulation				
Group 1	0.4798	–	0.4798*	0.4418
Group 2	0.1844	0.2954	0.4798*	0.4418
Platform 1 income				
Group 1	0.5896	–	0.5896**	0.5720
Group 2	0.2435	0.3461	0.5896**	0.5720
Institutional A accumulation^				
Group 1	–	–	–	0.1607
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

^ Share class closed on 14 June 2018

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	1st Interim Dividend Distribution	2nd Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Investment Report

Fund Information	
Fund Manager	Donal Reynolds
Launch Date	16 November 1998
Benchmark	IA Global Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in global equities and equity type investments. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund will not be restricted by index weightings, sector constraints or company size. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The nature of the portfolio affords investors a focused investment approach, with an emphasis on stock selection whilst affording proper diversification of mainly global equity exposure. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 7.30% (Platform 1 accumulation), compared with the IA Global Equity sector, which returned 11.98% (source: Morningstar, basic rate taxpayer, bid-to-bid basis).

On the downside, shares in Brazilian bank Banco Bradesco slipped despite the lack of any company-specific news. Despite positive trends of stronger consumer loan growth and improving credit costs, this has been overshadowed by recent uncertainty of social unrest – in particular the truck strike and the government elections. Nonetheless, we continue to believe Bradesco will benefit from falling credit costs and an improving economy brought about by structural reforms. We retain confidence in the stock. Another underperformer was Japanese commodity and electronic materials company, Mitsui Mining & Smelting. There was a significant downgrade to its forecast earnings after it announced its disappointing results. It suffered from a combination of a revaluation of its inventories, in the wake of falling commodity prices, and a big drop in expected demand for high-end smart phones. Our investment thesis is based on the company's ability to supply phone manufacturers outside its primary customer, Apple.

Performance was also held back by holdings in Knight-Swift Transportation and Ryanair. Not owning Apple also hit the Fund.

A positive for the Sub-fund was US railroad operator CSX Corporation. It performed well after its Q2 earnings results provided further evidence that the company continued to execute successfully its improvement programme, with margins substantially higher in the last 12-18 months. Another to perform well was Boston Scientific. Our thesis for the medical device manufacturer is it will exceed growth expectations given its full pipeline of promising new products that are about to come on stream. Others that had a positive effect on performance included Shire Pharmaceutical (now sold), MasterCard and UnitedHealth.

Investment Activity

We bought shares in US defence contractor Raytheon. We believe that the valuation underestimates the sustainability of its earnings growth. The backdrop is the increasingly unpredictable geopolitical environment. Given this, there is scope for an increase in US military expenditure as both sides of the political divide in the US are broadly supportive of an increase to the defence budget. This should heighten the chances of Raytheon winning more military contracts. We also purchased shares in Equinix, TechnipFMC and Shenzhou International.

On the other side of the ledger, we exited holding in Scandinavian financial services Nordea. This was because the prolonged revenue pressures weighing down on the company were more severe than we had previously thought. We believe there are better opportunities elsewhere. The position in Danish jewellery maker Pandora was closed. The company has experienced a slowdown in the crucial Chinese market. We also sold shares in Celgene, Comcast and Glanbia.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund’s share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund’s objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	129.12	125.60	101.19	101.81
Return before operating charges*	8.37	5.33	25.98	1.14
Operating charges**	(0.92)	(1.81)	(1.57)	(1.76)
Return after operating charges*	7.45	3.52	24.41	(0.62)
Distributions	0.00	(0.07)	(0.02)	0.00
Retained distributions on accumulation share	0.00	0.07	0.02	0.00
Closing net asset value per share	136.57	129.12	125.60	101.19
* after direct transaction costs of:***	0.11	0.25	0.21	0.21
Performance +				
Return after charges	5.77%	2.80%	24.12%	-0.61%
Other information				
Closing net asset value (£'000)	17,467	21,234	26,232	21,469
Closing number of shares	12,789,945	16,445,186	20,885,808	21,216,138
Operating charges****	1.38%	1.38%	1.38%	1.72%
Direct transaction costs***	0.17%	0.19%	0.18%	0.21%
Prices				
Highest share price	139.0	136.6	125.5	108.9
Lowest share price	122.8	122.2	101.3	91.48

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.60% to 1.35% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	146.04	141.40	113.36	113.14
Return before operating charges*	9.47	5.99	29.21	1.27
Operating charges**	(0.69)	(1.35)	(1.17)	(1.05)
Return after operating charges*	8.78	4.64	28.04	0.22
Distributions	0.00	(0.77)	(0.51)	(0.45)
Retained distributions on accumulation share	0.00	0.77	0.51	0.45
Closing net asset value per share	154.82	146.04	141.40	113.36
* after direct transaction costs of:***	0.13	0.29	0.23	0.23
Performance +				
Return after charges	6.01%	3.28%	24.74%	0.19%
Other information				
Closing net asset value (£'000)	26,673	35,225	43,192	38,100
Closing number of shares	17,227,983	24,119,704	30,546,058	33,610,097
Operating charges****	0.91%	0.91%	0.91%	0.92%
Direct transaction costs***	0.17%	0.19%	0.18%	0.20%
Prices				
Highest share price	157.5	154.4	141.4	121.5
Lowest share price	139.0	137.7	113.5	102.4

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	64.94	63.20	50.92	50.00
Return before operating charges*	4.20	2.69	13.08	1.36
Operating charges**	(0.46)	(0.91)	(0.79)	(0.44)
Return after operating charges*	3.74	1.78	12.29	0.92
Distributions	0.00	(0.04)	(0.01)	0.00
Closing net asset value per share	68.68	64.94	63.20	50.92
* after direct transaction costs of:***	0.06	0.13	0.11	0.05
Performance +				
Return after charges	5.76%	2.82%	24.14%	1.84%
Other information				
Closing net asset value (£'000)	1,111	1,169	998	522
Closing number of shares	1,618,232	1,800,393	1,578,522	1,025,620
Operating charges****	1.38%	1.38%	1.38%	1.72%
Direct transaction costs***	0.17%	0.19%	0.19%	0.10%
Prices				
Highest share price	69.89	68.75	63.20	54.64
Lowest share price	61.77	61.50	50.95	46.03

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.60% to 1.35% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	125.18	120.23	95.62	94.67
Return before operating charges*	8.14	5.09	24.73	1.06
Operating charges**	(0.07)	(0.14)	(0.12)	(0.11)
Return after operating charges*	8.07	4.95	24.61	0.95
Distributions	0.00	(1.67)	(1.29)	(1.14)
Retained distributions on accumulation share	0.00	1.67	1.29	1.14
Closing net asset value per share	133.25	125.18	120.23	95.62
* after direct transaction costs of:***	0.11	0.25	0.20	0.19
Performance +				
Return after charges	6.45%	4.12%	25.74%	1.00%
Other information				
Closing net asset value (£'000)	4,474	4,353	4,598	2,775
Closing number of shares	3,357,207	3,477,046	3,824,593	2,902,285
Operating charges****	0.11%	0.11%	0.11%	0.12%
Direct transaction costs***	0.17%	0.19%	0.18%	0.20%
Prices				
Highest share price	135.5	132.2	120.2	102.3
Lowest share price	119.2	117.2	95.71	86.19

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	130.39	125.73	100.39	99.80
Return before operating charges*	8.47	5.33	25.92	1.11
Operating charges**	(0.35)	(0.67)	(0.58)	(0.52)
Return after operating charges*	8.12	4.66	25.34	0.59
Distributions	0.00	(1.22)	(0.90)	(0.80)
Retained distributions on accumulation share	0.00	1.22	0.90	0.80
Closing net asset value per share	138.51	130.39	125.73	100.39
* after direct transaction costs of:***	0.11	0.26	0.21	0.20
Performance +				
Return after charges	6.23%	3.71%	25.24%	0.59%
Other information				
Closing net asset value (£'000)	81,791	93,641	107,010	74,092
Closing number of shares	59,050,186	71,817,992	85,108,939	73,803,761
Operating charges****	0.51%	0.51%	0.51%	0.52%
Direct transaction costs***	0.17%	0.19%	0.19%	0.20%
Prices				
Highest share price	140.9	137.8	125.7	107.5
Lowest share price	124.1	122.5	100.5	90.68

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	106.04	102.76	82.47	82.39
Return before operating charges*	6.88	4.37	21.23	0.92
Operating charges**	(0.56)	(1.09)	(0.94)	(0.84)
Return after operating charges*	6.32	3.28	20.29	0.08
Distributions	0.00	(0.46)	(0.28)	(0.24)
Retained distributions on accumulation share	0.00	0.46	0.28	0.24
Closing net asset value per share	112.36	106.04	102.76	82.47
* after direct transaction costs of:***	0.09	0.21	0.17	0.17
Performance +				
Return after charges	5.96%	3.19%	24.60%	0.10%
Other information				
Closing net asset value (£'000)	49,615	59,414	68,168	63,244
Closing number of shares	44,158,491	56,032,293	66,333,207	76,691,451
Operating charges****	1.01%	1.01%	1.01%	1.02%
Direct transaction costs***	0.17%	0.19%	0.18%	0.20%
Prices				
Highest share price	114.3	112.1	102.8	88.38
Lowest share price	100.9	100.1	82.53	74.52

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	65.06	62.96	50.45	50.00
Return before operating charges*	4.22	2.67	13.00	0.89
Operating charges**	(0.29)	(0.57)	(0.49)	(0.44)
Return after operating charges*	3.93	2.10	12.51	0.45
Distributions	0.00	(0.38)	(0.25)	0.00
Retained distributions on accumulation share	0.00	0.38	0.25	0.00
Closing net asset value per share	68.99	65.06	62.96	50.45
* after direct transaction costs of:***	0.06	0.13	0.11	0.10
Performance +				
Return after charges	6.04%	3.34%	24.80%	0.90%
Other information				
Closing net asset value (£'000)	4,854	13,585	14,012	7,111
Closing number of shares	7,035,716	20,880,448	22,256,548	14,095,434
Operating charges****	0.86%	0.86%	0.86%	0.87%
Direct transaction costs***	0.17%	0.19%	0.19%	0.20%
Prices				
Highest share price	70.18	68.79	62.96	54.05
Lowest share price	61.91	61.31	50.49	45.58

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation^				
Change in net assets per share				
Opening net asset value per share	63.55	62.00	50.09	50.00++
Return before operating charges*	3.26	2.67	12.87	0.16
Operating charges**	(0.31)	(1.12)	(0.96)	(0.07)
Return after operating charges*	2.95	1.55	11.91	0.09
Distributions	0.00	0.00	(0.01)	0.00
Retained distributions on accumulation share	0.00	0.00	0.01	0.00
Redemption value as at 14 June 2018	(66.50)	0.00	0.00	0.00
Closing net asset value per share	0.00	63.55	62.00	50.09
* after direct transaction costs of:***	0.03	0.13	0.10	0.01
Performance +				
Return after charges	4.64%	2.50%	23.78%	0.18%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.71%	1.71%	1.71%	1.72%
Direct transaction costs***	0.17%	0.19%	0.18%	0.02%
Prices				
Highest share price	67.03	67.30	62.00	50.84
Lowest share price	60.43	60.32	50.12	45.28

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Share class launched on 25 January 2016.

^ Share class closed on 14 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Emerging Market Equities (1.95%)		3,403	1.83
Brazil (1.95%)		3,403	1.83
725,701	Banco Bradesco	3,403	1.83
European Equities (35.43%)		43,968	23.64
Belgium (1.25%)		3,478	1.87
80,883	Umicore	3,478	1.87
Denmark (2.66%)		-	-
Finland (1.92%)		4,340	2.33
104,175	Kone	4,340	2.33
France (4.35%)		8,530	4.59
161,786	Orange	2,019	1.09
35,665	ORPEA	3,718	2.00
33,675	Ubisoft Entertainment	2,793	1.50
Germany (5.40%)		4,099	2.20
102,680	Scout24	4,099	2.20
Ireland (9.25%)		3,651	1.96
142,940	CRH	3,651	1.96
Italy (2.56%)		5,128	2.76
257,814	Prysmian	5,128	2.76
Netherlands (2.82%)		10,620	5.71
26,530	ASML	4,171	2.24
175,527	ASR Nederland	6,449	3.47
Sweden (2.78%)		-	-

Standard Life Investment Company Interim Report & Financial Statements

Global Equity Unconstrained Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Switzerland (2.44%)		4,122	2.22
66,705	Ferguson	4,122	2.22
Japanese Equities (4.35%)		8,710	4.68
1,085,761	JXTG Holdings	5,894	3.17
127,430	Mitsui Mining & Smelting	2,816	1.51
North America Equities (49.03%)		103,150	55.46
Bermuda (2.39%)		6,802	3.66
427,899	Marvell Technology	6,802	3.66
Canada (2.03%)		3,670	1.97
83,115	Restaurant Brands International	3,670	1.97
United States (44.61%)		92,678	49.83
6,508	Alphabet 'C'	6,100	3.28
57,444	American Tower	6,589	3.54
74,580	Baxter International	4,267	2.29
189,745	Boston Scientific	5,190	2.79
33,338	Broadcom	5,618	3.02
57,918	Celanese	5,206	2.80
93,528	Citigroup	5,124	2.75
83,656	CSX	4,772	2.56
31,313	Electronic Arts	2,732	1.47
19,161	Equinix	6,429	3.46
49,251	First Republic Bank	3,850	2.07
97,808	Kraft Heinz	4,385	2.36
24,174	Martin Marietta Materials	3,696	1.99
33,298	Mastercard	5,518	2.97
44,169	NextEra Energy	5,778	3.11
29,193	Raytheon	4,477	2.41
31,980	United Health	6,600	3.55
16,668	Vertex Pharmaceuticals	2,365	1.27
53,384	Worldpay	3,982	2.14

Standard Life Investment Company

Interim Report & Financial Statements

Global Equity Unconstrained Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Pacific Basin Equities (5.15%)		20,582	11.06
Australia (2.69%)		6,145	3.30
580,373	Treasury Wine Estates	6,145	3.30
China (0.43%)		14,437	7.76
982,000	Anta Sports Products	4,110	2.21
166,485	Ctrip.com ADR	5,015	2.70
526,642	Shenzhou	5,312	2.85
23,966,000	Tianhe Chemicals*	0	0.00
Hong Kong (0.00%)		0	0.00
1,055,400	China Metal Recycling**	0	0.00
South Korea (2.03%)		-	-
UK Equities (4.61%)		3,881	2.09
Financials (2.54%)		3,881	2.09
223,761	Prudential	3,881	2.09
Health Care (2.07%)		-	-
Collective Investment Schemes (0.97%)		4,344	2.34
4,343,628	Standard Life CNAV Sterling Liquidity Fund	4,344	2.34
Total investment assets and liabilities		188,038	101.10
Net other liabilities		(2,053)	(1.10)
Total Net Assets		185,985	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* Suspended

** Delisted.

Standard Life Investment Company

Interim Report & Financial Statements

Global Equity Unconstrained Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		9,276		16,381
Revenue	2,601		2,306	
Expenses	(801)		(1,081)	
Interest payable and similar charges	(1)		(1)	
Net revenue before taxation	1,799		1,224	
Taxation	(186)		160	
Net revenue after taxation		1,613		1,384
Change in net assets attributable to shareholders from investment activities		10,889		17,765

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		228,622		264,210
Amounts receivable on the issue of shares	3,750		16,539	
Amounts payable on the cancellation of shares	(57,402)		(27,813)	
		(53,652)		(11,274)
Dilution adjustment		126		27
Change in net assets attributable to shareholders from investment activities (see above)		10,889		17,765
Closing net assets attributable to shareholders		185,985		270,728

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

Global Equity Unconstrained Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		188,038		232,019
Current assets:				
Debtors	2,958		10,892	
Cash and bank balances	1,975		5	
		4,933		10,897
Total assets		192,971		242,916
Liabilities:				
Creditors	(6,986)		(14,290)	
Bank overdrafts	0		(3)	
Distribution payable	0		(1)	
		(6,986)		(14,294)
Total liabilities		(6,986)		(14,294)
Net assets attributable to shareholders		185,985		228,622

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Investment Report

Fund Information	
Fund Manager	Alan Rowsell
Launch Date	19 January 2012
Benchmark	IA Global Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mainly in global smaller company equities (excluding Investment Trusts) and equity type investments. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of mainly smaller companies from global equity markets. The focused nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of this area of global equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 19.17% (Platform 1 accumulation), compared with the IA Global Sector, which returned 7.95% (source: Morningstar, basic rate taxpayer, bid-to-bid basis).

Grubhub performed well on the back of excellent results, as an increasing number of diners are attracted to its online food ordering and delivery platform in the US. The number of active diners rose 70% to 15.6 million, which helped to drive revenues up 51% and earnings-per-share up 104%. We see lots more growth ahead as this trend continues. Abiomed is a US company that has developed breakthrough technology in the field of heart pumps for people with chronic conditions. It posted strong results, as adoption of the technology among heart surgeons accelerated, both in its core US market and internationally. Additional highlights included Monotaro, Paylocity and HMS Holdings.

On the downside, Japan Lifeline underperformed. The company specialises in the manufacturing and distribution of cardiovascular

medical devices for people with heart problems. Its shares fell due to below-forecast pacemaker sales, combined with the launch of a competing product in drug-eluting stents. Nonetheless, we still see good long-term prospects for the group and it remains in the portfolio. LKQ, the US auto parts distributor, also hurt relative returns. Bad winter weather in Europe and the US led to fewer cars on the road and logistical difficulties for the company. LKQ also had software problems at a new distribution centre, which impacted sales. However, we believe these issues are transitory and we have held onto our position. Holdings in Jungheinrich, Disco and Sunny Optical also disappointed.

Investment Activity

Turning to recent activity, we started a new position in Rotork, a UK manufacturer that is the market leader in actuators for flow control industries such as oil & gas, power generation, water & sewage and mining. End markets are improving, with orders strengthening, while the company is also focused on lifting its margins. We bought Dentium, a Korean dental implants company. It is gaining market share thanks to its strong relationships with dentists and a high-quality, competitively priced product offering. We also initiated a position in TCI, Taiwan's largest manufacturer of supplements for health foods, sports drinks and skincare products. It supplies patented formulations to multiple brands, supported by a well-resourced R&D function and a library of 200 patents.

We removed Hain Celestial from the Fund. This is the US natural/organic food manufacturer that has seen disappointing sales in recent quarters. While it has several strong brands that continue to deliver good sales growth, it has also had problems with certain brands that have required additional investment to turn them around. This has lowered our expectation for the earnings potential of the business, so we sold our position. We also exited Cantel Medical, a US medical sterilization company, after it posted disappointing results that confirmed a sharp slowdown in organic growth. This suggested the company was suffering from heightened competition.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund’s share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund’s objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	128.93	107.54	79.45	75.07
Return before operating charges*	26.03	23.17	29.48	5.79
Operating charges**	(1.04)	(1.78)	(1.39)	(1.41)
Return after operating charges*	24.99	21.39	28.09	4.38
Closing net asset value per share	153.92	128.93	107.54	79.45
* after direct transaction costs of:***	0.08	0.15	0.09	0.14
Performance +				
Return after charges	19.38%	19.89%	19.89%	5.83%
Other information				
Closing net asset value (£'000)	225,685	145,052	105,843	77,633
Closing number of shares	146,629,190	112,501,094	98,418,296	97,709,121
Operating charges****	1.47%	1.47%	1.48%	1.81%
Direct transaction costs***	0.11%	0.13%	0.10%	0.18%
Prices				
Highest share price	153.8	131.8	108.2	82.53
Lowest share price	126.4	105.6	79.45	71.91
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.70% to 1.45% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p>				

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	135.00	112.02	82.30	77.10
Return before operating charges*	27.29	24.19	30.65	5.98
Operating charges**	(0.71)	(1.21)	(0.93)	(0.78)
Return after operating charges*	26.58	22.98	29.72	5.20
Distributions	0.00	0.00	(0.13)	(0.03)
Retained distributions on accumulation share	0.00	0.00	0.13	0.03
Closing net asset value per share	161.58	135.00	112.02	82.30
* after direct transaction costs of:***	0.08	0.16	0.10	0.14
Performance +				
Return after charges	19.69%	20.51%	36.11%	6.74%
Other information				
Closing net asset value (£'000)	283,431	173,783	96,400	54,817
Closing number of shares	175,416,569	128,729,440	86,059,286	66,603,122
Operating charges****	0.95%	0.95%	0.96%	0.96%
Direct transaction costs***	0.11%	0.13%	0.10%	0.17%
Prices				
Highest share price	161.4	137.9	112.7	84.86
Lowest share price	132.4	110.1	82.30	74.16

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	142.37	117.14	85.34	79.27
Return before operating charges*	28.84	25.37	31.91	6.16
Operating charges**	(0.08)	(0.14)	(0.11)	(0.09)
Return after operating charges*	28.76	25.23	31.80	6.07
Distributions	0.00	(1.06)	(1.00)	(0.74)
Retained distributions on accumulation share	0.00	1.06	1.00	0.74
Closing net asset value per share	171.13	142.37	117.14	85.34
* after direct transaction costs of:***	0.08	0.17	0.10	0.15
Performance +				
Return after charges	20.20%	21.54%	37.26%	7.66%
Other information				
Closing net asset value (£'000)	88,859	49,909	23,863	10,305
Closing number of shares	51,924,894	35,055,625	20,371,898	12,075,210
Operating charges****	0.10%	0.10%	0.11%	0.11%
Direct transaction costs***	0.11%	0.13%	0.10%	0.18%
Prices				
Highest share price	170.9	145.3	117.8	87.33
Lowest share price	139.7	115.3	85.34	76.56

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	129.83	107.84	79.31	74.37
Return before operating charges*	26.23	23.27	29.52	5.77
Operating charges**	(0.75)	(1.28)	(0.99)	(0.83)
Return after operating charges*	25.48	21.99	28.53	4.94
Distributions	0.00	0.00	(0.03)	0.00
Retained distributions on accumulation share	0.00	0.00	0.03	0.00
Closing net asset value per share	155.31	129.83	107.84	79.31
* after direct transaction costs of:***	0.08	0.15	0.09	0.14
Performance +				
Return after charges	19.63%	20.39%	35.97%	6.64%
Other information				
Closing net asset value (£'000)	310,723	163,376	88,789	35,368
Closing number of shares	200,070,057	125,842,301	82,337,004	44,591,353
Operating charges****	1.05%	1.05%	1.06%	1.06%
Direct transaction costs***	0.11%	0.13%	0.10%	0.18%
Prices				
Highest share price	155.1	132.7	108.5	81.84
Lowest share price	127.3	106.0	79.31	71.50

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	99.18	82.16	60.27	56.36
Return before operating charges*	20.06	17.75	22.45	4.38
Operating charges**	(0.43)	(0.73)	(0.56)	(0.47)
Return after operating charges*	19.63	17.02	21.89	3.91
Distributions	0.00	(0.12)	(0.22)	(0.13)
Retained distributions on accumulation share	0.00	0.12	0.22	0.13
Closing net asset value per share	118.81	99.18	82.16	60.27
* after direct transaction costs of:***	0.06	0.12	0.07	0.10
Performance +				
Return after charges	19.79%	20.72%	36.32%	6.94%
Other information				
Closing net asset value (£'000)	546,996	312,360	159,682	77,384
Closing number of shares	460,389,597	314,935,186	194,358,447	128,406,109
Operating charges****	0.78%	0.78%	0.79%	0.79%
Direct transaction costs***	0.11%	0.13%	0.10%	0.17%
Prices				
Highest share price	118.7	101.3	82.63	62.04
Lowest share price	97.25	80.77	60.27	54.26

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation[^]				
Change in net assets per share				
Opening net asset value per share	84.35	70.54	52.27	50.00 ⁺⁺
Return before operating charges [*]	11.85	15.22	19.38	2.35
Operating charges ^{**}	0.00	(1.41)	(1.11)	(0.08)
Return after operating charges [*]	11.85	13.81	18.27	2.27
Redemption value as at 14 June 2018	(96.20)	0.00	0.00	0.00
Closing net asset value per share	0.00	84.35	70.54	52.27
* after direct transaction costs of: ^{***}	0.03	0.10	0.06	0.01
Performance +				
Return after charges	14.05%	19.58%	34.95%	4.54%
Other information				
Closing net asset value (£'000)	–	2	2	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges ^{****}	1.80%	1.80%	1.81%	1.81%
Direct transaction costs ^{***}	0.11%	0.13%	0.10%	0.01%
Prices				
Highest share price	96.20	86.27	70.97	52.74
Lowest share price	82.65	69.27	52.27	48.02

^{**} The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

^{***} The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

^{****} The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

⁺⁺ Share class launched on 25 January 2016.

[^] Share class closed on 14 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
European Equities (19.60%)		218,914	15.04
France (2.09%)		38,776	2.67
263,167	Teleperformance	38,776	2.67
Germany (6.31%)		90,387	6.21
408,356	Grenke	37,834	2.60
770,769	Jungheinrich	21,361	1.47
247,825	Nemetschek	31,192	2.14
Ireland (1.16%)		12,317	0.85
9,148,707	Hibernia REIT	12,317	0.85
Italy (8.12%)		52,249	3.58
1,482,990	DoBank	12,399	0.85
2,573,190	FinecoBank	23,634	1.62
678,464	Interpump	16,216	1.11
Netherlands (1.62%)		11,668	0.80
1,139,349	Wessanen	11,668	0.80
Spain (0.00%)		13,517	0.93
571,113	CIE Automotive	13,517	0.93
Sweden (0.30%)		-	-
Japanese Equities (11.95%)		128,736	8.84
110,000	Disco	15,166	1.04
381,718	GMO Payment Gateway	34,988	2.40
1,131,639	Japan Lifeline	16,685	1.15
718,633	MonotaRO	31,413	2.16
821,204	Pigeon	30,484	2.09

Standard Life Investment Company

Interim Report & Financial Statements

Global Smaller Companies Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
North American Equities (39.61%)		646,396	44.40
United States (39.61%)		646,396	44.40
108,187	ABIOMED	33,836	2.32
808,974	Alarm.com	35,010	2.40
111,703	Align Technology	33,214	2.28
514,592	Aspen Technology	45,673	3.14
211,788	Balchem	18,012	1.24
669,837	Cognex	27,726	1.90
1,641,976	Evolent Health	32,214	2.21
1,633,968	Forum Energy Technologies	15,023	1.03
430,989	GrubHub	47,786	3.28
563,140	HEICO	39,293	2.70
1,385,725	HMS	34,159	2.35
737,251	LKQ	19,581	1.34
122,694	MarketAxess Holdings	17,919	1.23
469,686	MAXIMUS	24,031	1.65
561,476	Paylocity	34,300	2.36
850,360	ServiceMaster	39,425	2.71
1,653,410	Superior Energy Services	11,436	0.79
459,482	Texas Capital Bank	31,392	2.16
162,976	Visteon	13,841	0.95
399,527	Wabtec	33,290	2.29
627,654	Wageworks	25,811	1.77
490,604	Wintrust	33,424	2.30
Pacific Basin Equities (10.58%)		203,531	13.98
Australia (2.04%)		28,346	1.95
5,769,381	ALS	28,346	1.95
China (7.07%)		114,427	7.86
421,076	51job	25,046	1.72
364,820	Noah Holdings	13,197	0.91
3,881,971	Shenzhou	39,156	2.69
2,027,005	Sunny Optical Technology	19,810	1.36
14,211,166	Xiabu Xiabu	17,218	1.18

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
South Korea (0.00%)		18,182	1.25
281,051	Dentium	18,182	1.25
Taiwan (1.47%)		42,576	2.92
2,101,009	TCI	29,419	2.02
1,002,394	Voltronic Power Technology	13,157	0.90
UK Equities (13.27%)		180,892	12.43
Consumer Goods (5.12%)		78,864	5.42
1,117,288	Fever Tree Drinks	41,586	2.86
7,341,113	JD Sports	37,278	2.56
Consumer Services (4.28%)		38,752	2.66
1,934,081	CVS	17,668	1.21
7,247,935	Domino's Pizza	21,084	1.45
Industrials (2.02%)		40,315	2.77
5,225,696	Rotork	17,658	1.21
4,877,734	RWS	22,657	1.56
Technology (1.85%)		22,961	1.58
3,673,769	GB	22,961	1.58
Collective Investment Schemes (3.14%)		55,419	3.81
55,418,998	Standard Life CNAV Sterling Liquidity Fund	55,419	3.81
Total investment assets		1,433,888	98.50
Net other assets		21,806	1.50
Total Net Assets		1,455,694	100.00

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company

Interim Report & Financial Statements

Global Smaller Companies Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		200,867		86,285
Revenue	6,156		3,843	
Expenses	(5,267)		(2,678)	
Interest payable and similar charges	(10)		(3)	
Net revenue before taxation	879		1,162	
Taxation	(366)		182	
Net revenue after taxation		513		1,344
Change in net assets attributable to shareholders from investment activities		201,380		87,629

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		844,482		474,579
Amounts receivable on the issue of shares	416,010		103,312	
Amounts payable on the cancellation of shares	(7,492)		(12,392)	
		408,518		90,920
Dilution adjustment		1,314		343
Change in net assets attributable to shareholders from investment activities (see above)		201,380		87,629
Closing net assets attributable to shareholders		1,455,694		653,471

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

Global Smaller Companies Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		1,433,888		828,868
Current assets:				
Debtors	9,740		7,204	
Cash and bank balances	14,048		9,959	
		23,788		17,163
Total assets		1,457,676		846,031
Liabilities:				
Creditors	(1,982)		(1,549)	
		(1,982)		(1,549)
Total liabilities		(1,982)		(1,549)
Net assets attributable to shareholders		1,455,694		844,482

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Investment Report

Fund Information	
Fund Manager	Fraser Duff
Launch Date	7 February 2000
Benchmark	BofA ML Eur/GBP Fixed & Floating Non Fin High Yd 3% Const Index (hedged to GBP)

Investment Objective

The objective of the Sub-fund is to provide a high level of income. Capital appreciation is of secondary importance.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in Sterling and Euro denominated high yielding corporate bonds to give a significantly higher income than that generally available on UK Government bonds. The Sub-fund may also invest in Government and public securities and other interest bearing securities anywhere in the world as well as other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential to achieve a high level of income through exposure to a portfolio of mainly high yielding corporate bonds. The nature of the portfolio affords investors a focused investment approach, whilst affording proper diversification of mainly high yield corporate bond exposure, with an emphasis on individual credit analysis. Due to the volatile nature of the assets held and the corresponding risk of default, the investor must be able to accept significant temporary losses to their capital and the possibility of fluctuations in the income level, and should therefore have an investment time horizon of at least 5 years.

Performance

The Higher Income Fund returned 1.22% during the period, in comparison with the benchmark index (Bank of America EUR/GBP Fixed & Floating Non-Fin High Yield 3% Const. Index hedged to GBP) which returned 0.53%. Please note the Sub-fund return is net of charges, while the index return is gross. (Sub-fund return source: Morningstar, basic rate taxpayer, bid-to-bid basis, and index return source: Factset).

By far the top performer for the Sub-fund was its zero exposure to benchmark constituent Rallye, the owner of French grocery retailer Casino, whose bonds collapsed during the period after investors, including shorting specialist hedge fund, Muddy Waters Capital, raised probing questions about the company's complicated financial arrangements and worrying debt levels. The Sub-fund also benefitted from its underweight exposure to Spanish telecoms giant Telefonica, which came under pressure owing to its sizeable exposure to the Argentinian telecoms market. Also featuring among the leading contributors was the Sub-fund's high conviction

position in Arqiva Group, a company whose main business is managing and owning radio and television sites across the UK.

On the negative side, the Sub-fund's single biggest relative return detractor over the six-month period was its underweight position in the strong performing Hong Kong-based conglomerate CK Hutchison. The Sub-fund's zero-weighting in UK fashion retailer New Look also detracted from returns over the period, as did an off-benchmark position in Bank of New York Mellon, one of the world's leading custody banks.

Investment Activity

The increased market volatility and risk aversion had a noticeable impact on the new issue market in latter months. A handful of deals were pulled either due to lack of investor appetite or because the required pricing was beyond the company's expectations. Towards the end of the period, the deals that did arrive frequently came with a sizeable new issue discount and this led also to a re-pricing of the existing company's bonds and/or similar bonds in the same sector. We felt a number of new issues provided attractive opportunities to reinvest cash, including in two Netherlands-based companies, OCI NV (a natural gas-based fertiliser producer) and InterXion (a data centre operator), as well as Spain's Cirsa (casinos).

Through more recent months in the secondary market, we have sought to exploit some weaknesses and re-align in those areas which could be susceptible to either duration-led weakness or market re-pricing in the new issues market. On occasion, market conditions have provided opportunities to enter into some new positions in existing issuers at more attractive valuations. For example, we added off-benchmark exposure to US retail drugstore company Rite Aid and Latin American telecoms giant America Movil. On the sell side, we sold our entire position in the senior secured bonds of packaging company Ardagh. As we became increasingly concerned about certain low-yielding hybrid bonds, we sold the bonds of KPN and Telefonica. We also further reduced exposure to subordinated bank financial bonds.

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Investment Report

(Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	132.22	128.17	113.23	117.03
Return before operating charges*	2.02	5.40	17.00	(1.44)
Operating charges**	(0.69)	(1.35)	(1.25)	(1.30)
Return after operating charges*	1.33	4.05	15.75	(2.74)
Distributions	(1.87)	(4.03)	(5.19)	(5.28)
Retained distributions on accumulation share	1.87	4.03	4.38	4.22
Closing net asset value per share	133.55	132.22	128.17	113.23
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.00%	3.16%	13.91%	-2.34%
Other information				
Closing net asset value (£'000)	97,317	101,617	111,071	112,174
Closing number of shares	72,871,848	76,854,653	86,659,908	99,064,656
Operating charges****	1.03%	1.03%	1.02%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	134.1	133.7	128.1	118.5
Lowest share price	131.9	128.1	113.6	116.1

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	140.22	135.49	119.37	122.97
Return before operating charges*	2.15	5.72	17.95	(1.51)
Operating charges**	(0.51)	(0.99)	(0.91)	(0.88)
Return after operating charges*	1.64	4.73	17.04	(2.39)
Distributions	(2.21)	(4.71)	(5.90)	(6.05)
Retained distributions on accumulation share	2.21	4.71	4.98	4.84
Closing net asset value per share	141.86	140.22	135.49	119.37
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.17%	3.49%	14.27%	-1.94%
Other information				
Closing net asset value (£'000)	21,598	22,356	23,587	22,445
Closing number of shares	15,225,343	15,943,301	17,409,176	18,803,026
Operating charges****	0.71%	0.71%	0.70%	0.71%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	142.5	141.7	135.4	124.5
Lowest share price	140.1	135.5	119.7	122.2

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	48.77	48.75	44.61	47.82
Return before operating charges*	0.74	2.04	6.65	(0.55)
Operating charges**	(0.25)	(0.51)	(0.49)	(0.53)
Return after operating charges*	0.49	1.53	6.16	(1.08)
Distributions	(0.69)	(1.51)	(2.02)	(2.13)
Closing net asset value per share	48.57	48.77	48.75	44.61
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.00%	3.14%	13.81%	-2.26%
Other information				
Closing net asset value (£'000)	54,797	59,415	71,985	74,966
Closing number of shares	112,822,531	121,821,600	147,664,768	168,028,922
Operating charges****	1.03%	1.03%	1.02%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	49.21	49.93	49.05	48.41
Lowest share price	48.34	48.74	44.75	46.81

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	48.79	48.76	44.63	47.83
Return before operating charges*	0.74	2.05	6.62	(0.54)
Operating charges**	(0.18)	(0.35)	(0.33)	(0.34)
Return after operating charges*	0.56	1.70	6.29	(0.88)
Distributions	(0.77)	(1.67)	(2.16)	(2.32)
Closing net asset value per share	48.58	48.79	48.76	44.63
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.15%	3.49%	14.09%	-1.84%
Other information				
Closing net asset value (£'000)	30,886	33,078	36,352	29,872
Closing number of shares	63,570,705	67,801,187	74,550,707	66,938,974
Operating charges****	0.71%	0.71%	0.70%	0.71%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	49.25	49.97	49.10	48.44
Lowest share price	48.37	48.76	44.76	46.83

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	49.73	49.79	45.56	48.83
Return before operating charges*	0.75	2.02	6.80	(0.56)
Operating charges**	(0.01)	(0.02)	(0.01)	(0.01)
Return after operating charges*	0.74	2.00	6.79	(0.57)
Distributions	(0.96)	(2.06)	(2.56)	(2.70)
Closing net asset value per share	49.51	49.73	49.79	45.56
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.49%	4.02%	14.90%	-1.17%
Other information				
Closing net asset value (£'000)	1	4,424	42,647	39,026
Closing number of shares	2,000	8,895,749	85,660,288	85,660,288
Operating charges****	0.03%	0.03%	0.02%	0.03%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	50.27	51.00	50.20	49.49
Lowest share price	49.32	49.73	45.70	47.81

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	113.20	108.73	95.31	97.71
Return before operating charges*	1.72	4.59	14.35	(1.21)
Operating charges**	(0.06)	(0.12)	(0.10)	(0.11)
Return after operating charges*	1.66	4.47	14.25	(1.32)
Distributions	(2.14)	(4.46)	(5.35)	(5.41)
Retained distributions on accumulation share	2.14	4.46	4.52	4.33
Closing net asset value per share	114.86	113.20	108.73	95.31
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.47%	4.11%	14.95%	-1.35%
Other information				
Closing net asset value (£'000)	145,318	99,104	66,236	40,076
Closing number of shares	126,522,213	87,545,460	60,918,174	42,048,753
Operating charges****	0.11%	0.11%	0.10%	0.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	115.3	114.4	108.7	99.01
Lowest share price	113.3	108.7	95.59	97.34

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	204.23	196.75	172.90	177.68
Return before operating charges*	3.12	8.31	26.01	(2.20)
Operating charges**	(0.43)	(0.83)	(0.75)	(0.73)
Return after operating charges*	2.69	7.48	25.26	(2.93)
Distributions	(3.54)	(7.46)	(9.12)	(9.28)
Retained distributions on accumulation share	3.54	7.46	7.71	7.43
Closing net asset value per share	206.92	204.23	196.75	172.90
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.32%	3.80%	14.61%	-1.65%
Other information				
Closing net asset value (£'000)	40,159	40,845	43,244	44,441
Closing number of shares	19,407,572	19,999,402	21,979,079	25,703,639
Operating charges****	0.41%	0.41%	0.40%	0.41%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	207.8	206.4	196.7	180.0
Lowest share price	204.2	196.8	173.4	176.8

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life B accumulation ^				
Change in net assets per share				
Opening net asset value per share	95.99	92.11	80.68	82.64
Return before operating charges*	0.87	3.88	12.14	(1.02)
Operating charges**	0.00	0.00	0.00	(0.01)
Return after operating charges*	0.87	3.88	12.14	(1.03)
Distributions	(0.90)	(3.87)	(4.61)	(4.66)
Retained distributions on accumulation share	0.90	3.87	3.90	3.73
Redemption value as at 14 June 2018	(96.86)	0.00	0.00	0.00
Closing net asset value per share	0.00	95.99	92.11	80.68
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.91%	4.21%	15.05%	-1.25%
Other information				
Closing net asset value (£'000)	–	4	4	3
Closing number of shares	–	4,000	4,000	4,000
Operating charges****	0.00%	0.00%	0.00%	0.01%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	97.05	96.97	92.08	83.74
Lowest share price	96.15	92.13	80.91	82.36

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^ Share class closed on 14 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	73.72	71.27	62.82	64.74
Return before operating charges*	1.13	3.01	9.44	(0.80)
Operating charges**	(0.28)	(0.56)	(0.51)	(0.49)
Return after operating charges*	0.85	2.45	8.93	(1.29)
Distributions	(1.15)	(2.44)	(3.07)	(3.15)
Retained distributions on accumulation share	1.15	2.44	2.59	2.52
Closing net asset value per share	74.57	73.72	71.27	62.82
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.16%	3.44%	14.22%	-1.99%
Other information				
Closing net asset value (£'000)	31,687	36,946	34,401	28,482
Closing number of shares	42,496,324	50,113,614	48,267,563	45,341,576
Operating charges****	0.76%	0.76%	0.75%	0.76%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	74.88	74.52	71.24	65.55
Lowest share price	73.63	71.26	63.00	64.33

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	57.58	57.55	52.67	56.45
Return before operating charges*	0.87	2.42	7.84	(0.64)
Operating charges**	(0.22)	(0.44)	(0.42)	(0.43)
Return after operating charges*	0.65	1.98	7.42	(1.07)
Distributions	(0.89)	(1.95)	(2.54)	(2.71)
Closing net asset value per share	57.34	57.58	57.55	52.67
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.13%	3.44%	14.09%	-1.90%
Other information				
Closing net asset value (£'000)	43,374	47,891	49,111	41,905
Closing number of shares	75,640,792	83,172,570	85,335,487	79,564,734
Operating charges****	0.76%	0.76%	0.75%	0.76%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	58.13	58.98	57.95	57.17
Lowest share price	57.08	57.55	52.83	55.27

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	63.51	61.30	53.97	55.52
Return before operating charges*	0.89	2.58	8.09	(0.65)
Operating charges**	(0.19)	(0.37)	(0.34)	(0.33)
Return after operating charges*	0.70	2.21	7.75	(0.98)
Distributions	(1.05)	(2.22)	(2.74)	(2.82)
Retained distributions on accumulation share	1.05	2.22	2.32	2.25
Closing net asset value per share	64.21	63.51	61.30	53.97
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.11%	3.61%	14.36%	-1.77%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.59%	0.59%	0.58%	0.59%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	64.56	64.17	61.28	56.24
Lowest share price	63.47	61.30	54.13	55.22

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Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	52.81	52.79	48.30	51.78
Return before operating charges*	0.77	2.23	7.20	(0.58)
Operating charges**	(0.16)	(0.32)	(0.30)	(0.31)
Return after operating charges*	0.61	1.91	6.90	(0.89)
Distributions	(0.89)	(1.89)	(2.41)	(2.59)
Closing net asset value per share	52.53	52.81	52.79	48.30
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.16%	3.62%	14.29%	-1.72%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.59%	0.59%	0.58%	0.59%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	53.35	54.07	53.16	52.46
Lowest share price	52.37	52.79	48.44	50.70

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation ^				
Change in net assets per share				
Opening net asset value per share	57.75	56.37	49.63	50.00
Return before operating charges*	0.66	2.02	7.68	(0.27)
Operating charges**	(0.32)	(0.64)	(0.59)	(0.05)
Return after operating charges*	0.34	1.38	7.09	(0.32)
Distributions	(0.38)	(1.72)	(2.24)	(0.26)
Retained distributions on accumulation share	0.38	1.72	1.89	0.21
Redemption value as at 14 June 2018	(58.09)	0.00	0.00	0.00
Closing net asset value per share	0.00	57.75	56.37	49.63
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.58%	2.45%	14.29%	-0.64%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.11%	1.11%	1.10%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	58.26	58.39	56.00	50.21
Lowest share price	57.69	56.01	49.78	49.01

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Share class launched on 25 January 2016.

^ Share class closed on 14 June 2018.

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Higher Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A income ^				
Change in net assets per share				
Opening net asset value per share	54.60	54.05	49.43	50.00
Return before operating charges*	0.63	3.37	7.42	(0.26)
Operating charges**	(0.31)	(0.61)	(0.58)	(0.05)
Return after operating charges*	0.32	2.76	6.84	(0.31)
Distributions	(0.37)	(2.21)	(2.22)	(0.26)
Redemption value as at 14 June 2018	(54.55)	0.00	0.00	0.00
Closing net asset value per share	0.00	54.60	54.05	49.43
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.59%	5.11%	13.84%	-0.62%
Other information				
Closing net asset value (£'000)	–	1	13	1
Closing number of shares	–	2,200	24,766	2,200
Operating charges****	1.11%	1.11%	1.10%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	55.08	55.35	54.48	50.21
Lowest share price	54.17	54.01	49.58	49.01

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Share class launched on 25 January 2016.

^ Share class closed on 14 June 2018.

Standard Life Investment Company

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Higher Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (92.98%)		433,951	93.29
Australian Dollar Denominated Bonds (0.63%)		1,596	0.34
Corporate Bonds (0.37%)		1,596	0.34
less than 5 years to maturity			
2,850,000	Anglo American Capital 5.75% 2018	1,596	0.34
Government Bonds (0.26%)		0	0.00
Euro Denominated Bonds (57.96%)		300,373	64.58
Corporate Bonds (57.96%)		300,373	64.58
less than 5 years to maturity			
5,200,000	ADLER Real Estate 1.5% 2021	4,693	1.01
3,500,000	America Movil 0% 2020	3,075	0.66
1,840,000	Ardagh Packaging 4.125% 2023	1,717	0.37
1,400,000	Areva 3.25% 2020	1,307	0.28
1,805,000	Ball 3.5% 2020	1,735	0.37
5,350,000	CNH Industrial Finance Europe 2.875% 2021	5,109	1.10
1,575,000	Crown European 2.25% 2023	1,437	0.31
4,660,000	DEA Finance 7.5% 2022	4,478	0.96
2,400,000	Dufry 4.5% 2023	2,226	0.48
4,990,000	Eagle Intermediate 5.375% 2023	4,495	0.97
1,400,000	EC Finance 2.375% 2022	1,261	0.27
4,775,000	eDreams ODIGEO 8.5% 2021	4,350	0.94
3,150,000	Fiat Chrysler 4.75% 2022	3,155	0.68
1,100,000	FMC Finance VIII 5.25% 2019	1,030	0.22
3,140,000	FMC Finance VIII 6.5% 2018	2,816	0.61
6,600,000	IHO Verwaltungs 2.75% 2021	5,987	1.29
4,790,000	Ineos Finance 4% 2023	4,378	0.94
2,880,000	IPD 3 4.5% 2022	2,630	0.57
1,395,000	IPD 3 FRN 2022	1,261	0.27
2,000,000	K+S 3% 2022	1,859	0.40
2,010,000	Kleopatra Holdings 1 SCA 8.5% 2023	1,355	0.29
4,000,000	Matterhorn Telecom 3.875% 2022	3,646	0.79
650,000	Merlin Entertainments 2.75% 2022	605	0.13
8,370,000	MPT Operating Partnership 4% 2022	8,174	1.76
3,982,000	OCI 5% 2023	3,745	0.81
3,960,000	O-I 6.75% 2020	4,014	0.86
3,402,000	Platin 1426 5.375% 2023	2,994	0.64

Standard Life Investment Company

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Higher Income Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Corporate Bonds (continued)				
580,000	Platin 1426 6.875% 2023		519	0.11
3,635,000	Safari 5.375% 2022		3,305	0.71
4,850,000	Sappi Papier 3.375% 2022		4,412	0.95
2,240,000	Schaeffler Finance 2.5% 2020		2,017	0.43
3,525,000	Senvion 3.875% 2022		2,750	0.59
3,000,000	SMCP 5.875% 2023		1,374	0.30
3,000,000	Smurfit Kappa 4.125% 2020		2,834	0.61
5,090,000	TDC 3.75% 2022		4,990	1.07
3,000,000	Telecom Italia 1.125% 2022		2,554	0.55
900,000	Tesco 1.375% 2019		814	0.17
2,150,000	Tesco 2.125% 2020		1,993	0.43
10,250,000	Teva Pharmaceutical 1.25% 2023		8,616	1.85
360,000	Teva Pharmaceutical 3.25% 2022		333	0.07
1,383,000	Thomas Cook Finance 2 3.875% 2023		1,212	0.26
3,280,000	UniCredit 6.95% 2022		3,333	0.72
5,513,000	Valeant Pharmaceuticals 4.5% 2023		4,817	1.04
3,000,000	Verisure 6% 2022		2,510	0.54
2,200,000	Volvo 3.25% 2021		2,107	0.45
1,900,000	Wind Tre 2.625% 2023		1,624	0.35
2,750,000	Worldpay 3.75% 2022		2,660	0.57
1,900,000	ZF North America Capital 2.25% 2019		1,725	0.37
between 5 and 10 years to maturity				
2,500,000	Adient 3.5% 2024		2,092	0.45
2,000,000	Altice 6.25% 2025		1,708	0.37
1,850,000	Ardagh Packaging 6.75% 2024		1,789	0.38
1,550,000	Arena 2.75% 2023		1,384	0.30
5,750,000	Avantor 4.75% 2024		5,277	1.13
2,108,000	Banff Merger Sub 8.375% 2026		1,856	0.40
4,906,000	Blitz F18-674 6% 2026		4,414	0.95
2,933,000	BWAY 4.75% 2024		2,696	0.58
600,000	Casino Guichard 3.248% 2024		471	0.10
1,155,000	Catalent Pharma Solutions 4.75% 2024		1,087	0.23
2,090,000	Crown 3.375% 2025		1,939	0.42
1,930,000	CTC BondCo 5.25% 2025		1,703	0.37
4,550,000	Energizer Gamma Acquisition 4.625% 2026		4,195	0.90
2,595,000	Equinix 2.875% 2024		2,337	0.50
2,030,000	Equinix 2.875% 2025		1,783	0.38
3,400,000	Federal-Mogul 5% 2024		3,222	0.69

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Higher Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
4,040,000	Grifols 3.2% 2025	3,622	0.78
1,405,000	IHO Verwaltungs 3.25% 2023	1,290	0.28
2,849,000	International Game Technology 3.5% 2024	2,575	0.55
5,455,000	InterXion 4.75% 2025	5,082	1.09
1,620,000	Intralot Capital 5.25% 2024	1,102	0.24
940,000	La Financiere Atalian 4% 2024	815	0.18
1,209,000	La Financiere Atalian 5.125% 2025	1,064	0.23
1,850,000	LGE 7.125% 2024	1,775	0.38
1,249,000	LHMC 6.25% 2023	1,150	0.25
2,980,000	MPT Operating Partnership 3.325% 2025	2,745	0.59
6,315,000	Nassa Topco 2.875% 2024	5,908	1.27
2,650,000	Nemak 3.25% 2024	2,427	0.52
1,150,000	Netflix 3.625% 2027	1,010	0.22
2,660,000	Nidda Healthcare 3.5% 2024	2,367	0.51
3,260,000	Nomad Foods Bondco 3.25% 2024	2,942	0.63
3,481,000	Nyrstar 6.875 % 2024	2,766	0.60
1,190,000	Paprec 3.5% 2025	1,074	0.23
4,115,000	Paprec 4% 2025	3,717	0.80
2,527,000	ProGroup 3% 2026	2,264	0.49
4,330,000	Quintiles 3.25% 2025	3,916	0.84
2,720,000	Quintiles IMS 3.5% 2024	2,496	0.54
1,160,000	Samsonite 3.5% 2026	1,022	0.22
1,695,000	Smurfit Kappa 2.75% 2025	1,585	0.34
3,635,000	Superior Industries 6% 2025	3,281	0.71
4,453,000	Tele Columbus 3.875% 2025	3,536	0.76
10,495,000	Teva Pharmaceutical 1.125% 2024	8,279	1.78
2,635,000	Unilabs Subholding 5.75% 2025	2,273	0.49
5,872,000	Unitymedia 3.5% 2027	5,539	1.19
6,600,000	Unitymedia 3.75% 2027	6,236	1.34
5,305,000	Unitymedia 4% 2025	4,986	1.07
847,000	Verisure 5.75% 2023	763	0.16
8,335,000	Wind Tre 2.75% 2024	7,031	1.51
2,000,000	Ziggo 4.25% 2027	1,789	0.38
between 10 and 15 years to maturity			
6,300,000	Telecom Italia 7.75% fixed to floating 2033	7,685	1.65
3,185,000	Teva Pharmaceutical 1.625% 2028	2,294	0.49
1,542,000	Unitymedia 6.25% 2029	1,402	0.30

Standard Life Investment Company

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Higher Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
Perpetual			
2,400,000	Societe Generale 9.375% fixed to floating Perpetual	2,336	0.50
4,600,000	Solvay 5.118% Perpetual	4,476	0.96
1,000,000	Solvay 5.869% Perpetual	1,007	0.22
2,200,000	Telefonica 3.875% Perpetual	1,816	0.39
3,300,000	Volkswagen International Finance 4.625% Perpetual	2,946	0.63
Sterling Denominated Bonds (27.42%)		108,436	23.31
Corporate Bonds (27.42%)		108,436	23.31
less than 5 years to maturity			
9,597,000	Arqiva 9.5% 2020	9,873	2.12
5,015,000	B&M European Value Retail 4.125% 2022	5,078	1.09
2,550,000	Barclays 10% 2021	3,031	0.65
2,500,000	British Land White 2015 0% 2020	2,387	0.51
400,000	Co-Operative 6.875% 2020	427	0.09
2,015,000	CPUK 4.25% 2022	2,007	0.43
149,000	El Group 6.5% 2018	150	0.03
310,000	El Group 6.875% 2021	335	0.07
6,288,000	Entertainment One 6.875% 2022	6,578	1.41
4,600,000	Heathrow Funding 5.375% 2019	4,752	1.02
1,615,000	Moto Finance 4.5% 2022	1,596	0.34
4,180,000	TalkTalk 5.375% 2022	4,180	0.90
500,000	Telecom Italia 5.875% 2023	551	0.12
2,000,000	Telecom Italia 6.375% 2019	2,069	0.45
3,500,000	Tesco 5% 2023	3,862	0.83
906,000	Tesco 5.5% 2019	951	0.21
4,250,000	Tesco 6.125% 2022	4,795	1.03
730,000	Travis Perkins 4.375% 2021	751	0.16
2,200,000	Unique Pub Finance 6.452% 2021	976	0.21
between 5 and 10 years to maturity			
1,550,000	Arrow Global 5.125% 2024	1,420	0.31
1,671,000	Mitchells & Butlers 5.965% 2025	549	0.12
3,063,000	Pinnacle Bidco 6.375% 2025	3,137	0.68
4,280,000	Saga 3.375% 2024	4,066	0.87
1,166,000	Spirit Issuer FRN 2027	827	0.18
2,250,000	Travis Perkins 4.5% 2023	2,292	0.49
1,400,000	Virgin Media 5% 2027	1,374	0.30

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Higher Income Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Corporate Bonds (continued)				
	4,890,000	Virgin Media 5.5% 2025	4,501	0.97
	4,780,000	Virgin Media 6% 2025	5,386	1.16
between 10 and 15 years to maturity				
	1,000,000	Telereal FRN 2033	950	0.20
between 15 and 25 years to maturity				
	1,825,000	Allied Irish Bank 12.5% 2035	1,319	0.28
	1,300,000	Tesco 6.0517% 2039	1,323	0.29
greater than 25 years to maturity				
	5,643,000	BHP Billiton 6.5% 2077	6,405	1.38
	770,000	Enel 6.625% fixed to floating 2076	834	0.18
	1,800,000	Enel 7.75% 2075	1,970	0.42
Perpetual				
	1,500,000	Bank of Scotland 12% Perpetual	1,875	0.40
	2,800,000	CYBG 8% Perpetual	2,851	0.61
	700,000	Lloyds Bank 13% fixed to floating Perpetual	1,197	0.26
	773,000	Lloyds Bank FRN Perpetual	1,007	0.22
	3,020,000	Pennon 2.875% Perpetual	3,013	0.65
	3,000,000	RWE 7% fixed to floating Perpetual	3,061	0.66
	1,040,000	Santander UK Group 7.375% Perpetual	1,090	0.23
	3,400,000	Telefonica 6.75% Perpetual	3,640	0.78
US Dollar Denominated Bonds (6.97%)			23,546	5.06
Corporate Bonds (6.97%)			23,546	5.06
less than 5 years to maturity				
	2,300,000	Fresenius Medical Care 4.125% 2020	1,780	0.38
	2,281,000	IHO Verwaltungs 4.125% 2021	1,744	0.38
	500,000	Jaguar Land Rover 4.125% 2018	384	0.08
	2,600,000	Jaguar Land Rover 4.25% 2019	1,991	0.43
	1,860,000	Rite Aid 6.125% 2023	1,286	0.28
	3,000,000	Samvardhana Motherson Automotive Systems 4.875% 2021	2,302	0.50
	1,000,000	Tullow Oil 6.25% 2022	759	0.16
	1,250,000	Valeant Pharmaceuticals 6.5% 2022	997	0.21
	2,000,000	ZF North America Capital 4% 2020	1,552	0.33

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Higher Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
between 5 and 10 years to maturity			
1,500,000	Altice 8.125% 2024	1,161	0.25
1,800,000	SixSigma Networks 7.5% 2025	1,354	0.29
977,000	Tullow Oil 7% 2025	725	0.16
3,500,000	UPCB Finance 5.375% 2025	2,659	0.57
1,650,000	Valeant Pharmaceuticals 7% 2024	1,339	0.29
greater than 25 years to maturity			
3,350,000	BHP Billiton 6.25% 2075	2,703	0.58
Perpetual			
1,000,000	UBS 7.125% Perpetual	810	0.17
Collective Investment Schemes (5.04%)		16,994	3.65
145,892	Standard Life CNAV Euro Liquidity Fund	131	0.03
16,863,382	Standard Life CNAV Sterling Liquidity Fund	16,863	3.62
Derivatives (-0.31%)		1,960	0.43
Forward Currency Contracts (-0.36%)		2,074	0.45
	Buy EUR 130,825 Sell GBP 118,049 28/09/2018	(1)	0.00
	Buy EUR 1,014,486 Sell GBP 918,529 28/09/2018	(9)	0.00
	Buy GBP 1,636,911 Sell AUD 2,890,134 28/09/2018	31	0.00
	Buy GBP 266,391 Sell EUR 295,444 28/09/2018	2	0.00
	Buy GBP 154,324,939 Sell EUR 171,155,403 28/09/2018	966	0.21
	Buy GBP 157,581,882 Sell EUR 175,000,000 28/09/2018	778	0.17
	Buy GBP 24,201,582 Sell USD 31,092,813 28/09/2018	307	0.07

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Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Futures (0.05%)		(114)	(0.02)
(52)	Short Euro Bond Future 06/09/2018	(110)	(0.02)
(17)	Short Euro-Bobl Future 06/09/2018	(10)	0.00
(40)	Short Long Gilt Future 27/12/2018	6	0.00
Total investment assets and liabilities		452,905	97.37
Net other assets		12,234	2.63
Total Net Assets		465,139	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	453,035
Investment liabilities	(130)
Net investment assets	452,905
Net other assets	12,234
Total Net Assets	465,139

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(2,144)		3,619
Revenue	8,742		10,534	
Expenses	(1,450)		(1,588)	
Interest payable and similar charges	(9)		(43)	
Net revenue before taxation	7,283		8,903	
Taxation	0		0	
Net revenue after taxation		7,283		8,903
Total return before distributions		5,139		12,522
Distributions		(7,283)		(8,903)
Change in net assets attributable to shareholders from investment activities		(2,144)		3,619

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		445,684		478,655
Amounts receivable on the issue of shares	47,945		32,248	
Amounts payable on the cancellation of shares	(31,862)		(41,572)	
		16,083		(9,324)
Dilution adjustment		290		150
Change in net assets attributable to shareholders from investment activities (see above)		(2,144)		3,619
Retained distribution on accumulation shares		5,225		5,513
Unclaimed distributions		1		2
Closing net assets attributable to shareholders		465,139		478,615

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

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Higher Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:		453,035		437,137
Investment assets				
Current assets:				
Debtors	9,456		6,047	
Cash and bank balances	6,473		7,071	
		15,929		13,118
Total assets		468,964		450,255
Liabilities:				
Investment liabilities		(130)		(1,638)
Creditors	(2,694)		(1,835)	
Distribution payable	(1,001)		(1,098)	
		(3,695)		(2,933)
Total liabilities		(3,825)		(4,571)
Net assets attributable to shareholders		465,139		445,684

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.8999	–	0.8999*	1.0770
Group 2	0.5372	0.3627	0.8999*	1.0770
Institutional accumulation				
Group 1	1.0684	–	1.0684*	1.2493
Group 2	0.6336	0.4348	1.0684*	1.2493
Retail income				
Group 1	0.3319	–	0.3319**	0.4097
Group 2	0.1607	0.1712	0.3319**	0.4097
Institutional income				
Group 1	0.3717	–	0.3717**	0.4496
Group 2	0.1562	0.2155	0.3717**	0.4496
Standard Life income				
Group 1	0.4651	–	0.4651**	0.5455
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	1.0355	–	1.0355*	1.1697
Group 2	0.3248	0.7107	1.0355*	1.1697
Institutional regulated accumulation				
Group 1	1.7121	–	1.7121*	1.9649
Group 2	0.8331	0.8790	1.7121*	1.9649
Standard Life B accumulation				
Group 1	0.8980	–	0.8980*	1.0130
Group 2	–	–	–	–
Platform 1 accumulation				
Group 1	0.5524	–	0.5524*	0.6480
Group 2	0.2833	0.2691	0.5524*	0.6480

Standard Life Investment Company

Interim Report & Financial Statements

Higher Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Platform 1 income				
Group 1	0.4314	–	0.4314**	0.5233
Group 2	0.2283	0.2031	0.4314**	0.5233
Institutional S accumulation				
Group 1	0.5109	–	0.5109*	0.5900
Group 2	–	–	–	–
Institutional S income				
Group 1	0.4259	–	0.4259**	0.5350
Group 2	–	–	–	–
Institutional A accumulation				
Group 1	0.3845	–	0.3845*	0.4750
Group 2	–	–	–	–
Institutional A income				
Group 1	0.3659	–	0.3659**	0.7063
Group 2	–	–	–	–

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.9722	–	0.9722*	1.0906
Group 2	0.4388	0.5334	0.9722*	1.0906
Institutional accumulation				
Group 1	1.1463	–	1.1463*	1.2662
Group 2	0.7102	0.4361	1.1463*	1.2662
Retail income				
Group 1	0.3561	–	0.3561**	0.4114
Group 2	0.1377	0.2184	0.3561**	0.4114
Institutional income				
Group 1	0.3957	–	0.3957**	0.4517
Group 2	0.1877	0.2080	0.3957**	0.4517
Standard Life income				
Group 1	0.4935	–	0.4935**	0.5481
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	1.1012	–	1.1012*	1.1873
Group 2	0.9383	0.1629	1.1012*	1.1873
Institutional regulated accumulation				
Group 1	1.8273	–	1.8273*	1.9932
Group 2	1.0379	0.7894	1.8273*	1.9932
Standard Life B accumulation ^				
Group 1	–	–	–	1.0285
Group 2	–	–	–	–
Platform 1 accumulation				
Group 1	0.5932	–	0.5932*	0.6568
Group 2	0.3400	0.2532	0.5932*	0.6568

Standard Life Investment Company Interim Report & Financial Statements

Higher Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Platform 1 income				
Group 1	0.4599	–	0.4599**	0.5257
Group 2	0.2101	0.2498	0.4599**	0.5257
Institutional S accumulation				
Group 1	0.5372	–	0.5372*	0.5850
Group 2	–	–	–	–
Institutional S income				
Group 1	0.4600	–	0.4600**	0.5250
Group 2	–	–	–	–
Institutional A accumulation ^				
Group 1	–	–	–	0.4850
Group 2	–	–	–	–
Institutional A income ^				
Group 1	–	–	–	0.7350
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

^ Share class closed on 14 June 2018

Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Investment Report

Fund Information	
Fund Manager	Daniel McKernan and Mark Munro
Launch Date	20 September 1998
Benchmark	iBoxx Sterling Corporate and Collateralised Index

Investment Objective

The objective of the Sub-fund is to provide a high level of income which is compatible with maintaining the security of capital.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in sterling fixed interest securities issued by corporations. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The nature of the portfolio affords investors a focused investment approach, whilst diversification across mainly investment grade corporate bond exposure provides a degree of protection from the risk of default. Whilst the level of income provision is likely to be relatively stable, the investor must be able to accept temporary capital losses due to the volatile nature of the bond markets, and should therefore have an investment time horizon of at least 5 years.

Performance

The Investment Grade Corporate Bond Fund returned 0.72% during the period, in comparison with the benchmark index (iBoxx Sterling Corporate & Collateralised Index) which returned 0.6%. Please note Sub-fund returns are net of fees, while benchmark returns are gross. (Source: Morningstar, basic rate taxpayer, bid to bid basis. Benchmark returns: Factset).

The top relative performer for the Sub-fund over the period was its conviction overweight in Arqiva Group, a company whose main business is managing and owning radio and television sites across the UK. The second top performer for the Sub-fund was its overweight in Getlink, the Channel Tunnel operator formerly known as Groupe Eurotunnel. Less positive was our exposure to subordinated financials and senior non-preferred debt. Issuers such as HSBC, Lloyds and Barclays struggled in the risk-off market. The latter's senior non-preferred debt has not been helped by the fact the bank issued earlier in the year, creating a negative overhang for its debt. The single biggest detractor over the period however was the Sub-fund's underexposure to largely state-owned French utility EDF, which outperformed over the period.

Investment Activity

In the primary market, we took part in a euro-denominated deal from Bayer maturing in 2026. The deal was aimed at helping to finance Bayer's acquisition of Monsanto and we viewed the spread on the bonds as an attractive entry point for a quality credit. We also participated in sterling-denominated deals from Close Brothers and Experian. Elsewhere, we purchased a 60-year deal from AAA rated Cambridge University.

In secondary trading, a notable purchase was a sterling-denominated Comcast bond. Prior to the purchase, we had zero exposure to Comcast in the portfolio; however, as its spreads widened by some 40 basis points in response to its battle with Disney for the acquisition of 21st Century Fox, we chose to close our underweight position. By the end of August however, with the bidding war continuing, we had returned to underweight in Comcast. Selling activity included the continued reduction of our General Electric exposure, given our increasingly negative view. We also used some spread tightening to reduce our position in AT&T given that we felt much of the upside potential of the bonds had already been captured.

Synthetic Risk & Reward Indicator

Lower risk Typically lower rewards				Higher risk Typically Higher rewards		
1	2	3	4	5	6	7

This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	151.16	149.83	134.29	138.90
Return before operating charges*	1.26	2.89	17.65	(2.26)
Operating charges**	(0.78)	(1.56)	(1.47)	(1.50)
Return after operating charges*	0.48	1.33	16.18	(3.76)
Distributions	(1.98)	(4.01)	(4.23)	(4.27)
Retained distributions on accumulation share	1.98	4.01	3.59	3.42
Closing net asset value per share	151.64	151.16	149.83	134.29
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.32%	0.89%	12.05%	-2.71%
Other information				
Closing net asset value (£'000)	94,850	101,050	123,395	130,231
Closing number of shares	62,547,990	66,848,383	82,358,563	96,979,685
Operating charges****	1.02%	1.02%	1.02%	1.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	153.0	155.4	154.4	142.1
Lowest share price	150.5	150.0	134.1	133.0

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+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	162.57	160.45	143.29	147.64
Return before operating charges*	1.37	3.10	18.86	(2.43)
Operating charges**	(0.49)	(0.98)	(0.92)	(0.87)
Return after operating charges*	0.88	2.12	17.94	(3.30)
Distributions	(2.48)	(4.95)	(5.18)	(5.29)
Retained distributions on accumulation share	2.48	4.95	4.40	4.24
Closing net asset value per share	163.45	162.57	160.45	143.29
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.54%	1.32%	12.52%	-2.24%
Other information				
Closing net asset value (£'000)	92,283	78,174	356,671	322,644
Closing number of shares	56,460,592	48,085,444	222,287,009	225,161,925
Operating charges****	0.60%	0.60%	0.60%	0.60%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	164.9	167.0	165.0	151.0
Lowest share price	162.1	160.2	143.1	141.9

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Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	62.31	63.41	58.23	61.78
Return before operating charges*	0.52	1.23	7.63	(1.00)
Operating charges**	(0.32)	(0.65)	(0.63)	(0.66)
Return after operating charges*	0.20	0.58	7.00	(1.66)
Distributions	(0.81)	(1.68)	(1.82)	(1.89)
Closing net asset value per share	61.70	62.31	63.41	58.23
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.32%	0.91%	12.02%	-2.69%
Other information				
Closing net asset value (£'000)	30,021	31,957	36,053	38,104
Closing number of shares	48,658,572	51,286,468	56,861,501	65,437,393
Operating charges****	1.02%	1.02%	1.02%	1.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	62.79	65.15	66.54	63.19
Lowest share price	61.78	62.32	58.17	58.04

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Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	62.07	63.16	58.00	61.53
Return before operating charges*	0.52	1.23	7.60	(0.99)
Operating charges**	(0.19)	(0.38)	(0.37)	(0.36)
Return after operating charges*	0.33	0.85	7.23	(1.35)
Distributions	(0.94)	(1.94)	(2.07)	(2.18)
Closing net asset value per share	61.46	62.07	63.16	58.00
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.53%	1.35%	12.47%	-2.19%
Other information				
Closing net asset value (£'000)	130,940	141,799	124,272	97,190
Closing number of shares	213,048,753	228,440,123	196,750,215	167,562,223
Operating charges****	0.60%	0.60%	0.60%	0.60%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	62.57	64.97	66.33	62.96
Lowest share price	61.55	62.08	57.94	57.87

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Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	50.56	51.45	47.24	50.13
Return before operating charges*	0.43	1.00	6.21	(0.82)
Operating charges**	(0.01)	(0.01)	(0.01)	(0.01)
Return after operating charges*	0.42	0.99	6.20	(0.83)
Distributions	(0.92)	(1.88)	(1.99)	(2.06)
Closing net asset value per share	50.06	50.56	51.45	47.24
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.83%	1.92%	13.12%	-1.66%
Other information				
Closing net asset value (£'000)	20,473	20,677	41,009	37,657
Closing number of shares	40,896,870	40,896,870	79,707,426	79,707,426
Operating charges****	0.02%	0.02%	0.02%	0.02%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.02	53.00	54.08	51.30
Lowest share price	50.14	50.56	47.20	47.18

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Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	88.30	86.72	77.11	79.14
Return before operating charges*	0.73	1.67	10.17	(1.31)
Operating charges**	(0.04)	(0.09)	(0.08)	(0.08)
Return after operating charges*	0.69	1.58	10.09	(1.39)
Distributions	(1.57)	(3.15)	(3.21)	(3.23)
Retained distributions on accumulation share	1.57	3.15	2.73	2.59
Closing net asset value per share	88.99	88.30	86.72	77.11
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.78%	1.82%	13.09%	-1.76%
Other information				
Closing net asset value (£'000)	268	344	223	256
Closing number of shares	301,598	388,929	257,452	331,864
Operating charges****	0.10%	0.10%	0.10%	0.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	89.74	90.65	88.96	80.98
Lowest share price	88.11	86.61	77.03	76.35

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Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	151.49	149.23	133.04	136.87
Return before operating charges*	1.27	2.87	17.54	(2.27)
Operating charges**	(0.31)	(0.61)	(0.57)	(0.53)
Return after operating charges*	0.96	2.26	16.97	(2.80)
Distributions	(2.47)	(4.95)	(5.11)	(5.17)
Retained distributions on accumulation share	2.47	4.95	4.33	4.14
Closing net asset value per share	152.45	151.49	149.23	133.04
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.64%	1.51%	12.76%	-2.05%
Other information				
Closing net asset value (£'000)	1,125	1,236	1,428	1,351
Closing number of shares	737,664	815,908	956,484	1,015,129
Operating charges****	0.40%	0.40%	0.40%	0.40%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	153.7	155.6	153.3	140.0
Lowest share price	151.1	149.0	132.9	131.7

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Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life B accumulation				
Change in net assets per share				
Opening net asset value per share	88.31	86.64	76.99	78.96
Return before operating charges*	0.74	1.67	10.14	(1.31)
Operating charges**	0.00	0.00	0.00	0.00
Return after operating charges*	0.74	1.67	10.14	(1.31)
Distributions	(1.62)	(3.23)	(3.29)	(3.30)
Retained distributions on accumulation share	1.62	3.23	2.80	2.64
Closing net asset value per share	89.05	88.31	86.64	76.99
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.84%	1.92%	13.17%	-1.66%
Other information				
Closing net asset value (£'000)	2,482	2,626	2,882	5,558
Closing number of shares	2,787,733	2,974,079	3,326,293	7,219,727
Operating charges****	0.00%	0.00%	0.00%	0.00%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	89.79	90.65	88.84	80.76
Lowest share price	88.14	86.53	76.88	76.20

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Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	68.40	67.55	60.35	62.21
Return before operating charges*	0.58	1.30	7.95	(1.02)
Operating charges**	(0.23)	(0.45)	(0.42)	(0.40)
Return after operating charges*	0.35	0.85	7.53	(1.42)
Distributions	(1.03)	(2.07)	(2.15)	(2.20)
Retained distributions on accumulation share	1.03	2.07	1.82	1.76
Closing net asset value per share	68.75	68.40	67.55	60.35
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.52%	1.26%	12.48%	-2.28%
Other information				
Closing net asset value (£'000)	22,426	24,929	25,648	20,966
Closing number of shares	32,618,716	36,443,885	37,968,755	34,740,466
Operating charges****	0.65%	0.65%	0.65%	0.65%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	69.34	70.28	69.48	63.64
Lowest share price	68.17	67.44	60.28	59.76

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Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	57.60	58.61	53.82	57.10
Return before operating charges*	0.48	1.15	7.06	(0.92)
Operating charges**	(0.19)	(0.39)	(0.37)	(0.36)
Return after operating charges*	0.29	0.76	6.69	(1.28)
Distributions	(0.86)	(1.77)	(1.90)	(2.00)
Closing net asset value per share	57.03	57.60	58.61	53.82
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.50%	1.30%	12.43%	-2.24%
Other information				
Closing net asset value (£'000)	15,522	16,732	17,096	17,339
Closing number of shares	27,216,842	29,047,825	29,168,512	32,214,215
Operating charges****	0.65%	0.65%	0.65%	0.65%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	58.06	60.28	61.54	58.42
Lowest share price	57.11	57.60	53.77	53.69

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Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	62.32	61.39	54.74	56.28
Return before operating charges*	0.45	1.20	7.22	(0.87)
Operating charges**	(0.14)	(0.27)	(0.25)	(0.24)
Return after operating charges*	0.31	0.93	6.97	(1.11)
Distributions	(1.03)	(1.98)	(2.10)	(2.17)
Retained distributions on accumulation share	1.03	1.98	1.78	1.74
Closing net asset value per share	62.63	62.32	61.39	54.74
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.50%	1.51%	12.73%	-1.97%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.43%	0.43%	0.43%	0.43%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	63.25	64.03	63.07	57.56
Lowest share price	62.15	61.31	54.66	54.18

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Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	54.00	54.95	50.46	53.52
Return before operating charges*	0.39	1.09	6.63	(0.82)
Operating charges**	(0.12)	(0.24)	(0.23)	(0.22)
Return after operating charges*	0.27	0.85	6.40	(1.04)
Distributions	(0.88)	(1.80)	(1.91)	(2.02)
Closing net asset value per share	53.39	54.00	54.95	50.46
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.50%	1.55%	12.68%	-1.94%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.43%	0.43%	0.43%	0.43%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.45	56.54	57.71	54.76
Lowest share price	53.54	54.00	50.41	50.36

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Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation ^				
Change in net assets per share				
Opening net asset value per share	55.89	55.55	49.77	50.00++
Return before operating charges*	0.27	0.96	6.61	(0.15)
Operating charges**	(0.31)	(0.62)	(0.59)	(0.05)
Return after operating charges*	(0.04)	0.34	6.02	(0.20)
Distributions	(0.37)	(1.47)	(1.25)	(0.17)
Retained distributions on accumulation share	0.37	1.47	1.01	0.14
Redemption value as at 7 June 2018	(55.85)	0.00	0.00	0.00
Closing net asset value per share	0.00	55.89	55.55	49.77
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	-0.07%	0.60%	12.10%	-0.40%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.10%	1.10%	1.10%	1.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	56.31	57.47	57.18	50.16
Lowest share price	55.65	55.30	49.67	49.25

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++ Share class launched on 25 January 2016.

^ Share class closed on 7 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A income ^				
Change in net assets per share				
Opening net asset value per share	53.08	54.01	49.60	50.00++
Return before operating charges*	0.35	1.07	6.23	(0.18)
Operating charges**	(0.30)	(0.60)	(0.58)	(0.05)
Return after operating charges*	0.05	0.47	5.65	(0.23)
Distributions	(0.35)	(1.40)	(1.24)	(0.17)
Redemption value as at 7 June 2018	(52.78)	0.00	0.00	0.00
Closing net asset value per share	0.00	53.08	54.01	49.60
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.09%	0.87%	11.39%	-0.46%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.10%	1.10%	1.10%	1.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	53.49	55.51	56.68	50.16
Lowest share price	52.71	53.08	49.55	49.25

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^ Share class closed on 7 June 2018.

Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (98.83%)		404,202	98.50
Euro Denominated Bonds (1.35%)		5,092	1.25
Corporate Bonds (1.35%)		5,092	1.25
between 5 and 10 years to maturity			
1,000,000	Akelius Residential Property 1.75% 2025	883	0.22
900,000	Bayer 1.5% 2026	804	0.20
893,000	UBS 4.75% 2026	868	0.21
between 10 and 15 years to maturity			
1,200,000	Bayer 2.125% 2029	1,079	0.26
Perpetual			
1,616,000	BNP Paribas 4.875% Perpetual	1,458	0.36
Sterling Denominated Bonds (94.97%)		389,831	94.99
Corporate Bonds (93.61%)		381,720	93.01
less than 5 years to maturity			
920,000	AA Bond 2.75% 2023	861	0.21
1,841,000	AA Bond 2.875% 2022	1,792	0.44
936,000	Atlantia 6.25% 2022	999	0.24
650,000	Bank of Scotland 9.375% 2021	769	0.19
729,000	Barclays 4.25% 2022	798	0.19
644,000	BASF 1.375% 2022	643	0.16
2,233,000	British American Tobacco 1.75% 2021	2,235	0.54
1,277,000	BUPA 3.375% 2021	1,341	0.33
1,786,000	Close Brothers 3.875% 2021	1,883	0.46
1,697,000	Co-Operative Bank 4.75% 2021	1,820	0.44
1,535,000	Coventry 5.875% 2022	1,775	0.43
2,510,000	CPUK 2.666% 2020	2,544	0.62
1,638,000	Credit Suisse 3% 2022	1,693	0.41
1,786,000	Daimler 2.375% 2021	1,825	0.44
1,572,000	Danske Bank 5.375% fixed to floating 2021	1,575	0.38
2,700,000	Deutsche Bank 1.875% 2020	2,687	0.65
1,158,000	ENW Finance 6.125% 2021	1,303	0.32
500,000	FCE Bank 2.727% 2022	505	0.12
2,020,000	First Hydro 9% 2021	2,420	0.59
1,047,000	Friends Life 8.25% 2022	1,260	0.31
1,071,000	G4S 7.75% fixed to floating 2019	1,116	0.27

Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
982,000	General Electric 5.5% 2021	1,083	0.26
1,500,000	Glencore 6% 2022	1,678	0.41
1,992,000	Global Switch 4.375% 2022	2,180	0.53
1,230,000	HSBC 2.175% 2023	1,229	0.30
894,000	Imperial Brands 9% fixed to floating 2022	1,101	0.27
1,100,000	Intesa Sanpaolo 5.25% 2022	1,184	0.29
1,787,000	Lend Lease Europe 6.125% 2021	1,994	0.49
2,045,000	LVMH 1% 2022	2,020	0.49
1,715,000	Merrill Lynch 5.5% 2021	1,896	0.46
1,295,000	MetLife Global Funding I 2.625% 2022	1,350	0.33
1,786,000	National Express 6.625% 2020	1,936	0.47
1,000,000	Petróleos Mexicanos 8.25% 2022	1,179	0.29
4,100,000	RWE 5.5% 2022	4,661	1.14
549,000	Scania 1.875% 2022	547	0.13
1,214,000	SPI Australia Assets 5.125% 2021	1,311	0.32
1,100,000	Telefonica Emisiones 5.289% 2022	1,247	0.30
1,200,000	Telefonica Emisiones 5.597% 2020	1,272	0.31
1,473,000	Volkswagen Financial Services 1.5% 2021	1,463	0.36
1,200,000	Volkswagen Financial Services 1.625% 2022	1,189	0.29
700,000	Volkswagen Financial Services 1.875% 2021	701	0.17
1,447,000	Wessex Water 4% 2021	1,550	0.38
2,349,000	Westpac Banking 2.625% 2022	2,433	0.59
between 5 and 10 years to maturity			
600,000	A.P. Moller-Maersk 4% 2025	622	0.15
1,599,000	ABP 6.25% 2026	1,957	0.48
831,000	America Movil 5% 2026	980	0.24
572,000	Anglian Water 4.5% 2027	667	0.16
1,677,000	Aroundtown 3.25% 2027	1,661	0.40
1,639,000	Asciano Finance 5% 2023	1,822	0.44
593,000	Assura Financing 3% 2028	598	0.15
2,500,000	AT&T 5.5% 2027	2,997	0.73
2,400,000	Bank of America 7% 2028	3,255	0.79
750,000	Bank of Scotland 4.875% 2024	888	0.22
2,352,000	Barclays 3.125% 2024	2,351	0.57
2,250,000	Barclays 3.25% 2027	2,197	0.54
665,000	Barclays 5.75% fixed to floating 2026	770	0.19
1,340,000	Bazalgette Finance 2.375% 2027	1,318	0.32

Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
831,000	BP 2.03% 2025	834	0.20
1,474,000	British American Tobacco 7.25% 2024	1,839	0.45
1,798,000	Citigroup 5.875% 2024	2,087	0.51
1,880,000	Commonwealth Bank of Australia 3% 2026	2,044	0.50
1,300,000	Credit Agricole 7.375% 2023	1,611	0.39
2,304,000	CYBG 3.125% 2025	2,261	0.55
2,373,000	Enel 5.625% 2024	2,750	0.67
2,651,000	Eversholt 6.359% 2025	3,246	0.79
1,095,000	Experian 2.125% 2024	1,092	0.27
1,216,000	FirstGroup 6.875% 2024	1,459	0.36
700,000	Gatwick 6.125% 2026	868	0.21
1,384,000	Go-Ahead 2.5% 2024	1,348	0.33
3,000,000	Heathrow Funding 6.75% 2026	3,934	0.96
1,786,000	Heathrow Funding 7.125% 2024	2,184	0.53
293,000	HSBC 2.256% 2026	282	0.07
1,072,000	HSBC 2.625% 2028	1,047	0.26
2,509,000	Intu (SGS) Finance 4.125% 2023	2,679	0.65
1,786,000	Intu Debenture 5.562% 2027	1,746	0.43
262,000	Liberty Living 2.625% 2024	262	0.06
1,917,000	Lloyds Bank 5.125% 2025	2,308	0.56
1,715,000	Lloyds Bank 5.75% fixed to floating 2025	1,818	0.44
2,948,000	Lloyds Bank 7.625% 2025	3,746	0.91
800,000	Lloyds Banking Group 2.25% 2024	771	0.19
1,161,000	London & Quadrant Housing Trust 2.625% 2026	1,179	0.29
700,000	MetLife Global Funding I 3.5% 2026	772	0.19
2,018,000	Morgan Stanley 2.625% 2027	1,988	0.48
1,346,000	Nationwide Building Society 3.25% 2028	1,412	0.34
826,000	NewRiver REIT 3.5% 2028	810	0.20
1,080,000	Northern Powergrid Yorkshire 2.5% 2025	1,106	0.27
1,866,000	Royal Bank of Scotland 2.875% 2026	1,828	0.45
3,042,000	Royal Bank of Scotland 5.125% 2024	3,578	0.87
3,500,000	Santander UK Group 3.625% 2026	3,622	0.88
1,099,000	Scentre Management 3.875% 2026	1,204	0.29
1,375,000	Shaftesbury Chinatown 2.348% 2027	1,318	0.32
1,000,000	Society of Lloyd's 4.75% 2024	1,073	0.26
810,000	SP Manweb 4.875% 2027	964	0.24
1,482,000	Stagecoach Group 4% 2025	1,547	0.38
1,461,000	Telereal 4.9741% 2033	1,103	0.27
1,120,000	Thames Water 1.875% 2024	1,092	0.27

Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,500,000	Thames Water 2.875% 2027	1,445	0.35
1,600,000	Thames Water 3.5% 2028	1,694	0.41
1,050,000	THPA Finance 7.127% 2024	624	0.15
1,488,000	Total Capital 1.75% 2025	1,478	0.36
860,000	Tritax Big Box REIT 2.625% 2026	854	0.21
1,300,000	United Utilities 5.625% 2027	1,644	0.40
1,518,000	Wells Fargo 2% 2025	1,456	0.36
1,956,000	Western Power Distribution 3.625% 2023	2,055	0.50
between 10 and 15 years to maturity			
730,000	Abbey National 3.875% 2029	800	0.20
895,000	Anglian Water 6.625% 2029	1,223	0.30
2,822,000	Anheuser-Busch InBev 2.25% 2029	2,720	0.66
2,515,000	Annington Funding 3.184% 2029	2,516	0.61
2,152,000	APT Pipelines 3.5% 2030	2,238	0.55
1,223,000	Arqiva 4.882% 2032	1,311	0.32
2,130,000	Arqiva 5.34% 2030	2,492	0.61
2,633,000	Barclays 3.25% 2033	2,371	0.58
1,300,000	BPCE 5.25% 2029	1,488	0.36
1,115,000	Broadgate Financing 4.821% 2036	1,441	0.35
2,675,000	Broadgate Financing 5.098% 2035	2,924	0.71
1,035,000	Canary Wharf Finance 6.455% 2033	291	0.07
364,000	CRH 4.125% 2029	409	0.10
2,400,000	Digital Stout Holding 3.3% 2029	2,416	0.59
300,000	DONG Energy 4.875% 2032	366	0.09
1,616,000	E.On Finance 6.375% 2032	2,208	0.54
900,000	Great Rolling Stock 6.5% 2031	1,006	0.24
700,000	Greater Gabbard 4.137% 2032	696	0.17
1,518,000	HSBC 5.375% 2033	1,842	0.45
3,044,000	HSBC Bank 5.375% 2030	3,513	0.86
846,000	Koninklijke KPN 5.75% 2029	1,045	0.25
3,627,000	Land Securities 2.399% 2029	3,638	0.89
100,000	Lloyds Bank 6% 2029	136	0.03
1,515,000	Meadowhall Finance 4.986% 2032	1,373	0.33
895,000	National Grid 2.125% 2028	849	0.21
1,018,000	Notting Hill Housing Trust 3.75% 2032	1,102	0.27
550,000	Orange 8.125% 2028	815	0.20
1,375,000	Rabobank 4.625% 2029	1,529	0.37
1,564,000	RWE 6.25% 2030	2,069	0.50

Standard Life Investment Company

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Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
2,367,000	Severn Trent 2.75% 2031	2,336	0.57
1,200,000	Shaftesbury Carnaby 2.487% 2031	1,131	0.28
1,443,000	Southern Gas Networks 4.875% 2029	1,735	0.42
1,200,000	Telefonica Emisiones 5.445% 2029	1,456	0.35
1,535,000	Telereal 5.5534% 2033	1,464	0.36
1,071,000	Telereal FRN 2033	1,018	0.25
1,599,000	Telereal Secured 4.01% 2033	1,346	0.33
1,607,000	Time Warner Cable 5.75% 2031	1,842	0.45
1,400,000	Welltower 4.8% 2028	1,587	0.39
1,787,000	Western Power 5.75% 2032	2,332	0.57
1,212,000	Westfield America Management Ltd 2.625% 2029	1,194	0.29
2,150,000	Yorkshire Building Society 3.375% 2028	2,027	0.49
between 15 and 25 years to maturity			
1,938,000	Affinity Water 3.278% 2042	2,074	0.51
1,339,000	Anheuser-Busch InBev 2.85% 2037	1,292	0.31
1,241,000	Annington Funding 3.685% 2034	1,271	0.31
1,558,000	Aspire Defence 4.674% 2040 'A'	1,739	0.42
1,384,000	Aspire Defence 4.674% 2040 'B'	1,545	0.38
1,475,000	AT&T 4.25% 2043	1,548	0.38
2,800,000	AT&T 7% 2040	4,060	0.99
2,050,000	Aviva 6.125% 2036	2,293	0.56
2,224,000	Aviva 6.625% fixed to floating 2041	2,441	0.59
1,300,000	British American Tobacco 5.75% 2040	1,747	0.43
626,000	British American Tobacco 6% 2034	832	0.20
360,000	Canary Wharf Finance 5.952% 2037	511	0.12
800,000	Citigroup 6.8% 2038	1,216	0.30
855,000	Connect Plus 2.607% 2039	864	0.21
1,791,000	Direct Line 9.25% 2042	2,176	0.53
1,577,000	DONG Energy 5.75% 2040	2,233	0.54
976,000	Dwr Cymru Financing 2.5% 2036	957	0.23
2,150,000	E.ON Finance 6.75% 2039	3,211	0.78
900,000	EDF 5.5% 2037	1,117	0.27
1,384,000	Enel 5.75% 2037	1,717	0.42
1,554,000	Eversholt 3.529% 2042	1,498	0.37
320,000	Eversholt 6.697% 2035	409	0.10
1,000,000	Gatwick 4.625% 2034	1,186	0.29
1,439,000	Gatwick 5.75% 2037	1,931	0.47
400,000	GE Capital 8% 2039	676	0.16

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Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
2,500,000	GlaxoSmithKline 5.25% 2033	3,311	0.81
2,224,000	Greene King 5.702% fixed to floating 2034	2,072	0.51
2,117,000	Greene King FRN 2033	1,643	0.40
911,000	Gwynt y Môr 2.778% 2034	834	0.20
200,000	Heathrow Funding 5.875% 2041	281	0.07
2,950,000	HSBC 6% 2040	3,742	0.91
1,098,000	John Lewis 4.25% 2034	1,069	0.26
2,005,000	Lloyds Bank 6.5% 2040	2,911	0.71
893,000	London & Quadrant Housing Trust 4.625% 2033	1,080	0.26
1,400,000	Munich Re 6.625% fixed to floating 2042	1,597	0.39
2,429,000	National Grid 2.625% 2038	2,236	0.54
1,340,000	Northumbrian Water 5.125% 2042	1,765	0.43
2,000,000	Octagon Healthcare 5.333% 2035	2,055	0.50
1,873,000	Orange 5.625% 2034	2,456	0.60
766,759	Peel 8.375% 2040	1,123	0.27
2,957,000	QBE Insurance 6.115% 2042	3,191	0.78
1,875,000	RMPA Services 5.337% 2038	1,832	0.45
1,050,000	RWE 6.125% 2039	1,470	0.36
1,701,000	SSE 6.25% fixed to floating 2038	2,481	0.60
600,000	Standard Chartered 4.375% 2038	662	0.16
1,054,000	Telereal 4.0902% fixed to floating 2033	1,098	0.27
790,000	Thames Water 4.375% 2034	909	0.22
1,500,000	Thames Water 5.5% 2041	2,019	0.49
1,071,000	Time Warner Cable 5.25% 2042	1,181	0.29
998,000	Vattenfall 6.875% 2039	1,574	0.38
1,850,000	Veolia Environment 6.125% 2037	2,625	0.64
900,000	Verizon Communications 3.125% 2035	872	0.21
2,254,000	Wal-Mart 5.625% 2034	3,189	0.78
greater than 25 years to maturity			
1,986,000	Aviva 5.125% 2050	2,027	0.49
893,000	AXA 5.625% 2054	967	0.24
1,246,000	BPHA 4.816% 2044	1,600	0.39
793,000	British American Tobacco 2.25% 2052	597	0.15
400,000	British American Tobacco 4% 2055	432	0.11
1,187,000	Bromford Housing 3.125% 2048	1,193	0.29
569,000	Centrica 4.25% 2044	655	0.16
2,200,000	Channel Link 3.043% 2050	2,178	0.53
884,000	Channel Link 6.341% 2046	1,060	0.26

Standard Life Investment Company

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Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
983,000	Circle Anglia 5.2% 2044	1,341	0.33
1,600,000	EDF 5.125% 2050	1,984	0.48
2,600,000	EDF 6% 2114	3,401	0.83
300,000	Engie 5% 2060	448	0.11
2,420,000	Heathrow Funding 4.625% 2046	2,994	0.73
400,000	Legal & General 5.375% 2045	432	0.11
400,000	Legal & General 5.5% 2064	423	0.10
1,634,000	NGG 5.625% fixed to floating 2073	1,789	0.44
1,107,000	Notting Hill Housing Trust 4.375% 2054	1,351	0.33
536,000	Optivo Finance 3.283% 2048	548	0.13
626,000	Paragon 2.08044% 2050	617	0.15
1,671,000	Peabody Capital 4.625% 2053	2,177	0.53
1,161,000	Penarian Housing Finance 3.212% 2052	1,136	0.28
1,000,000	Prudential 5% 2055	1,066	0.26
2,200,000	RL Finance 6.125% fixed to floating 2043	2,433	0.59
820,000	SSE 3.625% 2077	833	0.20
1,442,000	Tolkien Funding Sukuk 1.43283% 2052	1,374	0.34
750,000	University of Cambridge 2.35% 2078	729	0.18
1,187,000	Vodafone 3% 2056	1,023	0.25
1,720,000	Vodafone 3.375% 2049	1,610	0.39
887,000	Wellcome Trust 2.517% 2118	839	0.20
870,000	Wheatley 4.375% 2044	1,018	0.25
Perpetual			
1,400,000	Assicurazioni Generali 6.269% fixed to floating Perpetual	1,407	0.34
1,048,000	Aviva 5.9021% fixed to floating Perpetual	1,092	0.27
3,000,000	Aviva 6.125% fixed to floating Perpetual	3,282	0.80
1,598,000	Axa 5.453% fixed to floating Perpetual	1,718	0.42
1,900,000	EDF 6% Perpetual	1,948	0.48
1,353,000	Legal & General 5.875% fixed to floating Perpetual	1,375	0.33
800,000	Orange 5.875% Perpetual	868	0.21
2,474,000	Pennon 2.875% Perpetual	2,469	0.60
1,938,000	SSE 3.875% fixed to floating Perpetual	1,976	0.48
Government Bonds (1.36%)		8,111	1.98
between 5 and 10 years to maturity			
2,000,000	UK (Govt of) 2% 2025	2,114	0.52

Standard Life Investment Company

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Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
between 10 and 15 years to maturity			
500,000	UK (Govt of) 4.25% 2032	665	0.16
233,000	UK (Govt of) 6% 2028	336	0.08
between 15 and 25 years to maturity			
2,357,000	UK (Govt of) 4.5% 2034	3,300	0.80
500,000	UK (Govt of) 4.5% 2042	768	0.19
greater than 25 years to maturity			
600,000	UK (Govt of) 4.25% 2046	928	0.23
US Dollar Denominated Bonds (2.51%)		9,279	2.26
Corporate Bonds (2.51%)		9,279	2.26
between 5 and 10 years to maturity			
900,000	Charter Communications 4.908% 2025	706	0.17
744,000	Syngenta Finance 4.892% 2025	571	0.14
1,396,000	UBS 4.125% 2026	1,073	0.26
Perpetual			
2,000,000	HSBC 6% Perpetual	1,486	0.36
2,255,000	SEB 5.75% Perpetual	1,738	0.42
1,600,000	Swedbank 5.5% Perpetual	1,228	0.30
3,200,000	Swedbank 6% Perpetual	2,477	0.61
Collective Investment Schemes (0.05%)		1,000	0.24
269	Standard Life CNAV Euro Liquidity Fund	0	0.00
1,000,131	Standard Life CNAV Sterling Liquidity Fund	1,000	0.24
Derivatives (-0.04%)		(109)	(0.03)
Forward Currency Contracts (-0.08%)		(82)	(0.02)
Buy GBP 273,741 Sell EUR 301,477 09/11/2018		3	0.00
Buy GBP 820,648 Sell EUR 905,073 09/11/2018		9	0.00
Buy GBP 4,115,085 Sell EUR 4,614,643 09/11/2018		(26)	0.00
Buy GBP 192,411 Sell USD 247,672 09/11/2018		2	0.00
Buy GBP 9,175,190 Sell USD 12,053,236 09/11/2018		(70)	(0.02)

Standard Life Investment Company

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Investment Grade Corporate Bond Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Futures (0.04%)		(27)	(0.01)
114	Long Long Gilt Future 27/12/2018	(4)	0.00
(11)	Short Euro-Bobl Future 06/09/2018	(22)	(0.01)
(40)	Short US 10 Year Note Future 19/12/2018	(1)	0.00
Total investment assets and liabilities		405,093	98.71
Net other assets		5,299	1.29
Total Net Assets		410,392	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	405,216
Investment liabilities	(123)
Net investment assets	405,093
Net other assets	5,299
Total Net Assets	410,392

Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(4,103)		10,878
Revenue	7,651		13,825	
Expenses	(1,490)		(2,476)	
Interest payable and similar charges	0		(1)	
Net revenue before taxation	6,161		11,348	
Taxation	0		0	
Net revenue after taxation		6,161		11,348
Total return before distributions		2,058		22,226
Distributions		(6,160)		(11,348)
Change in net assets attributable to shareholders from investment activities		(4,102)		10,878

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		419,528		728,681
Amounts receivable on the issue of shares	25,538		38,258	
Amounts payable on the cancellation of shares	(33,716)		(23,454)	
		(8,178)		14,804
Dilution adjustment		62		(27)
Change in net assets attributable to shareholders from investment activities (see above)		(4,102)		10,878
Retained distribution on accumulation shares		3,081		7,654
Unclaimed distributions		1		2
Closing net assets attributable to shareholders		410,392		761,992

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

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Investment Grade Corporate Bond Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		405,216		415,018
Current assets:				
Debtors	7,381		6,892	
Cash and bank balances	335		233	
		7,716		7,125
Total assets		412,932		422,143
Liabilities:				
Investment liabilities		(123)		(354)
Creditors	(923)		(682)	
Bank overdrafts	(2)		0	
Distribution payable	(1,492)		(1,579)	
		(2,417)		(2,261)
Total liabilities		(2,540)		(2,615)
Net assets attributable to shareholders		410,392		419,528

Standard Life Investment Company Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.9994	–	0.9994*	1.0237
Group 2	0.6207	0.3787	0.9994*	1.0237
Institutional accumulation				
Group 1	1.2481	–	1.2481*	1.2687
Group 2	0.2880	0.9601	1.2481*	1.2687
Retail income				
Group 1	0.4120	–	0.4120**	0.4332
Group 2	0.2084	0.2036	0.4120**	0.4332
Institutional income				
Group 1	0.4765	–	0.4765**	0.4994
Group 2	0.1788	0.2977	0.4765**	0.4994
Standard Life income				
Group 1	0.4627	–	0.4627**	0.4832
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.7877	–	0.7877*	0.7966
Group 2	0.5098	0.2779	0.7877*	0.7966
Institutional regulated accumulation				
Group 1	1.2399	–	1.2399*	1.2562
Group 2	–	–	–	–
Standard Life B accumulation				
Group 1	0.8132	–	0.8132*	0.8173
Group 2	0.5730	0.2402	0.8132*	0.8173

Standard Life Investment Company

Interim Report & Financial Statements

Investment Grade Corporate Bond Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Platform 1 accumulation				
Group 1	0.5164	–	0.5164*	0.5255
Group 2	0.2515	0.2649	0.5164*	0.5255
Platform 1 income				
Group 1	0.4349	–	0.4349**	0.4560
Group 2	0.2310	0.2039	0.4349**	0.4560
Institutional S accumulation				
Group 1	0.5172	–	0.5172*	0.5300
Group 2	–	–	–	–
Institutional S income				
Group 1	0.4463	–	0.4463**	0.4750
Group 2	–	–	–	–
Institutional A accumulation				
Group 1	0.3718	–	0.3718*	0.3845
Group 2	–	–	–	–
Institutional A income				
Group 1	0.3472	–	0.3472**	0.3700
Group 2	–	–	–	–

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

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Investment Grade Corporate Bond Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.9827	–	0.9827*	1.0102
Group 2	0.5110	0.4717	0.9827*	1.0102
Institutional accumulation				
Group 1	1.2320	–	1.2320*	1.2573
Group 2	1.0509	0.1811	1.2320*	1.2573
Retail income				
Group 1	0.4024	–	0.4024**	0.4247
Group 2	0.2262	0.1762	0.4024**	0.4247
Institutional income				
Group 1	0.4667	–	0.4667**	0.4913
Group 2	0.2518	0.2149	0.4667**	0.4913
Standard Life income				
Group 1	0.4544	–	0.4544**	0.4759
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.7827	–	0.7827*	0.7928
Group 2	0.4980	0.2847	0.7827*	0.7928
Institutional regulated accumulation				
Group 1	1.2254	–	1.2254*	1.2470
Group 2	–	–	–	1.2470
Standard Life B accumulation				
Group 1	0.8061	–	0.8061*	0.8148
Group 2	0.5530	0.2531	0.8061*	–

Standard Life Investment Company

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Investment Grade Corporate Bond Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Platform 1 accumulation				
Group 1	0.5094	–	0.5094*	0.5205
Group 2	0.2634	0.2460	0.5094*	0.5205
Platform 1 income				
Group 1	0.4259	–	0.4259**	0.4482
Group 2	0.2293	0.1966	0.4259**	0.4482
Institutional S accumulation				
Group 1	0.5136	–	0.5136*	0.4929
Group 2	–	–	–	–
Institutional S income				
Group 1	0.4331	–	0.4331**	0.4450
Group 2	–	–	–	–
Institutional A accumulation ^				
Group 1	–	–	–	0.3850
Group 2	–	–	–	–
Institutional A income ^				
Group 1	–	–	–	0.3631
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

^ Share class closed on 7 June 2018

Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Investment Report

Fund Information	
Fund Manager	Sumitomo Mitsui Trust Bank
Launch Date	16 November 1998
Benchmark	IA Japan Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies listed on a Japanese stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in Japan. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares.

The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The nature of the portfolio affords investors a focused investment approach, whilst affording proper diversification of mainly Japanese Equity exposure. The investor must be able to accept significant temporary losses due to the volatile nature of equity and currency markets, and should therefore have an investment time horizon of at least 5 years.

Performance

For the period under review, the Sub-fund returned 3.35% (Platform 1 accumulation), compared to a return of 5.19% from the IA Japan sector benchmark (source: Morningstar, basic rate taxpayer, bid-to-bid basis).

Electronics giant TDK found its shares in demand after it was upgraded by analysts, who cited better growth potential for the company's battery and electric parts operations. A tightening electric parts market also resulted in higher-than-expected earnings expectations for TDK. Elsewhere, Sony's shares performed well after it announced robust games sales for its PlayStation console, while a deal between Disney and Fox raised the market's evaluation of Sony's intellectual property and content. Additional highlights included Recruit Holdings, Yamato and NTT Data

On the downside, shares in Nintendo fell on lower-than-expected sales momentum for the Nintendo Switch; a disappointing business update at E3 Expo also weighed on the stock. Machinery components manufacturer THK struggled after it was downgraded on expectations that the order cycle has peaked. In addition, intensifying trade tensions have hit stocks with sizeable exposure to China, such as THK. Similar concerns also hurt general machine-maker Komatsu. Positions in Furukawa Electric, Sumco Corporation and Shima Seiki also disappointed.

Investment Activity

Looking at recent activity, we purchased Otorun, which is enjoying rising demand for its optical film production equipment from numerous sectors, including smartphones, surveillance cameras, automobiles and LEDs. We bought shares in Nomura Research Institute, as we expect its IT consulting businesses to continue to deliver solid growth. The company should also benefit from increasing domestic IT investment demand caused by labour shortages and the advancement of IT technology. Kurita Water Industries makes water treatment chemicals and facilities. It is benefiting from the replacement cycle in the industrials sector and the expansion of its water processing businesses, notably around semiconductors. There is also an opportunity for margins to improve as management increasingly focuses on profitability.

By contrast, we exited semiconductor firm Renesas Electronics due to concerns about increasing inventories. Staying in the sector, we reduced our holding in precision tools-maker Disco, as the company is facing declining demand from the memory and smartphone sectors. Meanwhile, we took profits from computer games publisher Koei Tecmo. Its shares climbed after it released robust earnings results, driven by increased royalties from its original game content and greater sales for its collaborative titles with Nintendo.

Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	106.99	90.59	71.22	69.51
Return before operating charges*	3.13	17.71	20.47	2.88
Operating charges**	(0.71)	(1.31)	(1.10)	(1.17)
Return after operating charges*	2.42	16.40	19.37	1.71
Distributions	0.00	(0.09)	(0.05)	0.00
Retained distributions on accumulation share	0.00	0.09	0.05	0.00
Closing net asset value per share	109.41	106.99	90.59	71.22
* after direct transaction costs of:***	0.03	0.08	0.09	0.08
Performance +				
Return after charges	2.26%	18.10%	27.20%	2.46%
Other information				
Closing net asset value (£'000)	5,960	6,027	3,694	2,958
Closing number of shares	5,446,932	5,632,797	4,078,189	4,152,483
Operating charges****	1.34%	1.34%	1.34%	1.62%
Direct transaction costs***	0.06%	0.09%	0.11%	0.11%
Prices				
Highest share price	110.2	111.7	92.55	76.92
Lowest share price	98.96	88.22	71.11	64.12
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p>				

Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	125.25	105.55	82.60	80.01
Return before operating charges*	3.67	20.68	23.78	3.32
Operating charges**	(0.54)	(0.98)	(0.83)	(0.73)
Return after operating charges*	3.13	19.70	22.95	2.59
Distributions	0.00	(0.64)	(0.52)	(0.38)
Retained distributions on accumulation share	0.00	0.64	0.52	0.38
Closing net asset value per share	128.38	125.25	105.55	82.60
* after direct transaction costs of:***	0.04	0.10	0.11	0.09
Performance +				
Return after charges	2.50%	18.66%	27.78%	3.24%
Other information				
Closing net asset value (£'000)	157,635	153,258	141,051	96,213
Closing number of shares	122,783,864	122,365,074	133,630,422	116,481,947
Operating charges****	0.87%	0.87%	0.87%	0.87%
Direct transaction costs***	0.06%	0.09%	0.12%	0.11%
Prices				
Highest share price	129.3	130.7	107.7	88.62
Lowest share price	115.9	102.9	82.52	74.33

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Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income ^				
Change in net assets per share				
Opening net asset value per share	74.82	63.33	49.76	48.41
Return before operating charges*	0.45	12.48	14.40	2.03
Operating charges**	(0.01)	(0.02)	(0.02)	(0.02)
Return after operating charges*	0.44	12.46	14.38	2.01
Distributions	0.00	(0.97)	(0.81)	(0.66)
Redemption value as at 14 June 2018	(75.26)	0.00	0.00	0.00
Closing net asset value per share	0.00	74.82	63.33	49.76
* after direct transaction costs of:***	0.02	0.06	0.07	0.06
Performance +				
Return after charges	0.59%	19.67%	28.90%	4.15%
Other information				
Closing net asset value (£'000)	–	2	1	1
Closing number of shares	–	2,286	2,286	2,286
Operating charges****	0.04%	0.04%	0.04%	0.04%
Direct transaction costs***	0.06%	0.09%	0.12%	0.12%
Prices				
Highest share price	76.20	78.98	65.24	53.68
Lowest share price	69.27	61.78	49.75	42.25

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^ Shareclass closed on 14 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	81.27	67.98	52.80	50.76
Return before operating charges*	2.40	13.37	15.25	2.10
Operating charges**	(0.05)	(0.08)	(0.07)	(0.06)
Return after operating charges*	2.35	13.29	15.18	2.04
Distributions	0.00	(0.97)	(0.80)	(0.63)
Retained distributions on accumulation share	0.00	0.97	0.80	0.63
Closing net asset value per share	83.62	81.27	67.98	52.80
* after direct transaction costs of:***	0.03	0.06	0.07	0.06
Performance +				
Return after charges	2.89%	19.55%	28.75%	4.02%
Other information				
Closing net asset value (£'000)	196,084	194,847	159,708	123,169
Closing number of shares	234,501,920	239,763,994	234,944,925	233,269,640
Operating charges****	0.12%	0.12%	0.12%	0.12%
Direct transaction costs***	0.06%	0.09%	0.11%	0.11%
Prices				
Highest share price	84.18	84.69	69.17	56.27
Lowest share price	75.23	66.31	52.79	47.42

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Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	114.25	96.33	75.41	73.09
Return before operating charges*	3.35	18.85	21.72	3.02
Operating charges**	(0.52)	(0.93)	(0.80)	(0.70)
Return after operating charges*	2.83	17.92	20.92	2.32
Distributions	0.00	(0.46)	(0.44)	(0.30)
Retained distributions on accumulation share	0.00	0.46	0.44	0.30
Closing net asset value per share	117.08	114.25	96.33	75.41
* after direct transaction costs of:***	0.04	0.09	0.10	0.09
Performance +				
Return after charges	2.48%	18.60%	27.74%	3.17%
Other information				
Closing net asset value (£'000)	888	1,366	6,674	5,283
Closing number of shares	758,114	1,195,173	6,928,080	7,005,365
Operating charges****	0.92%	0.92%	0.92%	0.92%
Direct transaction costs***	0.06%	0.09%	0.11%	0.12%
Prices				
Highest share price	117.9	119.2	98.29	80.95
Lowest share price	105.7	93.86	75.34	67.87

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Standard Life Investment Company

Interim Report & Financial Statements

Japanese Equity Growth Fund

Portfolio Statement

as at 31 August 2018

		Market value £'000	Percentage of total net assets
Holding	Investment		
Japanese Equities (98.38%)		354,423	98.30
288,500	Asahi	10,033	2.78
216,100	Asahi Intecc	6,343	1.76
220,500	Chugai Pharmaceutical	9,838	2.73
720,600	Dai-ichi Life Insurance	10,580	2.93
303,900	Daiwa House Industry	7,140	1.98
17,500	Disco	2,413	0.67
1,655,000	Fuji Electric	10,266	2.85
249,800	Fuji Oil	5,858	1.62
50,100	Furukawa Electric	1,328	0.37
591,200	JGC	9,176	2.55
1,533,900	JXTG Holdings	8,326	2.31
51,600	Koei Tecmo Holdings	813	0.23
454,600	Komatsu	9,967	2.76
298,200	Kurita Water Industries	6,818	1.89
322,300	Kyowa Hakko Kirin	4,399	1.22
202,500	Kyudenko	5,936	1.65
211,700	M3	7,183	1.99
368,600	Marui	6,269	1.74
477,900	Mitsubishi	10,511	2.92
3,230,600	Mitsubishi UFJ Financial	15,034	4.17
477,400	Mitsui Fudosan	8,427	2.34
89,200	Nissan Chemical	3,274	0.91
234,200	Nomura Research Institute	8,970	2.49
914,000	NTT Data	9,043	2.51
126,600	Optorun	2,890	0.80
91,500	Pola Orbis	2,486	0.69
537,900	Recruit	12,626	3.50
1,666,800	Resona	7,284	2.02
841,300	Ricoh	6,795	1.88
139,200	ROHM Semiconductor	9,668	2.68
19,100	Ryohin Keikaku	4,367	1.21
465,700	Seibu Holdings	6,469	1.79
69,300	Shima Seiki Manufacturing	2,491	0.69
250,500	Shionogi	11,214	3.11
180,800	Showa Denko	6,624	1.84
208,500	Softbank	14,886	4.13
417,100	Sony	18,363	5.09
255,500	SUMCO	3,515	0.97
809,000	Sumitomo Bakelite	6,147	1.70

Standard Life Investment Company

Interim Report & Financial Statements

Japanese Equity Growth Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Japanese Equities (continued)			
209,900	Suzuki Motor	10,522	2.92
297,800	Taiyo Yuden	6,757	1.87
132,800	TDK	11,490	3.19
208,800	THK	4,310	1.20
64,400	Tokyo Electron	8,427	2.34
283,600	Yamaha	10,409	2.89
381,500	Yamato Holdings	8,738	2.42
Derivatives (0.00%)		0	0.00
Forward Currency Contracts (0.00%)		0	0.00
	Buy GBP 5,912 Sell JPY 832,413 12/09/2018	0	0.00
Total investment assets		354,423	98.30
Net other assets		6,144	1.70
Total Net Assets		360,567	100.00

All investments are listed on recognised stock exchanges and are approved securities, or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

Japanese Equity Growth Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		7,390		19,829
Revenue	3,382		2,940	
Expenses	(799)		(737)	
Net revenue before taxation	2,583		2,203	
Taxation	(331)		(302)	
Net revenue after taxation		2,252		1,901
Total return		9,642		21,730
Change in net assets attributable to shareholders from investment activities		9,642		21,730

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		355,500		311,271
Amounts receivable on the issue of shares	3,329		11,080	
Amounts payable on the cancellation of shares	(7,903)		(15,440)	
		(4,574)		(4,360)
Dilution adjustment		(1)		6
Change in net assets attributable to shareholders from investment activities (see above)		9,642		21,730
Closing net assets attributable to shareholders		360,567		328,647

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

Japanese Equity Growth Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		354,423		349,755
Current assets:				
Debtors	3,377		1,596	
Cash and bank balances	5,781		5,541	
		9,158		7,137
Total assets		363,581		356,892
Liabilities:				
Creditors	(3,014)		(1,392)	
		(3,014)		(1,392)
Total liabilities		(3,014)		(1,392)
Net assets attributable to shareholders		360,567		355,500

Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Investment Report

Fund Information	
Fund Manager	Daniel McKernan and Mark Munro
Launch Date	1 May 2003
Benchmark	Barclays Sterling Collateralised & Corporate Index (hedged to 2 year duration)

Investment Objective

The objective of the Sub-fund is to provide a total return from income and capital appreciation.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in fixed interest securities issued by corporations. The Sub-fund may also invest in Government and public securities and other interest bearing securities anywhere in the world as well as other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes. The ACD will use derivatives to reduce the Sub-fund's exposure to interest rate risk with the aim of reducing duration exposure to around two years.

Risk

The diversified nature of the portfolio makes it suitable for investors wishing to achieve a broad spread of mainly corporate bond exposure, which provides a degree of protection from default risk, and who do not desire a high degree of stock specific risk. Whilst the income generated should remain relatively stable, the investor must be able to accept some fluctuations in the income due to the higher risk nature of some of the securities held in the Sub-fund. The investor must also be able to accept temporary capital losses due to the volatile nature of bond markets, and should therefore have an investment time horizon of at least 5 years.

Performance

The Short Duration Credit Fund returned 0.4% during the period, compared with a 0.6% return for the IA £ Corporate Bond Sector. Please note Sub-fund returns are net of fees, while benchmark returns are gross (Source: Morningstar, basic rate taxpayer, bid-to-bid basis).

At an individual security level, the biggest performance detractor in the six-month period was the UK bank Barclays. Given the generally 'risk-off' backdrop, the traditionally higher volatility insurance sector underperformed, with UK insurer Direct Line the second biggest detractor for the Sub-fund and Italy's Generali also featuring among the top detractors. Italian credits generally underperformed in the period owing to the country's continuing political woes, with the Sub-fund's off-benchmark exposure to Unicredit also among the leading detractors.

On the positive side, the three top performers for the Sub-fund were its overweight positions in Thames Water, followed by Vodafone and FGP Topco, the latter being the consortium which owns Heathrow airport through Heathrow Airport Holdings, formerly known as BAA.

Investment Activity

In the primary market, we bought the 2023 senior unsecured bonds of HSBC, the 2021 bonds of Volkswagen Financial Services and the 2039 bonds of Connect Plus, the project company that manages the M25 road network around London.

In the secondary market we added exposure to German pharmaceuticals giant Bayer, after spreads moved significantly wider on headlines regarding lawsuits in the US over claims that its subsidiary, Monsanto's weed killing product, 'Roundup', causes cancer. We felt the market was overreacting and used the weakness to buy what we feel is a high quality credit at a reasonable level. We also bought Spanish Bank BBVA, which we feel has been excessively penalised for its ownership stake in Turkey's Garanti Bank.

Turning to sales, we exited Comcast due to fears around potential M&A activity that could destabilise its credit profile. We also reduced our off-benchmark exposure to Italian bank Unicredit in favour of other European banks, where we think the risk-return balance is preferable, including Germany's Deutsche Bank and Denmark's Danske Bank.

Synthetic Risk & Reward Indicator

Lower risk Typically lower rewards			Higher risk Typically Higher rewards			
1	2	3	4	5	6	7

This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

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For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	88.32	86.39	79.67	83.43
Return before operating charges*	0.32	2.84	7.82	(2.53)
Operating charges**	(0.46)	(0.91)	(0.87)	(0.92)
Return after operating charges*	(0.14)	1.93	6.95	(3.45)
Distributions	(0.74)	(1.13)	(1.46)	(1.56)
Retained distributions on accumulation share	0.74	1.13	1.23	1.25
Closing net asset value per share	88.18	88.32	86.39	79.67
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	-0.16%	2.24%	8.72%	-4.14%
Other information				
Closing net asset value (£'000)	12,343	12,128	13,640	13,019
Closing number of shares	13,997,921	13,732,668	15,789,150	16,341,487
Operating charges****	1.03%	1.03%	1.03%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	88.61	89.34	87.05	84.31
Lowest share price	87.92	86.71	80.34	79.78

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Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	93.26	90.84	83.47	87.07
Return before operating charges*	0.34	2.99	8.21	(2.67)
Operating charges**	(0.29)	(0.57)	(0.54)	(0.53)
Return after operating charges*	0.05	2.42	7.67	(3.20)
Distributions	(0.98)	(1.58)	(1.91)	(2.00)
Retained distributions on accumulation share	0.98	1.58	1.61	1.60
Closing net asset value per share	93.31	93.26	90.84	83.47
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.06%	2.67%	9.19%	-3.68%
Other information				
Closing net asset value (£'000)	164,330	153,601	176,086	185,003
Closing number of shares	176,105,491	164,704,343	193,837,930	221,636,428
Operating charges****	0.61%	0.61%	0.61%	0.61%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	93.71	94.30	91.53	88.02
Lowest share price	92.97	91.18	84.17	83.58

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	54.05	53.55	50.11	53.26
Return before operating charges*	0.20	1.76	4.89	(1.61)
Operating charges**	(0.28)	(0.56)	(0.54)	(0.58)
Return after operating charges*	(0.08)	1.20	4.35	(2.19)
Distributions	(0.45)	(0.70)	(0.91)	(0.96)
Closing net asset value per share	53.52	54.05	53.55	50.11
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	-0.15%	2.24%	8.68%	-4.11%
Other information				
Closing net asset value (£'000)	4,203	4,534	5,210	5,862
Closing number of shares	7,852,952	8,388,567	9,727,711	11,699,103
Operating charges****	1.03%	1.03%	1.03%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.23	54.83	54.20	53.75
Lowest share price	53.64	53.75	50.53	50.35

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	53.99	53.47	50.04	53.20
Return before operating charges*	0.19	1.77	4.89	(1.62)
Operating charges**	(0.17)	(0.33)	(0.32)	(0.32)
Return after operating charges*	0.02	1.44	4.57	(1.94)
Distributions	(0.56)	(0.92)	(1.14)	(1.22)
Closing net asset value per share	53.45	53.99	53.47	50.04
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.04%	2.69%	9.13%	-3.65%
Other information				
Closing net asset value (£'000)	17,823	18,628	27,864	28,726
Closing number of shares	33,341,806	34,504,839	52,107,430	57,405,687
Operating charges****	0.61%	0.61%	0.61%	0.61%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.20	54.80	54.18	53.76
Lowest share price	53.59	53.67	50.46	50.35

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Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	31.65	31.37	29.08	30.91
Return before operating charges*	0.13	0.99	2.53	(0.94)
Operating charges**	0.00	(0.01)	(0.01)	(0.01)
Return after operating charges*	0.13	0.98	2.52	(0.95)
Distributions	(0.43)	(0.70)	(0.23)	(0.88)
Closing net asset value per share	31.35	31.65	31.37	29.08
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.41%	3.12%	8.67%	-3.07%
Other information				
Closing net asset value (£'000)	1	1	1	3,692
Closing number of shares	2,000	2,000	2,000	12,697,297
Operating charges****	0.03%	0.03%	0.03%	0.03%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	31.81	32.14	31.61	31.26
Lowest share price	31.42	31.49	29.32	29.29

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Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	94.83	91.88	84.08	87.37
Return before operating charges*	0.33	3.05	8.27	(2.71)
Operating charges**	(0.05)	(0.10)	(0.10)	(0.09)
Return after operating charges*	0.28	2.95	8.17	(2.80)
Distributions	(1.23)	(2.07)	(2.37)	(2.45)
Retained distributions on accumulation share	1.23	2.07	2.00	1.96
Closing net asset value per share	95.11	94.83	91.88	84.08
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.29%	3.21%	9.72%	-3.20%
Other information				
Closing net asset value (£'000)	57	227	59	103
Closing number of shares	60,014	239,295	63,963	122,565
Operating charges****	0.11%	0.11%	0.11%	0.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	95.50	95.85	92.59	88.35
Lowest share price	94.64	92.23	84.78	84.14

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Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	64.14	62.51	57.46	59.97
Return before operating charges*	0.23	2.05	5.65	(1.85)
Operating charges**	(0.21)	(0.42)	(0.40)	(0.39)
Return after operating charges*	0.02	1.63	5.25	(2.24)
Distributions	(0.66)	(1.05)	(1.29)	(1.35)
Retained distributions on accumulation share	0.66	1.05	1.09	1.08
Closing net asset value per share	64.16	64.14	62.51	57.46
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.04%	2.60%	9.14%	-3.74%
Other information				
Closing net asset value (£'000)	26,398	22,960	21,723	14,990
Closing number of shares	41,142,011	35,796,026	34,751,705	26,085,029
Operating charges****	0.66%	0.66%	0.66%	0.66%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	64.44	64.86	62.98	60.62
Lowest share price	63.93	62.74	57.94	57.53

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Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	55.78	55.26	51.70	54.96
Return before operating charges*	0.21	1.81	5.07	(1.67)
Operating charges**	(0.19)	(0.37)	(0.36)	(0.36)
Return after operating charges*	0.02	1.44	4.71	(2.03)
Distributions	(0.57)	(0.92)	(1.15)	(1.23)
Closing net asset value per share	55.23	55.78	55.26	51.70
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	0.04%	2.61%	9.11%	-3.69%
Other information				
Closing net asset value (£'000)	10,406	11,034	8,406	7,697
Closing number of shares	18,841,083	19,780,460	15,210,706	14,887,335
Operating charges****	0.66%	0.66%	0.66%	0.66%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	55.99	56.61	55.97	55.55
Lowest share price	55.37	55.47	52.14	52.02

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Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (90.40%)		214,537	91.08
Euro Denominated Bonds (5.02%)		12,333	5.24
Corporate Bonds (5.02%)		12,333	5.24
less than 5 years to maturity			
1,060,000	Islandsbanki 1.75% 2020	972	0.41
580,000	Landsbankinn 1.375% 2022	525	0.22
790,000	Landsbankinn 1.625% 2021	723	0.31
1,100,000	Teva Pharmaceutical 0.375% 2020	965	0.41
between 5 and 10 years to maturity			
800,000	CaixaBank 3.5% 2027	752	0.32
800,000	CaixaBank 5% 2023	722	0.31
500,000	Nidda Healthcare 3.5% 2024	445	0.19
975,000	Quintiles 3.25% 2025	882	0.37
800,000	Quintiles IMS 3.5% 2024	734	0.31
517,000	Unitymedia 4% 2025	486	0.21
between 10 and 15 years to maturity			
900,000	Bayer 2.125% 2029	809	0.34
greater than 25 years to maturity			
1,230,000	AXA 3.25% 2049	1,081	0.46
Perpetual			
800,000	Aareal Bank 7.625% fixed to floating Perpetual	750	0.32
1,100,000	ABN Amro 5.75% Perpetual	1,050	0.45
800,000	BBVA 6.75% Perpetual	736	0.31
750,000	Danske Bank 7.5% Perpetual	701	0.30
Sterling Denominated Bonds (82.65%)		196,511	83.42
Corporate Bonds (82.31%)		195,757	83.10
less than 5 years to maturity			
400,000	AA Bond 2.75% 2023	375	0.16
774,000	AA Bond 2.875% 2022	754	0.32
1,170,000	Abbey National 1.875% 2020	1,176	0.50
1,300,000	AIG 5% 2023	1,456	0.62
185,000	Arqiva 9.5% 2020	190	0.08
1,050,000	Bank of America 6.125% 2021	1,187	0.50

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,150,000	Bank of Montreal 1.375% 2021	1,144	0.48
1,600,000	Bank of Nova Scotia 1.25% 2022	1,575	0.67
800,000	Bank of Scotland 9.375% 2021	947	0.40
900,000	Banque Federative du Credit Mutuel 1.375% 2021	894	0.38
450,000	Barclays 9.5% 2021	533	0.23
354,000	BASF 1.375% 2022	354	0.15
400,000	BMW 0.875% 2022	388	0.16
1,040,000	British American Tobacco 1.75% 2021	1,041	0.44
900,000	BUPA 3.375% 2021	945	0.40
800,000	Close Brothers 3.875% 2021	844	0.36
500,000	Co-operative Bank 4.75% 2021	536	0.23
710,000	Coventry Building Society 1% 2020	705	0.30
1,010,000	CPUK 2.666% 2020	1,024	0.43
800,000	Credit Suisse 3% 2022	827	0.35
850,000	Daimler 2.375% 2021	869	0.37
1,600,000	Deutsche Bank 1.875% 2020	1,592	0.67
350,000	E.ON Finance 6% 2019	369	0.16
1,270,000	Electricity Supply Board 6.5% 2020	1,363	0.58
200,000	FCE Bank 2.727% 2022	202	0.08
550,000	First Hydro 9% 2021	659	0.28
976,000	Friends Life 8.25% 2022	1,174	0.50
1,160,000	GE Capital 5.125% 2023	1,320	0.56
800,000	GE Capital 5.875% 2020	872	0.37
1,000,000	Global Switch 4.375% 2022	1,094	0.46
1,673,000	HSBC 2.175% 2023	1,672	0.71
950,000	Iberdrola 6% 2022	1,095	0.46
800,000	Imperial Brands 7.75% 2019	840	0.36
1,587,000	Innogy 6.5% 2021	1,784	0.76
1,520,000	John Lewis 8.375% 2019	1,580	0.67
770,000	Lend Lease Europe 6.125% 2021	859	0.36
1,910,000	Lloyds Bank 1.75% 2022	1,936	0.82
400,000	Lloyds Bank 9.625% 2023	515	0.22
370,000	Lloyds Bank FRN 2019	370	0.16
360,000	London Power Networks 5.125% 2023	411	0.17
700,000	London Stock Exchange 9.125% 2019	760	0.32
630,000	LVMH 1% 2022	622	0.26
540,000	Marks & Spencer 6.125% 2021	608	0.26
280,000	Merrill Lynch 5.5% 2021	309	0.13
500,000	Metlife 5.25% 2020	534	0.23

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
800,000	MetLife Global Funding I 1.125% 2021	792	0.34
840,000	MetLife Global Funding I 2.625% 2022	876	0.37
670,000	National Australia Bank 0.875% 2020	664	0.28
2,000,000	National Grid 1.125% 2021	1,977	0.84
800,000	New York Life Global Funding 1% 2021	790	0.34
524,000	OP Corporate Bank 2.5% 2022	541	0.23
392,000	Petróleos Mexicanos 8.25% 2022	462	0.20
700,000	RELX 2.75% 2019	706	0.30
802,000	Santander UK 1.625% 2021	800	0.34
580,000	Scania 1.875% 2022	578	0.25
800,000	Scentre 2.375% 2022	818	0.35
640,000	Severn Trent 1.125% 2021	632	0.27
1,020,000	Swedbank 1.25% 2021	1,009	0.43
650,000	Thames Water 2.375% 2023	634	0.27
1,000,000	Thames Water 7.75% 2019	1,031	0.44
1,200,000	Unique Pub Finance 6.452% 2021	533	0.23
580,000	Volkswagen Financial Services 1.5% 2021	576	0.24
1,000,000	Volkswagen Financial Services 1.625% 2022	990	0.42
880,000	Volkswagen Financial Services 1.75% 2020	882	0.37
400,000	Volkswagen Financial Services 1.875% 2021	400	0.17
650,000	Western Power 5.25% 2023	740	0.31
1,110,000	Westpac Banking 2.625% 2022	1,150	0.49
between 5 and 10 years to maturity			
350,000	A.P. Moller-Maersk 4% 2025	363	0.15
1,090,000	ABP 6.25% 2026	1,334	0.57
600,000	APT Pipelines 4.25% 2024	658	0.28
931,000	Aroundtown 3.25% 2027	922	0.39
200,000	Arrow Global 5.125% 2024	183	0.08
329,000	Assura Financing 3% 2028	332	0.14
900,000	AT&T 5.5% 2027	1,079	0.46
660,000	Bank of America 2.3% 2025	653	0.28
500,000	Bank of America 7% 2028	678	0.29
700,000	Barclays 2.375% 2023	688	0.29
860,000	Barclays 3.125% 2024	859	0.36
1,259,000	Barclays 3.25% 2027	1,229	0.52
880,000	BP 2.03% 2025	883	0.37
640,000	British American Tobacco 2.125% 2025	620	0.26
440,000	BUPA 2% 2024	437	0.18

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
500,000	Citigroup 5.15% 2026	586	0.25
1,000,000	Citigroup 5.875% 2024	1,161	0.49
380,000	Close Brothers 2.75% 2026	380	0.16
1,100,000	Clydesdale Bank 4.625% 2026	1,317	0.56
650,000	Credit Agricole 7.375% 2023	806	0.34
1,800,000	CYBG 5% 2026	1,851	0.79
600,000	Digital Stout 4.75% 2023	663	0.28
454,000	Enel 5.625% 2024	526	0.22
545,000	Eversholt 6.359% 2025	667	0.28
602,000	Experian 2.125% 2024	600	0.25
750,000	FirstGroup 6.875% 2024	900	0.38
585,000	GlaxoSmithKline 3.375% 2027	642	0.27
960,000	Go-Ahead 2.5% 2024	935	0.40
1,590,000	Heathrow Funding 6.75% 2026	2,085	0.89
500,000	Heathrow Funding 7.125% 2024	612	0.26
1,471,000	HSBC 2.256% 2026	1,414	0.60
800,000	HSBC 2.625% 2028	781	0.33
720,000	Imperial Brands 5.5% 2026	847	0.36
1,260,000	Intu (SGS) Finance 4.125% 2023	1,345	0.57
604,000	John Lewis 6.125% 2025	694	0.29
900,000	Koninklijke KPN 5% 2026	1,038	0.44
285,000	Lloyds Bank 5.75% fixed to floating 2025	302	0.13
790,000	Lloyds Banking Group 2.25% 2024	762	0.32
1,900,000	Mitchells & Butlers 5.965% 2025	624	0.26
900,000	Morgan Stanley 2.625% 2027	887	0.38
600,000	Nationwide Building Society 3.25% 2028	630	0.27
438,000	NewRiver REIT 3.5% 2028	429	0.18
340,000	Northern Powergrid Yorkshire 2.5% 2025	348	0.15
540,000	Northumbrian Water 1.625% 2026	503	0.21
493,000	Orange 5.25% 2025	590	0.25
400,000	Porterbrook Rail 7.125% 2026	518	0.22
359,000	Principality Building Society 2.375% 2023	354	0.15
1,042,000	Royal Bank of Scotland 2.875% 2026	1,021	0.43
820,000	Saga 3.375% 2024	779	0.33
1,000,000	Santander UK Group 3.625% 2026	1,035	0.44
249,000	Severn Trent 6.125% 2024	299	0.13
348,000	South Eastern Power Networks 5.5% 2026	420	0.18
610,000	Southern Gas Networks 4.875% 2023	696	0.30
700,000	Stagecoach Group 4% 2025	731	0.31

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,150,000	Telefonica Emisiones 5.375% 2026	1,346	0.57
1,210,000	Thames Water 3.5% 2028	1,281	0.54
600,000	Thames Water 4% 2025	657	0.28
600,000	THPA Finance 7.127% 2024	356	0.15
820,000	Total Capital 1.75% 2025	814	0.35
500,000	Unique Pub Finance 5.659% 2027	413	0.18
800,000	Unite (USAF) II 3.921% 2025	883	0.37
610,000	United Utilities 5.625% 2027	772	0.33
350,000	Vicinity Centres 3.375% 2026	366	0.16
1,000,000	Wells Fargo 2% 2025	959	0.41
1,480,000	Western Power Distribution 3.625% 2023	1,555	0.66
1,326,000	Yorkshire Building Society 4.125% 2024	1,358	0.58
between 10 and 15 years to maturity			
654,000	America Movil 5.75% 2030	832	0.35
400,000	Anglian Water 6.293% 2030	545	0.23
930,000	Anheuser-Busch InBev 2.25% 2029	896	0.38
440,000	Annington Funding 3.184% 2029	440	0.19
984,000	AT&T 4.375% 2029	1,082	0.46
1,917,000	Barclays 3.25% 2033	1,726	0.73
1,200,000	Broadgate Financing 5.098% 2033	1,312	0.56
323,000	Centrica 4.375% 2029	367	0.16
510,000	CRH 4.125% 2029	573	0.24
830,000	Digital Stout Holding 3.3% 2029	835	0.35
1,040,000	DONG Energy 4.875% 2032	1,270	0.54
1,644,000	E.On Finance 6.375% 2032	2,246	0.95
390,000	Great Rolling Stock 6.5% 2031	436	0.19
1,787,000	Heathrow Funding 6.45% fixed to floating 2033	2,474	1.05
900,000	HSBC 5.375% 2033	1,092	0.46
300,000	HSBC 6.75% 2028	383	0.16
820,000	Integrated Accommodation Services 6.48% 2029	634	0.27
600,000	Legal & General 5.875% 2031	795	0.34
880,000	London & Quadrant Housing Trust 2.25% 2029	847	0.36
800,000	Meadowhall Finance 4.986% 2032	725	0.31
550,000	Orange 8.125% 2028	815	0.35
326,000	Prudential 5.875% 2029	441	0.19
500,000	Rabobank 4.55% 2029	597	0.25
380,000	Rabobank 4.625% 2029	423	0.18
600,000	RI Finance Bonds No 3 6.125% 2028	659	0.28

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
815,000	RWE 6.25% 2030	1,078	0.46
550,000	Telereal FRN 2033	523	0.22
640,000	Telereal Secured 4.01% 2033	539	0.23
367,000	Thames Water 5.75% 2030	407	0.17
260,000	Tritax Big Box REIT 3.125% 2031	259	0.11
850,000	Welltower 4.8% 2028	963	0.41
505,000	Western Power 5.75% 2032	659	0.28
605,000	Westfield America Management Ltd 2.625% 2029	596	0.25
840,000	Yorkshire Building Society 3.375% 2028	792	0.34
between 15 and 25 years to maturity			
480,000	Annington Funding 3.685% 2034	492	0.21
947,000	Aspire Defence 4.674% 2040 'B'	1,057	0.45
1,040,000	Aviva 6.625% fixed to floating 2041	1,141	0.48
1,454,000	Arqiva 4.04% 2035	1,503	0.64
900,000	British American Tobacco 5.75% 2040	1,209	0.51
950,000	British American Tobacco 6% 2034	1,263	0.54
484,000	Citigroup 7.375% 2039	781	0.33
478,000	Connect Plus 2.607% 2039	483	0.21
1,245,000	Direct Line 9.25% 2042	1,513	0.64
500,000	EDF 5.5% 2041	634	0.27
600,000	EDF 6.125% 2034	799	0.34
240,000	Enel 5.75% 2037	298	0.13
1,000,000	Enel 5.75% 2040	1,264	0.54
610,000	Eversholt 3.529% 2042	588	0.25
950,000	Eversholt 6.697% 2035	1,214	0.52
1,250,000	Gatwick 4.625% 2034	1,483	0.63
400,000	Great Rolling Stock 6.875% 2035	393	0.17
1,870,000	Greene King FRN 2033	1,452	0.62
900,000	HSBC 6% 2040	1,142	0.48
500,000	Land Securities 2.625% 2037	488	0.21
400,000	Lloyds Bank 6.5% 2040	581	0.25
500,000	London & Quadrant Housing Trust 4.625% 2033	605	0.26
300,000	Marston's 5.641% 2035	266	0.11
1,000,000	Munich Re 6.625% fixed to floating 2042	1,141	0.48
1,400,000	National Grid 2.625% 2038	1,289	0.55
500,000	Northumbrian Water 5.125% 2042	659	0.28
1,499,000	QBE Insurance 6.115% 2042	1,618	0.69
1,186,000	RMPA Services 5.337% 2038	1,159	0.49
900,000	RWE 6.125% 2039	1,260	0.53

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
300,000	Severn Trent 4.875% 2042	384	0.16
960,000	Southern Water 4.5% 2038	1,020	0.43
500,000	SSE 6.25% fixed to floating 2038	729	0.31
750,000	Standard Chartered 4.375% 2038	827	0.35
295,000	Telereal 4.0902% fixed to floating 2033	307	0.13
1,200,000	Tesco 5.744% 2040	1,337	0.57
50,000	Vattenfall 6.875% 2039	79	0.03
greater than 25 years to maturity			
1,600,000	AT&T 4.875% 2044	1,830	0.78
950,000	Aviva 5.125% 2050	970	0.41
642,000	Bromford Housing 3.125% 2048	645	0.27
700,000	Centrica 4.25% 2044	805	0.34
1,021,000	Dignity 4.6956% 2049	982	0.42
672,000	NGG 5.625% fixed to floating 2073	736	0.31
978,000	Paragon 1.43044% 2050	968	0.41
590,000	Penarian Housing Finance 3.212% 2052	577	0.24
660,000	Prudential 5% 2055	703	0.30
500,000	RL Finance 6.125% fixed to floating 2043	553	0.23
1,004,000	RMAC 1.54306% 2046	996	0.42
600,000	Sanctuary Capital 5% 2047	815	0.35
360,000	SSE 3.625% 2077	366	0.16
760,000	Tolkien Funding Sukuk 1.43283% 2052	724	0.31
1,300,000	Vodafone 3.375% 2049	1,217	0.52
560,000	Wheatley 4.375% 2044	655	0.28
Perpetual			
800,000	Assicurazioni Generali 6.416% fixed to floating Perpetual	817	0.35
500,000	Aviva 6.125% fixed to floating Perpetual	547	0.23
571,000	AXA 6.6862% fixed to floating Perpetual	656	0.28
1,114,000	AXA 6.772% fixed to floating Perpetual	1,169	0.50
900,000	Direct Line 4.75% Perpetual	785	0.33
700,000	EDF 5.875% fixed to floating Perpetual	697	0.30
1,099,000	HBOS 6.461% Perpetual	1,108	0.47
450,000	Lloyds Bank FRN Perpetual	586	0.25
425,000	Lloyds Banking Group 7.625% fixed to floating Perpetual	467	0.20
2,000,000	National Capital Trust I 5.62% Perpetual	2,020	0.86
460,000	Orange 5.75% fixed to floating Perpetual	499	0.21
990,000	Pennon 2.875% Perpetual	988	0.42
800,000	SSE 3.875% fixed to floating Perpetual	816	0.35

Standard Life Investment Company

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Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (0.34%)		754	0.32
between 15 and 25 years to maturity			
500,000	European Investment Bank 5% 2039	754	0.32
US Dollar Denominated Bonds (2.73%)		5,693	2.42
Corporate Bonds (2.73%)		5,693	2.42
less than 5 years to maturity			
1,199,000	CVS Health 3.5% 2022	917	0.39
965,000	Glencore 4.125% 2023	737	0.31
826,000	UBS 2.45% 2020	623	0.26
430,000	Valeant Pharmaceuticals 6.5% 2022	343	0.15
between 5 and 10 years to maturity			
720,000	SPCM 4.875% 2025	532	0.23
396,000	Syngenta Finance 4.892% 2025	304	0.13
Perpetual			
1,100,000	Credit Agricole 7.875% Perpetual	898	0.38
800,000	HSBC 6.875% Perpetual	641	0.27
870,000	Societe Generale 7.375% Perpetual	698	0.30
Collective Investment Schemes (7.04%)		15,279	6.49
932,618	SLI Total Return Credit SICAV	11,082	4.71
996	Standard Life CNAV EUR Liquidity Fund	1	0.00
4,196,207	Standard Life CNAV Sterling Liquidity Fund	4,196	1.78
Derivatives (-2.45%)		(5,550)	(2.36)
Credit Default Swaps (-0.41%)		(613)	(0.26)
EUR 7,000,000	Buy iTraxx Europe Series 29 20/06/2023 0%	(613)	(0.26)
Forward Currency Contracts (0.06%)		(313)	(0.14)
	Buy EUR 506,253 Sell GBP 454,368 17/10/2018	0	0.00
	Buy EUR 606,103 Sell GBP 542,212 17/10/2018	1	0.00
	Buy EUR 725,857 Sell GBP 656,113 17/10/2018	(5)	0.00
	Buy GBP 182,288 Sell EUR 200,908 17/10/2018	2	0.00
	Buy GBP 638,065 Sell EUR 703,790 17/10/2018	7	0.00

Standard Life Investment Company

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Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Forward Currency Contracts (continued)			
	Buy GBP 730,053 Sell EUR 804,627 17/10/2018	9	0.00
	Buy GBP 759,819 Sell EUR 847,273 17/10/2018	0	0.00
	Buy GBP 11,646,516 Sell EUR 13,162,017 17/10/2018	(155)	(0.07)
	Buy GBP 6,494,552 Sell USD 8,700,763 17/10/2018	(187)	(0.08)
	Buy USD 1,200,000 Sell GBP 906,897 17/10/2018	15	0.01
Interest Rate Swaps (-2.10%)		(4,624)	(1.96)
GBP 3,000,000	Pay fixed 0.9175% receive floating GBP-LIBOR 06/09/2034	317	0.13
GBP 12,000,000	Pay fixed 0.943% receive floating GBP-LIBOR 06/06/2021	73	0.03
GBP 7,200,000	Pay fixed 1.022% receive floating GBP-LIBOR 14/06/2027	291	0.12
GBP 5,250,000	Pay fixed 1.2775% receive floating GBP-LIBOR 25/03/2020	(29)	(0.01)
GBP 18,500,000	Pay fixed 1.329% receive floating GBP-LIBOR 14/04/2020	(106)	(0.04)
GBP 9,000,000	Pay fixed 1.335% receive floating GBP-LIBOR 06/06/2026	82	0.03
GBP 5,000,000	Pay fixed 1.3742% receive floating GBP-LIBOR 10/11/2027	58	0.02
GBP 1,750,000	Pay fixed 1.4075% receive floating GBP-LIBOR 03/04/2042	89	0.04
GBP 2,140,000	Pay fixed 1.4475% receive floating GBP-LIBOR 17/12/2019	(16)	(0.01)
GBP 4,900,000	Pay fixed 1.521% receive floating GBP-LIBOR 18/02/2020	(35)	(0.01)
GBP 2,000,000	Pay fixed 1.5777% receive floating GBP-LIBOR 03/05/2028	(11)	0.00
GBP 1,900,000	Pay fixed 1.595% receive floating GBP-LIBOR 25/03/2025	(27)	(0.01)
GBP 2,700,000	Pay fixed 1.59625% receive floating GBP-LIBOR 21/05/2020	(31)	(0.01)
GBP 8,300,000	Pay fixed 1.608% receive floating GBP-LIBOR 28/08/2020	(82)	(0.03)
GBP 1,400,000	Pay fixed 1.8986% receive floating GBP-LIBOR 11/02/2019	(7)	0.00
GBP 160,000	Pay fixed 1.9025% receive floating GBP-LIBOR 25/03/2045	(9)	0.00
GBP 2,200,000	Pay fixed 1.906% receive floating GBP-LIBOR 18/02/2025	(67)	(0.03)
GBP 7,300,000	Pay fixed 1.945% receive floating GBP-LIBOR 30/01/2019	(38)	(0.02)
GBP 2,190,000	Pay fixed 1.995% receive floating GBP-LIBOR 08/04/2019	(24)	(0.01)
GBP 3,300,000	Pay fixed 2.035% receive floating GBP-LIBOR 21/05/2025	(140)	(0.06)
GBP 1,500,000	Pay fixed 2.045% receive floating GBP-LIBOR 30/04/2019	(18)	(0.01)
GBP 5,100,000	Pay fixed 2.135% receive floating GBP-LIBOR 05/08/2019	(59)	(0.03)
GBP 330,000	Pay fixed 2.2275% receive floating GBP-LIBOR 17/12/2034	(29)	(0.01)
GBP 260,000	Pay fixed 2.258% receive floating GBP-LIBOR 18/02/2045	(35)	(0.01)
GBP 140,000	Pay fixed 2.275% receive floating GBP-LIBOR 17/12/2044	(20)	(0.01)
GBP 600,000	Pay fixed 2.6075% receive floating GBP-LIBOR 10/11/2034	(87)	(0.04)
GBP 280,000	Pay fixed 2.6675% receive floating GBP-LIBOR 10/11/2044	(64)	(0.03)
GBP 3,200,000	Pay fixed 2.68875% receive floating GBP-LIBOR 05/08/2024	(240)	(0.10)
GBP 1,150,000	Pay fixed 2.761% receive floating GBP-LIBOR 30/04/2024	(94)	(0.04)
GBP 7,050,000	Pay fixed 2.78% receive floating GBP-LIBOR 30/01/2024	(531)	(0.23)
GBP 6,000,000	Pay fixed 2.78% receive floating GBP-LIBOR 26/03/2024	(504)	(0.21)

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Interest Rate Swaps (continued)			
GBP 6,300,000	Pay fixed 2.955% receive floating GBP-LIBOR 09/01/2024	(539)	(0.23)
GBP 600,000	Pay fixed 3.07125% receive floating GBP-LIBOR 05/08/2044	(186)	(0.08)
GBP 3,200,000	Pay fixed 3.253% receive floating GBP-LIBOR 30/01/2034	(725)	(0.31)
GBP 160,000	Pay fixed 3.275% receive floating GBP-LIBOR 17/06/2044	(57)	(0.02)
GBP 250,000	Pay fixed 3.276% receive floating GBP-LIBOR 30/04/2044	(90)	(0.04)
GBP 2,600,000	Pay fixed 3.31% receive floating GBP-LIBOR 30/01/2044	(928)	(0.39)
GBP 2,900,000	Pay fixed 3.365% receive floating GBP-LIBOR 09/01/2034	(706)	(0.30)
Total investment assets and liabilities		224,266	95.21
Net other assets		11,295	4.79
Total Net Assets		235,561	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	230,760
Investment liabilities	(6,494)
Net investment assets	224,266
Net other assets	11,295
Total Net Assets	235,561

Standard Life Investment Company

Interim Report & Financial Statements

Short Duration Credit Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(2,344)		3,616
Revenue	3,132		4,059	
Expenses	(752)		(1,813)	
Interest payable and similar charges	0		(1)	
Net revenue before taxation	2,380		2,245	
Taxation	0		0	
Net revenue after taxation		2,380		2,245
Total return before distributions		36		5,861
Distributions		(2,380)		(2,244)
Change in net assets attributable to shareholders from investment activities		(2,344)		3,617

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		223,113		252,989
Amounts receivable on the issue of shares	20,384		8,782	
Amounts payable on the cancellation of shares	(7,720)		(14,807)	
		12,664		(6,025)
Dilution adjustment		39		(5)
Change in net assets attributable to shareholders from investment activities (see above)		(2,344)		3,617
Retained distribution on accumulation shares		2,088		1,893
Unclaimed distributions		1		0
Closing net assets attributable to shareholders		235,561		252,469

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

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Short Duration Credit Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		230,760		218,621
Current assets:				
Debtors	3,675		4,009	
Cash and bank balances	8,038		7,552	
		11,713		11,561
Total assets		242,473		230,182
Liabilities:				
Investment liabilities		(6,494)		(6,692)
Creditors	(216)		(250)	
Bank overdrafts	(3)		(1)	
Distribution payable	(199)		(126)	
		(418)		(377)
Total liabilities		(6,912)		(7,069)
Net assets attributable to shareholders		235,561		223,113

Standard Life Investment Company Interim Report & Financial Statements

Short Duration Credit Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.2771	–	0.2771*	0.3121
Group 2	0.1015	0.1756	0.2771*	0.3121
Institutional accumulation				
Group 1	0.3916	–	0.3916*	0.4255
Group 2	0.1485	0.2431	0.3916*	0.4255
Retail income				
Group 1	0.1696	–	0.1696**	0.1934
Group 2	0.0955	0.0741	0.1696**	0.1934
Institutional income				
Group 1	0.2267	–	0.2267**	0.2504
Group 2	0.1354	0.0913	0.2267**	0.2504
Standard Life income				
Group 1	0.1835	–	0.1835**	0.2060
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.5181	–	0.5181*	0.5475
Group 2	0.4195	0.0986	0.5181*	0.5475
Platform 1 accumulation				
Group 1	0.2612	–	0.2612*	0.2848
Group 2	0.1032	0.1580	0.2612*	0.2848
Platform 1 income				
Group 1	0.2272	–	0.2272**	0.2518
Group 2	0.1155	0.1117	0.2272**	0.2518

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

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Short Duration Credit Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.4603	–	0.4603*	0.2885
Group 2	0.1675	0.2928	0.4603*	0.2885
Institutional accumulation				
Group 1	0.5857	–	0.5857*	0.4022
Group 2	0.3920	0.1937	0.5857*	0.4022
Retail income				
Group 1	0.2808	–	0.2808**	0.1783
Group 2	0.2263	0.0545	0.2808**	0.1783
Institutional income				
Group 1	0.3376	–	0.3376**	0.2356
Group 2	0.1966	0.1410	0.3376**	0.2356
Standard Life income				
Group 1	0.2475	–	0.2475**	0.1690
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	0.7156	–	0.7156*	0.5263
Group 2	0.4271	0.2885	0.7156*	0.5263
Platform 1 accumulation				
Group 1	0.3947	–	0.3947*	0.2686
Group 2	0.2152	0.1795	0.3947*	0.2686
Platform 1 income				
Group 1	0.3418	–	0.3418**	0.2366
Group 2	0.2074	0.1344	0.3418**	0.2366

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

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UK Equity Growth Fund

Investment Report

Fund Information	
Fund Manager	Andrew Millington
Launch Date	1 May 1986
Benchmark	IA UK All Companies Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies listed on a UK stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The concentrated nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 6.71% compared with the IA UK All Companies sector average return of 5.96% (source: Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

A top performer was Fever-Tree Drinks. The UK-listed premium mixers company remains popular with the market for its continued long-term growth opportunity. Up to now, the story has largely been about UK gin & tonic but increasingly it is about international growth and mixers for dark spirits, such as whisky and rum. It delivered results that were well ahead of market expectations. The share price of Shire rose by more than a third as it was the subject of a takeover bid by Japanese pharmaceutical company, Takeda. GVC, the sports betting company, did well during the review period. Synergies from the Ladbrokes Coral integration, growth in its digital business and US prospects drove performance. JD Sports finalised its takeover of Finish Line in the US. This gives it a US retail store footprint and furthers its plan to become a global partner for the major sportswear brands like Nike, Adidas and Puma. Recent results were impressive, beating even the highest estimate.

Standard Chartered held back performance, as its emerging markets exposure suffered from the impact of a strong US dollar. Another negative on relative performance was opioid addiction treatment specialist, Indivior. It was marked down when it reported profits that fell by almost a fifth and when it was also unable to provide guidance for the year. It is battling adverse US market conditions, and is struggling to retain market share. The company came under pressure from the launch of a generic rival to the company's opioid addiction treatment. BAT's share price weakened early in the period before recovery during the summer, but overall it held back performance. Sentiment turned negative towards the industry when the outlook for two of its competitors was downgraded. The Sub-fund continues to hold the company as it is in a leading position to benefit from the replacement of cigarettes for vaping. Moreover, it has an attractive dividend yield that is well covered.

Activity

We bought clothing company SuperGroup at what we believed was an attractive entry point after its share price weakened when it announced disappointing in-store sales. In our view, this price reaction was overdone; strong online sales and geographical expansion suggest the business is still growing at a considerable rate. We started a position in investment manager Ashmore Group, which has a pre-eminent position in emerging market debt. The strength of its investment team and the efforts it has made developing a distribution infrastructure across markets underpins momentum in fund flows. Ashmore Group's robust balance sheet has also allowed it to pay a good dividend, invest and acquire selectively, and grow from a position of strength.

The only major sale during the period was taking a profit in the JD Sports position. While a recent deal to acquire Finish Line in the US adds scale, it is likely to dilute margins in the short term.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	336.66	320.79	279.57	305.07
Return before operating charges*	24.57	20.31	45.07	(20.77)
Operating charges**	(2.37)	(4.44)	(3.85)	(4.73)
Return after operating charges*	22.20	15.87	41.22	(25.50)
Distributions	0.00	(7.45)	(7.77)	(5.90)
Retained distributions on accumulation share	0.00	7.45	7.77	5.90
Closing net asset value per share	358.86	336.66	320.79	279.57
* after direct transaction costs of:***	0.23	0.77	0.43	0.40
Performance +				
Return after charges	6.59%	4.95%	14.74%	-8.36%
Other information				
Closing net asset value (£'000)	99,888	97,856	102,038	99,831
Closing number of shares	27,834,825	29,067,158	31,808,234	35,708,486
Operating charges****	1.32%	1.32%	1.32%	1.60%
Direct transaction costs***	0.13%	0.23%	0.15%	0.14%
Prices				
Highest share price	375.9	361.5	323.0	315.7
Lowest share price	324.8	318.5	246.2	252.6

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of: fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	394.00	373.67	324.06	350.97
Return before operating charges*	28.77	23.67	52.49	(24.01)
Operating charges**	(1.79)	(3.34)	(2.88)	(2.90)
Return after operating charges*	26.98	20.33	49.61	(26.91)
Distributions	0.00	(10.54)	(10.71)	(9.37)
Retained distributions on accumulation share	0.00	10.54	10.71	9.37
Closing net asset value per share	420.98	394.00	373.67	324.06
* after direct transaction costs of:***	0.27	0.90	0.49	0.44
Performance +				
Return after charges	6.85%	5.44%	15.31%	-7.67%
Other information				
Closing net asset value (£'000)	120,874	114,211	112,234	107,976
Closing number of shares	28,712,348	28,987,527	30,034,976	33,319,754
Operating charges****	0.85%	0.85%	0.85%	0.85%
Direct transaction costs***	0.13%	0.23%	0.14%	0.13%
Prices				
Highest share price	440.3	422.8	376.2	363.9
Lowest share price	380.3	371.2	285.9	292.7

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	68.26	66.53	59.36	66.25
Return before operating charges*	4.99	4.23	9.68	(4.56)
Operating charges**	(0.01)	(0.02)	(0.01)	(0.01)
Return after operating charges*	4.98	4.21	9.67	(4.57)
Distributions	0.00	(2.48)	(2.50)	(2.32)
Closing net asset value per share	73.24	68.26	66.53	59.36
* after direct transaction costs of:***	0.05	0.16	0.09	0.09
Performance +				
Return after charges	7.30%	6.33%	16.29%	-6.90%
Other information				
Closing net asset value (£'000)	1	1	1	1
Closing number of shares	2,000	2,000	2,000	2,000
Operating charges****	0.02%	0.02%	0.02%	0.02%
Direct transaction costs***	0.13%	0.23%	0.14%	0.11%
Prices				
Highest share price	76.40	75.83	69.46	68.83
Lowest share price	65.90	66.18	52.52	55.69

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	128.34	120.81	103.98	111.78
Return before operating charges*	9.38	7.66	16.94	(7.69)
Operating charges**	(0.07)	(0.13)	(0.11)	(0.11)
Return after operating charges*	9.31	7.53	16.83	(7.80)
Distributions	0.00	(4.37)	(4.27)	(3.81)
Retained distributions on accumulation share	0.00	4.37	4.27	3.81
Closing net asset value per share	137.65	128.34	120.81	103.98
* after direct transaction costs of:***	0.09	0.29	0.16	0.15
Performance +				
Return after charges	7.25%	6.23%	16.19%	-6.98%
Other information				
Closing net asset value (£'000)	1,906	1,875	1,795	1,558
Closing number of shares	1,384,524	1,460,721	1,485,592	1,498,694
Operating charges****	0.10%	0.10%	0.10%	0.10%
Direct transaction costs***	0.13%	0.23%	0.15%	0.14%
Prices				
Highest share price	143.7	137.6	121.6	116.1
Lowest share price	123.9	120.1	91.98	93.89

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	122.32	115.52	99.72	107.52
Return before operating charges*	8.92	7.29	16.22	(7.38)
Operating charges**	(0.26)	(0.49)	(0.42)	(0.42)
Return after operating charges*	8.66	6.80	15.80	(7.80)
Distributions	0.00	(3.80)	(3.80)	(3.36)
Retained distributions on accumulation share	0.00	3.80	3.80	3.36
Closing net asset value per share	130.98	122.32	115.52	99.72
* after direct transaction costs of:***	0.08	0.28	0.15	0.14
Performance +				
Return after charges	7.08%	5.89%	15.84%	-7.25%
Other information				
Closing net asset value (£'000)	3	3	2	2
Closing number of shares	2,000	2,000	2,000	2,000
Operating charges****	0.40%	0.40%	0.40%	0.40%
Direct transaction costs***	0.13%	0.23%	0.14%	0.13%
Prices				
Highest share price	136.8	131.2	116.3	111.6
Lowest share price	118.1	114.8	88.13	90.05

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	79.94	75.85	65.81	71.32
Return before operating charges*	5.83	4.81	10.66	(4.89)
Operating charges**	(0.38)	(0.72)	(0.62)	(0.62)
Return after operating charges*	5.45	4.09	10.04	(5.51)
Distributions	0.00	(2.10)	(2.14)	(1.87)
Retained distributions on accumulation share	0.00	2.10	2.14	1.87
Closing net asset value per share	85.39	79.94	75.85	65.81
* after direct transaction costs of:***	0.06	0.18	0.10	0.09
Performance +				
Return after charges	6.82%	5.39%	15.26%	-7.73%
Other information				
Closing net asset value (£'000)	11,081	11,368	11,948	10,885
Closing number of shares	12,976,867	14,220,474	15,751,888	16,538,292
Operating charges****	0.90%	0.90%	0.90%	0.90%
Direct transaction costs***	0.13%	0.23%	0.15%	0.13%
Prices				
Highest share price	89.33	85.79	76.36	73.93
Lowest share price	77.15	75.35	58.06	59.45

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation ^				
Change in net assets per share				
Opening net asset value per share	60.88	58.17	50.83	50.00++
Return before operating charges*	6.02	3.68	8.19	0.90
Operating charges**	(0.51)	(0.97)	(0.85)	(0.07)
Return after operating charges*	5.51	2.71	7.34	0.83
Distributions	0.00	(1.18)	(1.28)	(0.13)
Retained distributions on accumulation share	0.00	1.18	1.28	0.13
Redemption value as at 14 June 2018	(66.39)	0.00	0.00	0.00
Closing net asset value per share	0.00	60.88	58.17	50.83
* after direct transaction costs of:***	0.04	0.14	0.08	0.01
Performance +				
Return after charges	9.05%	4.66%	14.44%	1.66%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.60%	1.60%	1.60%	1.60%
Direct transaction costs***	0.13%	0.23%	0.15%	0.01%
Prices				
Highest share price	67.94	65.41	58.57	50.93
Lowest share price	58.74	57.74	44.74	45.92

The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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++ Share class launched on 25 January 2016.

^ Share class closed on 14 June 2018.

Standard Life Investment Company

Interim Report & Financial Statements

UK Equity Growth Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (98.48%)		232,147	99.32
Basic Materials (10.06%)		21,057	9.01
161,833	Anglo American	2,495	1.07
239,990	BHP Billiton	3,945	1.69
1,305,958	Glencore	4,094	1.75
78,059	Johnson Matthey	2,728	1.17
182,973	Rio Tinto	6,694	2.86
131,932	Vedanta Resources	1,101	0.47
Consumer Goods (18.05%)		35,326	15.11
132,051	Bellway	3,852	1.65
709,895	Boohoo.com	1,256	0.54
290,932	British American Tobacco	10,826	4.63
464,849	Countryside Properties	1,563	0.67
646,377	Dixons Carphone	1,068	0.45
113,318	Fever Tree Drinks	4,218	1.80
104,557	Imperial Brands	2,868	1.23
106,123	Reckitt Benckiser	6,960	2.98
218,997	Redrow	1,198	0.51
127,400	SuperGroup	1,517	0.65
Consumer Services (6.13%)		12,857	5.50
822,379	888 Holdings	1,915	0.82
480,521	Cineworld	1,490	0.64
260,585	GVC	2,869	1.23
347,126	Mitchells & Butlers	884	0.38
234,647	RELX	4,011	1.71
343,070	Rightmove	1,688	0.72
Financials (22.03%)		48,598	20.79
302,429	Ashmore	1,075	0.46
523,089	Aviva	2,537	1.09
1,997,017	Barclays	3,508	1.50
201,242	Close Brothers	3,210	1.37
684,957	Hansteen REIT	684	0.29
2,034,001	HSBC	13,604	5.82
1,004,193	John Laing Group	3,163	1.35

Standard Life Investment Company

Interim Report & Financial Statements

UK Equity Growth Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Financials (continued)			
42,917	London Stock Exchange	1,984	0.85
501,149	Onesavings Bank	2,081	0.89
445,718	Phoenix	3,162	1.35
428,097	Prudential	7,425	3.18
732,740	Standard Chartered	4,594	1.97
411,735	Virgin Money	1,571	0.67
Health Care (13.61%)		36,745	15.72
102,538	AstraZeneca	5,941	2.54
176,260	Clinigen	1,757	0.75
69,897	Dechra Pharmaceuticals	2,179	0.93
134,470	Genus	3,830	1.64
464,388	GlaxoSmithKline	7,245	3.10
543,130	Indivior	1,469	0.63
99,516	NMC Healthcare	3,903	1.67
201,188	Shire	9,050	3.87
796,060	Spire Healthcare	1,371	0.59
Industrials (8.49%)		23,361	10.00
192,949	Aggreko	1,618	0.69
341,752	BAE Systems	2,070	0.89
176,225	Bodycote	1,672	0.72
113,335	CRH	2,892	1.24
46,053	Ferguson	2,846	1.22
930,272	IWG	2,232	0.95
212,661	Kier	2,017	0.86
500,867	Polypipe	1,852	0.79
251,189	RPC	1,793	0.77
581,210	Smith (DS)	2,871	1.23
241,876	Vesuvius	1,498	0.64
Oil & Gas (13.99%)		39,971	17.10
2,503,627	BP	13,700	5.86
750,525	Cairn Energy	1,792	0.77
322,063	Kosmos Energy	2,240	0.96
430,987	Royal Dutch Shell 'A'	10,779	4.61

Standard Life Investment Company

Interim Report & Financial Statements

UK Equity Growth Fund

Portfolio Statement

(Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Oil & Gas (continued)				
273,335	Royal Dutch Shell 'B'		6,943	2.97
767,036	Tullow Oil		1,785	0.76
380,268	Wood Group		2,732	1.17
Technology (1.54%)			1,938	0.83
25,992	AVEVA		738	0.32
1,233,133	IQE		1,200	0.51
Telecommunications (2.91%)			9,001	3.85
294,498	Inmarsat		1,603	0.69
118,972	Telecom Plus		1,218	0.52
3,757,125	Vodafone		6,180	2.64
Utilities (1.67%)			3,293	1.41
406,612	National Grid		3,293	1.41
Collective Investment Schemes (1.16%)			1,269	0.54
1,269,237	Standard Life GBP CNAV Liquidity Fund		1,269	0.54
Total investment assets			233,416	99.86
Net other assets			337	0.14
Total Net Assets			233,753	100.00

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		11,123		7,692
Revenue	5,209		5,019	
Expenses	(1,250)		(1,223)	
Net revenue before taxation	3,959		3,796	
Taxation	(31)		(30)	
Net revenue after taxation		3,928		3,766
Change in net assets attributable to shareholders from investment activities		15,051		11,458

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		225,315		228,019
Amounts receivable on the issue of shares	918		1,766	
Amounts payable on the cancellation of shares	(7,554)		(8,721)	
		(6,636)		(6,955)
Dilution adjustment		23		23
Change in net assets attributable to shareholders from investment activities (see above)		15,051		11,458
Closing net assets attributable to shareholders		233,753		232,545

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Growth Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		233,416		224,499
Current assets:				
Debtors	1,490		1,101	
Cash and bank balances	2		69	
		1,492		1,170
Total assets		234,908		225,669
Liabilities:				
Creditors	(1,155)		(354)	
		(1,155)		(354)
Total liabilities		(1,155)		(354)
Net assets attributable to shareholders		233,753		225,315

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Investment Report

Fund Information	
Fund Manager	Frederik Nassauer
Launch Date	31 January 1992
Benchmark	IA UK All Companies Sector

Investment Objective

The objective of the Sub-fund is to maximise returns whilst maintaining a balance between capital appreciation and income.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in UK equities and equity type investments of companies listed on the UK stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in fixed interest securities as well as in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of mainly UK equities. The diversified nature of the portfolio makes it suitable for investors wishing to achieve a broad spread of UK equity exposure. The investor must be able to accept significant temporary losses due to the volatile nature of equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 4.49%, compared to the IA UK All Companies sector average return of 5.96% (source: Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

The Sub-fund delivered a positive return over the six-month period, but underperformed the sector average.

GVC, the sports betting company, did well during the review period. Synergies from the Ladbrokes Coral integration, growth in its digital business and US prospects drove performance. The share price of Shire rose by more than a third as it was the subject of a takeover bid by Japanese pharmaceutical company, Takeda. The Sub-fund's overweight position in EI Group, the UK pub company, also contributed to returns over the period. The group benefitted from a very sunny summer across the UK, underpinned by England's performance during the FIFA World Cup, which supported earnings on a like-for-like basis.

The biggest negative on relative performance was opioid addiction treatment specialist, Indivior. It was marked down when it reported profits that fell by almost a fifth and disappointed on guidance for the year. The company is under some pressure from the launch of a generic rival to the its opioid addiction treatment although we believe the impact will be less pronounced than the market is anticipating. RPC Group, a plastic-packaging manufacturer, was another stock that held back performance. Investors grew concerned about increased inventory and higher capital expenditure. The structural shift of the business away from plastics to consumables also weighed on sentiment towards the stock. Not owning GSK was another drag on the Sub-fund. The company has a weak pipeline of new drugs, but was rewarded for finally acknowledging this and for highlighting a move to re-focus its R&D effort. In our view, however, the latter is a potential negative as it could drive costs up. Notwithstanding this, what concerns us the most is the level of debt on its balance sheet, the potential for costly corporate activity and the risk the dividend is cut.

Activity

Activity during the last six months included adding to our position in Barclays. Conduct costs are reducing, which should allow higher future returns and increased potential for dividend growth. We also bought clothing company SuperGroup at what we believed was an attractive entry point after its share price weakened when it announced disappointing in-store sales. In our view, this price reaction was overdone; strong online sales and geographical expansion suggest the business is still growing at a considerable rate.

We took profits in JD Sports. While a recent deal to acquire Finish Line in the US adds scale, it is likely to dilute margins in the short term. We initially trimmed and later sold out of Mitchells & Butlers, the managed restaurants and pub operator. We grew concerned about increased operational expenditure and the challenge of meeting earnings targets. We also noted that its competitors are saying they are increasingly cautious about the current trading environment.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	221.35	201.76	176.36	186.08
Return before operating charges*	11.43	22.42	27.83	(6.74)
Operating charges**	(1.55)	(2.83)	(2.43)	(2.98)
Return after operating charges*	9.88	19.59	25.40	(9.72)
Distributions	(5.94)	(6.10)	(5.86)	(5.44)
Retained distributions on accumulation share	5.94	6.10	5.86	5.44
Closing net asset value per share	231.23	221.35	201.76	176.36
* after direct transaction costs of:***	0.36	1.29	1.43	0.84
Performance +				
Return after charges	4.46%	9.71%	14.40%	-5.22%
Other information				
Closing net asset value (£'000)	93,533	57,513	56,504	54,097
Closing number of shares	40,450,272	25,982,641	28,005,376	30,675,269
Operating charges****	1.32%	1.32%	1.32%	1.61%
Direct transaction costs***	0.31%	0.60%	0.78%	0.45%
Prices				
Highest share price	247.4	235.9	201.8	198.8
Lowest share price	213.9	201.2	156.4	156.4

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	225.02	204.14	177.56	185.90
Return before operating charges*	11.62	22.73	28.16	(6.74)
Operating charges**	(1.02)	(1.85)	(1.58)	(1.60)
Return after operating charges*	10.60	20.88	26.58	(8.34)
Distributions	(5.97)	(6.19)	(5.91)	(5.45)
Retained distributions on accumulation share	5.97	6.19	5.91	5.45
Closing net asset value per share	235.62	225.02	204.14	177.56
* after direct transaction costs of:***	0.37	1.31	1.45	0.82
Performance +				
Return after charges	4.71%	10.23%	14.97%	-4.49%
Other information				
Closing net asset value (£'000)	116,663	108,606	102,202	94,964
Closing number of shares	49,513,816	48,265,529	50,063,989	53,483,528
Operating charges****	0.85%	0.85%	0.85%	0.86%
Direct transaction costs***	0.31%	0.60%	0.78%	0.44%
Prices				
Highest share price	251.8	239.7	204.1	199.0
Lowest share price	217.5	203.9	153.9	157.4

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	101.87	95.55	86.17	93.58
Return before operating charges*	5.39	10.50	13.38	(3.22)
Operating charges**	(0.71)	(1.32)	(1.17)	(1.48)
Return after operating charges*	4.68	9.18	12.21	(4.70)
Distributions	(2.05)	(2.86)	(2.83)	(2.71)
Closing net asset value per share	104.50	101.87	95.55	86.17
* after direct transaction costs of:***	0.17	0.61	0.69	0.40
Performance +				
Return after charges	4.59%	9.61%	14.17%	-5.02%
Other information				
Closing net asset value (£'000)	11,468	47,248	46,761	45,348
Closing number of shares	10,973,731	46,379,591	48,937,297	52,623,096
Operating charges****	1.32%	1.32%	1.32%	1.61%
Direct transaction costs***	0.31%	0.60%	0.78%	0.44%
Prices				
Highest share price	113.9	109.0	96.06	99.77
Lowest share price	98.44	94.49	73.63	76.83

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	74.42	69.47	62.35	67.19
Return before operating charges*	3.87	7.65	9.72	(2.32)
Operating charges**	(0.33)	(0.62)	(0.55)	(0.57)
Return after operating charges*	3.54	7.03	9.17	(2.89)
Distributions	(1.96)	(2.08)	(2.05)	(1.95)
Closing net asset value per share	76.00	74.42	69.47	62.35
* after direct transaction costs of:***	0.12	0.44	0.50	0.30
Performance +				
Return after charges	4.76%	10.12%	14.71%	-4.30%
Other information				
Closing net asset value (£'000)	718	702	692	498
Closing number of shares	944,697	942,915	995,511	799,531
Operating charges****	0.85%	0.85%	0.85%	0.86%
Direct transaction costs***	0.31%	0.60%	0.78%	0.45%
Prices				
Highest share price	83.26	79.54	69.80	71.77
Lowest share price	71.93	68.81	53.37	55.57

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	118.86	110.05	97.65	104.37
Return before operating charges*	6.19	12.18	15.75	(3.65)
Operating charges**	(0.01)	(0.03)	(0.02)	(0.03)
Return after operating charges*	6.18	12.15	15.73	(3.68)
Distributions	(3.14)	(3.34)	(3.33)	(3.04)
Closing net asset value per share	121.90	118.86	110.05	97.65
* after direct transaction costs of:***	0.19	0.74	0.77	0.47
Performance +				
Return after charges	5.20%	11.04%	16.11%	-3.53%
Other information				
Closing net asset value (£'000)	8,142	7,939	2	2,076
Closing number of shares	6,679,128	6,679,128	2,000	2,126,410
Operating charges****	0.02%	0.02%	0.02%	0.03%
Direct transaction costs***	0.31%	0.60%	0.76%	0.45%
Prices				
Highest share price	133.2	126.9	110.5	111.7
Lowest share price	115.0	109.3	84.07	86.99

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	265.31	238.89	206.22	214.35
Return before operating charges*	13.69	26.68	32.89	(7.89)
Operating charges**	(0.14)	(0.26)	(0.22)	(0.24)
Return after operating charges*	13.55	26.42	32.67	(8.13)
Distributions	(7.05)	(7.26)	(6.89)	(6.30)
Retained distributions on accumulation share	7.05	7.26	6.89	6.30
Closing net asset value per share	278.86	265.31	238.89	206.22
* after direct transaction costs of:***	0.44	1.54	1.69	0.98
Performance +				
Return after charges	5.11%	11.06%	15.84%	-3.79%
Other information				
Closing net asset value (£'000)	541	512	432	422
Closing number of shares	194,112	193,167	181,035	204,832
Operating charges****	0.10%	0.10%	0.10%	0.11%
Direct transaction costs***	0.31%	0.60%	0.78%	0.46%
Prices				
Highest share price	297.3	282.3	238.2	229.9
Lowest share price	256.6	239.2	179.2	182.1

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	101.89	92.48	80.48	84.32
Return before operating charges*	5.26	10.30	12.76	(3.07)
Operating charges**	(0.49)	(0.89)	(0.76)	(0.77)
Return after operating charges*	4.77	9.41	12.00	(3.84)
Distributions	(2.70)	(2.80)	(2.68)	(2.47)
Retained distributions on accumulation share	2.70	2.80	2.68	2.47
Closing net asset value per share	106.66	101.89	92.48	80.48
* after direct transaction costs of:***	0.17	0.60	0.65	0.38
Performance +				
Return after charges	4.68%	10.18%	14.91%	-4.55%
Other information				
Closing net asset value (£'000)	10,588	10,594	9,571	9,162
Closing number of shares	9,927,094	10,397,625	10,349,773	11,384,316
Operating charges****	0.90%	0.90%	0.90%	0.91%
Direct transaction costs***	0.31%	0.60%	0.77%	0.45%
Prices				
Highest share price	114.0	108.5	92.48	90.26
Lowest share price	98.48	92.34	69.73	71.36

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	86.02	80.34	72.14	77.79
Return before operating charges*	4.47	8.85	11.24	(2.69)
Operating charges**	(0.41)	(0.76)	(0.67)	(0.70)
Return after operating charges*	4.06	8.09	10.57	(3.39)
Distributions	(2.26)	(2.41)	(2.37)	(2.26)
Closing net asset value per share	87.82	86.02	80.34	72.14
* after direct transaction costs of:***	0.14	0.51	0.58	0.35
Performance +				
Return after charges	4.72%	10.07%	14.65%	-4.36%
Other information				
Closing net asset value (£'000)	1,970	2,058	2,046	1,837
Closing number of shares	2,243,621	2,392,256	2,545,980	2,546,676
Operating charges****	0.90%	0.90%	0.90%	0.91%
Direct transaction costs***	0.31%	0.60%	0.78%	0.46%
Prices				
Highest share price	96.23	91.95	80.73	83.08
Lowest share price	83.14	79.56	61.74	64.29

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Standard Life Investment Company

Interim Report & Financial Statements

UK Equity High Alpha Fund

Portfolio Statement

as at 31 August 2018

		Market value £'000	Percentage of total net assets
Holding	Investment		
UK Equities (97.58%)		232,493	95.43
Basic Materials (9.47%)		22,543	9.25
167,754	Anglo American	2,586	1.06
290,371	BHP Billiton	4,773	1.96
1,961,138	Glencore	6,148	2.52
5,981,753	Petra Diamonds	2,055	0.84
190,806	Rio Tinto	6,981	2.87
Consumer Goods (21.70%)		46,625	19.15
173,331	Bellway	5,056	2.07
151,106	British American Tobacco	5,623	2.31
120,270	Coca-Cola HBC	3,172	1.30
1,012,001	Crest Nicholson	3,870	1.59
3,934,748	Dixons Carphone	6,502	2.67
256,255	Greggs	2,721	1.12
140,792	Imperial Brands	3,863	1.59
682,438	Inchcape	4,719	1.94
42,395	Lookers	45	0.02
262,147	Redrow	1,434	0.59
470,062	SuperGroup	5,598	2.30
600,105	Tate & Lyle	4,022	1.65
Consumer Services (13.86%)		31,125	12.78
2,062,235	888 Holdings	4,801	1.97
1,214,690	Cineworld	3,765	1.55
3,613,409	EI Group	5,630	2.31
1,128,254	GVC	12,422	5.10
793,387	ITV	1,274	0.52
421,848	Just Eat	3,233	1.33
4,107,843	Ladbrokes Coral Rights		
Financials (19.54%)		48,237	19.80
523,388	Ashmore	1,860	0.76
1,164,513	Aviva	5,647	2.32
3,120,565	Barclays	5,482	2.25
173,376	Close Brothers	2,765	1.14
780,573	Hastings Group	2,106	0.86

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Financials (continued)			
788,442	HSBC	5,273	2.17
1,308,683	Onesavings Bank	5,434	2.23
222,530	Phoenix	1,579	0.65
469,659	Prudential	8,146	3.34
1,307,003	Purplebricks	3,858	1.58
970,760	Standard Chartered	6,087	2.50
Health Care (3.94%)		18,306	7.51
67,790	Hutchison China MediTech	3,071	1.26
1,253,995	Indivior	3,391	1.39
263,333	Shire	11,844	4.86
Industrials (10.46%)		17,574	7.21
57,632	Rhi Magnesita	2,840	1.16
1,271,951	RPC	9,082	3.73
529,526	Smith (DS)	2,615	1.07
490,148	Vesuvius	3,037	1.25
Oil & Gas (12.69%)		33,427	13.72
2,100,654	BP	11,494	4.72
668,653	Royal Dutch Shell 'B'	16,984	6.97
417,009	Tullow Oil	971	0.40
553,702	Wood Group	3,978	1.63
Technology (0.00%)		2,973	1.22
104,774	AVEVA	2,973	1.22
Telecommunications (3.57%)		7,905	3.24
4,805,981	Vodafone	7,905	3.24
Utilities (2.35%)		3,778	1.55
466,429	National Grid	3,778	1.55

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (1.07%)		9,982	4.10
9,982,435	Standard Life CNAV Sterling Liquidity Fund	9,982	4.10
Total investment assets and liabilities		242,475	99.53
Net other assets		1,148	0.47
Total Net Assets		243,623	100.00

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		5,866		7,189
Revenue	6,216		3,952	
Expenses	(1,274)		(1,196)	
Net revenue before taxation	4,942		2,756	
Taxation	(5)		(14)	
Net revenue after taxation		4,937		2,742
Total return before distributions		10,803		9,931
Distributions		(6,183)		(3,916)
Change in net assets attributable to shareholders from investment activities		4,620		6,015

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		235,172		218,210
Amounts receivable on the issue of shares	41,917		2,114	
Amounts payable on the cancellation of shares	(43,184)		(6,188)	
		(1,267)		(4,074)
Dilution adjustment		11		14
Change in net assets attributable to shareholders from investment activities (see above)		4,620		6,015
Retained distribution on accumulation shares		5,087		3,031
Closing net assets attributable to shareholders		243,623		223,196

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		242,475		232,002
Current assets:				
Debtors	1,928		3,668	
Cash and bank balances	68		67	
		1,996		3,735
Total assets		244,471		235,737
Liabilities:				
Creditors	(671)		(373)	
Distribution payable	(177)		(192)	
		(848)		(565)
Total liabilities		(848)		(565)
Net assets attributable to shareholders		243,623		235,172

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Distribution Tables

for the three months ended 31 May 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 May 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	3.3296	–	3.3296*	1.7237
Group 2	1.4055	1.9241	3.3296*	1.7237
Institutional accumulation				
Group 1	3.3865	–	3.3865*	1.7451
Group 2	1.4598	1.9267	3.3865*	1.7451
Retail income				
Group 1	1.5312	–	1.5312**	0.8159
Group 2	0.5529	0.9783	1.5312**	0.8159
Institutional income				
Group 1	1.1190	–	1.1190**	0.5937
Group 2	0.3525	0.7665	1.1190**	0.5937
Standard Life income				
Group 1	1.7891	–	1.7891**	0.9431
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	3.9962	–	3.9962*	2.0443
Group 2	2.8065	1.1897	3.9962*	2.0443
Platform 1 accumulation				
Group 1	1.5333	–	1.5333*	0.7904
Group 2	0.6576	0.8757	1.5333*	0.7904
Platform 1 income				
Group 1	1.2935	–	1.2935**	0.6864
Group 2	0.6370	0.6565	1.2935**	0.6864

* Distribution accumulated on 31 May 2018

** Distribution paid on 31 July 2018

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Distribution Tables

(Continued)

for the three months ended 31 August 2018

Group 1 – shares purchased prior to 1 June 2018

Group 2 – shares purchased between 1 June 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	2.6064	–	2.6064*	1.9394
Group 2	1.7570	0.8494	2.6064*	1.9394
Institutional accumulation				
Group 1	2.5828	–	2.5828*	1.9663
Group 2	1.5097	1.0731	2.5828*	1.9663
Retail income				
Group 1	0.5200	–	0.5200**	0.9112
Group 2	0.2367	0.2833	0.5200**	0.9112
Institutional income				
Group 1	0.8427	–	0.8427**	0.6638
Group 2	0.4966	0.3461	0.8427**	0.6638
Standard Life income				
Group 1	1.3503	–	1.3503**	1.0591
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	3.0558	–	3.0558*	2.3084
Group 2	1.7711	1.2847	3.0558*	2.3084
Platform 1 accumulation				
Group 1	1.1660	–	1.1660*	0.8907
Group 2	0.7063	0.4597	1.1660*	0.8907
Platform 1 income				
Group 1	0.9703	–	0.9703**	0.7672
Group 2	0.6404	0.3299	0.9703**	0.7672

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Alpha Fund

Distribution Tables

(Continued)

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	1st Interim Dividend Distribution	2nd Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Investment Report

Fund Information	
Fund Manager	Iain Pyle
Launch Date	1 May 1986
Benchmark	IA UK Equity Income Sector

Investment Objective

The objective of the Sub-fund is to provide a high level of income with some capital appreciation over the longer term.

Investment Policy

The investment policy of the Sub-fund is to invest in the UK mostly in high yielding equities and equity type investments of companies listed on a UK stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. A significant proportion of the Sub-fund may be invested in fixed interest securities. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the opportunity to achieve a high level of income with the potential of some capital appreciation afforded by investing in an actively managed portfolio of mainly high yielding UK equities. The concentrated nature of the portfolio makes it suitable for investors who are willing to accept a moderate degree of stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 3.63% compared to the IA UK Equity Income sector average return of 4.85% (source: Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

The Sub-fund delivered a positive return over the six-month period, but underperformed the sector average.

Not holding pharmaceutical company Shire had a significant impact on holding back the Sub-fund's return after it was the subject of a takeover bid. Vodafone also had a negative impact on performance. Worries about competitive pressures persisted and concerns mounted about how the new CEO will perform but it is worth noting that the dividend is well covered. Standard Chartered held back performance, as its emerging markets exposure suffered from the impact of a strong US dollar.

Stocks that performed well during the six-month period included a holding in GVC, the sports betting company. Synergies from the Ladbroke Coral integration, growth in its digital business and US prospects drove the share price higher. Drinks company Fever-Tree was also positive. It announced good results, with the UK business performing particularly well. Management also highlighted the scope for growth in the US. Another positive contributor was Cineworld. Its shares rose after delivering results that vindicated its recent acquisition of Regal Entertainment in the US – revenues and earnings grew at a double-digit pace, resulting in substantial upgrades to earnings forecasts.

Activity

Activity during the last six months included adding to our position in Barclays. Conduct costs are reducing, which should allow higher future returns and increased potential for dividend growth. We also bought clothing company SuperGroup at what we believed was an attractive entry point after its share price weakened when it announced disappointing in-store sales. In our view, this price reaction was overdone; strong online sales and geographical expansion suggest the business is still growing at a considerable rate. We also opened a position in 888 Casino, which has an attractive yield and is well-positioned to take advantage of sports gambling in the US. An opportunity was also taken to add to Standard Chartered, given its trend for improving returns and revenue growth.

Sales included reducing a position in HSBC, as we foresee better value elsewhere in the banking sector. We also took profits in JD Sports. While a recent deal to acquire Finish Line in the US adds scale, it is likely to dilute margins in the short term. Finally, we reduced our holding in Dixons Carphone after strong performance and ahead of a profit warning from the new CEO.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	251.52	238.36	213.87	228.53
Return before operating charges*	10.66	16.45	27.38	(11.09)
Operating charges**	(1.73)	(3.29)	(2.89)	(3.57)
Return after operating charges*	8.93	13.16	24.49	(14.66)
Distributions	(7.51)	(9.96)	(10.03)	(9.41)
Retained distributions on accumulation share	7.51	9.96	10.03	9.41
Closing net asset value per share	260.45	251.52	238.36	213.87
* after direct transaction costs of:***	0.29	0.38	0.32	0.14
Performance +				
Return after charges	3.55%	5.52%	11.45%	-6.41%
Other information				
Closing net asset value (£'000)	111,138	68,077	75,943	84,469
Closing number of shares	42,672,129	27,066,578	31,860,354	39,495,594
Operating charges****	1.31%	1.31%	1.31%	1.59%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	276.6	269.8	238.6	236.4
Lowest share price	242.7	237.6	189.1	196.5

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	281.70	265.72	237.24	251.56
Return before operating charges*	11.94	18.35	30.54	(12.23)
Operating charges**	(1.24)	(2.37)	(2.06)	(2.09)
Return after operating charges*	10.70	15.98	28.48	(14.32)
Distributions	(8.43)	(11.13)	(11.16)	(10.40)
Retained distributions on accumulation share	8.43	11.13	11.16	10.40
Closing net asset value per share	292.40	281.70	265.72	237.24
* after direct transaction costs of:***	0.32	0.42	0.36	0.15
Performance +				
Return after charges	3.80%	6.01%	12.00%	-5.69%
Other information				
Closing net asset value (£'000)	219,013	195,927	145,063	149,301
Closing number of shares	74,902,757	69,550,690	54,593,197	62,931,362
Operating charges****	0.84%	0.84%	0.84%	0.84%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	310.1	302.0	265.9	260.8
Lowest share price	271.9	265.0	210.1	217.9

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	85.07	83.91	78.72	87.84
Return before operating charges*	3.60	5.77	9.89	(4.19)
Operating charges**	(0.58)	(1.14)	(1.05)	(1.35)
Return after operating charges*	3.02	4.63	8.84	(5.54)
Distributions	(2.55)	(3.47)	(3.65)	(3.58)
Closing net asset value per share	85.54	85.07	83.91	78.72
* after direct transaction costs of:***	0.10	0.13	0.12	0.05
Performance +				
Return after charges	3.55%	5.52%	11.23%	-6.31%
Other information				
Closing net asset value (£'000)	27,837	72,420	76,307	79,129
Closing number of shares	32,543,872	85,131,399	90,939,439	100,523,376
Operating charges****	1.31%	1.31%	1.31%	1.59%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	93.54	92.77	85.44	90.92
Lowest share price	82.09	83.65	69.58	73.63

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	95.27	93.53	87.30	96.67
Return before operating charges*	4.04	6.44	11.04	(4.62)
Operating charges**	(0.42)	(0.82)	(0.75)	(0.79)
Return after operating charges*	3.62	5.62	10.29	(5.41)
Distributions	(2.85)	(3.88)	(4.06)	(3.96)
Closing net asset value per share	96.04	95.27	93.53	87.30
* after direct transaction costs of:***	0.11	0.15	0.13	0.06
Performance +				
Return after charges	3.80%	6.01%	11.79%	-5.60%
Other information				
Closing net asset value (£'000)	35,837	36,939	41,165	121,961
Closing number of shares	37,315,161	38,771,540	44,012,526	139,702,048
Operating charges****	0.84%	0.84%	0.84%	0.84%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	104.9	103.8	95.22	100.3
Lowest share price	91.97	93.30	77.31	81.63

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	68.95	67.13	62.14	68.26
Return before operating charges*	2.92	4.62	7.90	(3.31)
Operating charges**	0.00	(0.01)	(0.01)	(0.01)
Return after operating charges*	2.92	4.61	7.89	(3.32)
Distributions	(2.07)	(2.79)	(2.90)	(2.80)
Closing net asset value per share	69.80	68.95	67.13	62.14
* after direct transaction costs of:***	0.08	0.11	0.09	0.04
Performance +				
Return after charges	4.23%	6.87%	12.70%	-4.86%
Other information				
Closing net asset value (£'000)	44,411	50,320	80,860	74,848
Closing number of shares	63,625,773	72,979,527	120,456,846	120,456,846
Operating charges****	0.01%	0.01%	0.01%	0.01%
Direct transaction costs***	0.22%	0.15%	0.14%	0.06%
Prices				
Highest share price	76.04	75.07	68.32	70.90
Lowest share price	66.60	67.04	55.17	58.08

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	165.76	155.19	137.51	144.80
Return before operating charges*	7.02	10.72	17.81	(7.16)
Operating charges**	(0.08)	(0.15)	(0.13)	(0.13)
Return after operating charges*	6.94	10.57	17.68	(7.29)
Distributions	(4.97)	(6.52)	(6.49)	(6.00)
Retained distributions on accumulation share	4.97	6.52	6.49	6.00
Closing net asset value per share	172.70	165.76	155.19	137.51
* after direct transaction costs of:***	0.19	0.25	0.21	0.09
Performance +				
Return after charges	4.19%	6.81%	12.86%	-5.03%
Other information				
Closing net asset value (£'000)	569	656	570	229
Closing number of shares	329,658	395,824	367,557	166,622
Operating charges****	0.09%	0.09%	0.09%	0.09%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	182.8	177.5	155.3	150.3
Lowest share price	160.1	155.0	122.1	126.3

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	310.66	291.72	259.28	273.71
Return before operating charges*	13.16	20.15	33.49	(13.37)
Operating charges**	(0.64)	(1.21)	(1.05)	(1.06)
Return after operating charges*	12.52	18.94	32.44	(14.43)
Distributions	(9.31)	(12.24)	(12.22)	(11.33)
Retained distributions on accumulation share	9.31	12.24	12.22	11.33
Closing net asset value per share	323.18	310.66	291.72	259.28
* after direct transaction costs of:***	0.36	0.46	0.39	0.17
Performance +				
Return after charges	4.03%	6.49%	12.51%	-5.27%
Other information				
Closing net asset value (£'000)	51,621	51,500	56,194	57,908
Closing number of shares	15,972,663	16,577,787	19,263,296	22,333,918
Operating charges****	0.39%	0.39%	0.39%	0.39%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	342.3	332.8	291.9	284.1
Lowest share price	300.0	291.1	229.9	238.1

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	89.95	84.89	75.83	80.47
Return before operating charges*	3.81	5.86	9.76	(3.93)
Operating charges**	(0.42)	(0.80)	(0.70)	(0.71)
Return after operating charges*	3.39	5.06	9.06	(4.64)
Distributions	(2.69)	(3.55)	(3.57)	(3.32)
Retained distributions on accumulation share	2.69	3.55	3.57	3.32
Closing net asset value per share	93.34	89.95	84.89	75.83
* after direct transaction costs of:***	0.10	0.13	0.11	0.05
Performance +				
Return after charges	3.77%	5.96%	11.95%	-5.77%
Other information				
Closing net asset value (£'000)	37,378	39,597	42,734	43,099
Closing number of shares	40,044,909	44,022,322	50,342,377	56,837,141
Operating charges****	0.89%	0.89%	0.89%	0.89%
Direct transaction costs***	0.22%	0.15%	0.14%	0.06%
Prices				
Highest share price	99.00	96.43	84.96	83.40
Lowest share price	86.83	84.66	67.14	69.66

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	71.34	70.07	65.44	72.53
Return before operating charges*	3.03	4.83	8.26	(3.49)
Operating charges**	(0.33)	(0.65)	(0.59)	(0.63)
Return after operating charges*	2.70	4.18	7.67	(4.12)
Distributions	(2.14)	(2.91)	(3.04)	(2.97)
Closing net asset value per share	71.90	71.34	70.07	65.44
* after direct transaction costs of:***	0.08	0.11	0.10	0.04
Performance +				
Return after charges	3.78%	5.97%	11.72%	-5.68%
Other information				
Closing net asset value (£'000)	33,453	36,126	40,364	54,599
Closing number of shares	46,528,896	50,637,905	57,602,045	83,429,856
Operating charges****	0.89%	0.89%	0.89%	0.89%
Direct transaction costs***	0.22%	0.15%	0.15%	0.06%
Prices				
Highest share price	78.52	77.76	71.34	75.18
Lowest share price	68.87	69.90	57.94	61.19

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	67.87	63.97	57.09	60.51
Return before operating charges*	2.80	4.42	7.34	(2.96)
Operating charges**	(0.27)	(0.52)	(0.46)	(0.46)
Return after operating charges*	2.53	3.90	6.88	(3.42)
Distributions	(2.03)	(2.69)	(2.69)	(2.51)
Retained distributions on accumulation share	2.03	2.69	2.69	2.51
Closing net asset value per share	70.40	67.87	63.97	57.09
* after direct transaction costs of:***	0.08	0.10	0.09	0.04
Performance +				
Return after charges	3.73%	6.10%	12.05%	-5.65%
Other information				
Closing net asset value (£'000)	2	1	1	1
Closing number of shares	2,200	2,200	2,200	2,200
Operating charges****	0.77%	0.77%	0.77%	0.77%
Direct transaction costs***	0.22%	0.15%	0.15%	0.07%
Prices				
Highest share price	74.74	72.73	64.03	62.73
Lowest share price	65.53	63.82	50.59	52.47

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	56.12	55.06	51.32	57.03
Return before operating charges*	2.31	3.78	6.53	(2.95)
Operating charges**	(0.22)	(0.44)	(0.40)	(0.43)
Return after operating charges*	2.09	3.34	6.13	(3.38)
Distributions	(1.58)	(2.28)	(2.39)	(2.33)
Closing net asset value per share	56.63	56.12	55.06	51.32
* after direct transaction costs of:***	0.06	0.09	0.08	0.04
Performance +				
Return after charges	3.72%	6.07%	11.94%	-5.93%
Other information				
Closing net asset value (£'000)	1	90,042	97,835	1
Closing number of shares	2,200	160,439,922	177,696,746	2,200
Operating charges****	0.77%	0.77%	0.77%	0.77%
Direct transaction costs***	0.22%	0.15%	0.15%	0.07%
Prices				
Highest share price	61.79	61.16	56.05	58.92
Lowest share price	54.18	54.93	45.49	48.00

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation ^				
Change in net assets per share				
Opening net asset value per share	59.34	56.40	50.75	50.00++
Return before operating charges*	4.97	3.88	6.48	0.82
Operating charges**	(0.49)	(0.94)	(0.83)	(0.07)
Return after operating charges*	4.48	2.94	5.65	0.75
Distributions	0.00	(2.36)	(2.38)	(0.28)
Retained distributions on accumulation share	0.00	2.36	2.38	0.28
Redemption value as at 7 June 2018	(63.82)	0.00	0.00	0.00
Closing net asset value per share	0.00	59.34	56.40	50.75
* after direct transaction costs of:***	0.07	0.09	0.08	0.00
Performance +				
Return after charges	7.55%	5.21%	11.13%	1.50%
Other information				
Closing net asset value (£'000)	–	1	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.59%	1.59%	1.59%	1.59%
Direct transaction costs***	0.22%	0.15%	0.15%	0.00%
Prices				
Highest share price	65.22	63.70	56.46	51.67
Lowest share price	57.26	56.20	44.83	46.64

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++ Share class launched 27 January 2016.

^ Share class closed on 7 June 2018.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A income				
Change in net assets per share				
Opening net asset value per share	54.26	53.66	50.47	50.00++
Return before operating charges*	2.30	3.71	6.34	0.82
Operating charges**	(0.45)	(0.89)	(0.81)	(0.07)
Return after operating charges*	1.85	2.82	5.53	0.75
Distributions	(1.62)	(2.22)	(2.34)	(0.28)
Closing net asset value per share	54.49	54.26	53.66	50.47
* after direct transaction costs of:***	0.06	0.08	0.08	0.00
Performance +				
Return after charges	3.41%	5.26%	10.96%	1.50%
Other information				
Closing net asset value (£'000)	84	84	83	1
Closing number of shares	154,848	154,848	154,848	2,200
Operating charges****	1.59%	1.59%	1.59%	1.59%
Direct transaction costs***	0.22%	0.15%	0.16%	0.00%
Prices				
Highest share price	59.63	59.20	54.65	51.67
Lowest share price	52.35	53.48	44.59	46.64

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (99.35%)		552,533	98.43
Basic Materials (11.36%)		41,322	7.36
225,141	Anglo American	3,470	0.62
3,898,097	Glencore	12,221	2.17
128,075	Johnson Matthey	4,476	0.80
578,233	Rio Tinto	21,155	3.77
Consumer Goods (18.92%)		101,606	18.10
374,734	Bellway	10,931	1.95
299,289	Bovis Homes	3,366	0.60
843,949	British American Tobacco	31,403	5.59
1,571,384	Countryside Properties	5,283	0.94
3,642,722	Dixons Carphone	6,020	1.07
234,140	Fever Tree Drinks	8,715	1.55
451,812	Galliford Try	4,380	0.78
529,512	Imperial Brands	14,527	2.59
577,442	Inchcape	3,993	0.71
301,950	Persimmon	7,343	1.31
473,995	SuperGroup	5,645	1.01
Consumer Services (11.31%)		48,009	8.55
1,592,254	888 Holdings	3,707	0.66
3,858,122	Cineworld	11,960	2.13
181,508	Go-Ahead	3,046	0.54
1,533,457	GVC	16,883	3.01
2,559,359	ITV	4,110	0.73
6,406,920	Ladbrokes Coral Rights	0	0.00
6,558,240	Saga	8,303	1.48
Financials (24.36%)		136,124	24.25
718,418	Ashmore	2,553	0.46
3,146,793	Aviva	15,259	2.72
6,066,399	Barclays	10,658	1.90
489,102	Close Brothers	7,801	1.39
1,534,865	Direct Line	5,077	0.90
359,085	Hastings Group	969	0.17
5,488,026	HSBC	36,704	6.54

Standard Life Investment Company

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UK Equity High Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Financials (continued)			
1,158,723	John Laing Group	3,650	0.65
1,938,830	Legal & General	4,929	0.88
899,380	Onesavings Bank	3,734	0.67
1,245,851	Phoenix	8,839	1.57
1,129,789	Prudential	19,596	3.49
1,005,496	Purplebricks	2,968	0.53
2,135,122	Standard Chartered	13,387	2.38
Health Care (5.78%)		43,062	7.67
242,038	AstraZeneca	14,024	2.50
549,418	Clinigen	5,478	0.98
1,252,876	GlaxoSmithKline	19,547	3.48
1,484,102	Indivior	4,013	0.71
Industrials (7.41%)		43,400	7.73
134,959	Aggreko	1,131	0.20
428,165	Bodycote	4,061	0.72
103,747	Ferguson	6,412	1.14
847,277	Kier	8,036	1.43
982,913	Polypipe	3,635	0.65
640,447	RPC	4,573	0.82
1,287,748	Senior	4,095	0.73
1,116,270	Smith (DS)	5,513	0.98
959,407	Vesuvius	5,944	1.06
Oil & Gas (11.73%)		98,284	17.51
6,952,247	BP	38,043	6.78
1,169,976	Royal Dutch Shell 'A'	29,261	5.21
661,062	Royal Dutch Shell 'B'	16,791	2.99
6,586,998	Savannah Petroleum	1,699	0.30
1,923,345	Tullow Oil	4,478	0.80
1,115,292	Wood Group	8,012	1.43
Technology (0.54%)		2,674	0.48
94,224	AVEVA	2,674	0.48

Standard Life Investment Company

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UK Equity High Income Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Telecommunications (4.48%)		22,657	4.04
13,774,720	Vodafone	22,657	4.04
Utilities (3.46%)		15,395	2.74
1,900,890	National Grid	15,395	2.74
Collective Investment Schemes (0.98%)		9,985	1.78
9,984,495	Standard Life CNAV Sterling Liquidity Fund	9,985	1.78
Total investment assets and liabilities		562,518	100.21
Net other liabilities		(1,174)	(0.21)
Total Net Assets		561,344	100.00

All investments are listed on recognised stock exchanges and are approved securities, or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		11,176		24,386
Revenue	17,696		15,627	
Expenses	(2,609)		(2,671)	
Interest payable and similar charges	(1)		(2)	
Net revenue before taxation	15,086		12,954	
Taxation	(82)		(77)	
Net revenue after taxation		15,004		12,877
Total return before distributions		26,180		37,263
Distributions		(17,551)		(15,505)
Change in net assets attributable to shareholders from investment activities		8,629		21,758

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		641,690		657,120
Amounts receivable on the issue of shares	64,773		59,351	
Amounts payable on the cancellation of shares	(166,221)		(62,082)	
		(101,448)		(2,731)
Dilution adjustment		369		401
Change in net assets attributable to shareholders from investment activities (see above)		8,629		21,758
Retained distribution on accumulation shares		12,102		8,511
Unclaimed distributions		2		2
Closing net assets attributable to shareholders		561,344		685,061

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

UK Equity High Income Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		562,518		643,820
Current assets:				
Debtors	4,537		3,627	
Cash and bank balances	3		2	
		4,540		3,629
Total assets		567,058		647,449
Liabilities:				
Creditors	(1,507)		(1,023)	
Distribution payable	(4,207)		(4,736)	
		(5,714)		(5,759)
Total liabilities		(5,714)		(5,759)
Net assets attributable to shareholders		561,344		641,690

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Distribution Tables

for the six months ended 31 August 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	7.5128	–	7.5128*	5.8579
Group 2	2.8530	4.6598	7.5128*	5.8579
Institutional accumulation				
Group 1	8.4307	–	8.4307*	6.5384
Group 2	1.8059	6.6248	8.4307*	6.5384
Retail income				
Group 1	2.5544	–	2.5544**	2.0623
Group 2	1.4663	1.0881	2.5544**	2.0623
Institutional income				
Group 1	2.8515	–	2.8515**	2.3016
Group 2	1.4075	1.4440	2.8515**	2.3016
Standard Life income				
Group 1	2.0679	–	2.0679**	1.6555
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	4.9693	–	4.9693*	3.8263
Group 2	2.7934	2.1759	4.9693*	3.8263
Institutional regulated accumulation				
Group 1	9.3079	–	9.3079*	7.1866
Group 2	4.8923	4.4156	9.3079*	7.1866
Platform 1 accumulation				
Group 1	2.6921	–	2.6921*	2.0885
Group 2	1.4561	1.2360	2.6921*	2.0885

Standard Life Investment Company Interim Report & Financial Statements

UK Equity High Income Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Platform 1 income				
Group 1	2.1351	–	2.1351**	1.7241
Group 2	1.1011	1.0340	2.1351**	1.7241
Institutional S accumulation				
Group 1	2.0345	–	2.0345*	1.5781
Group 2	–	–	–	–
Institutional S income				
Group 1	1.5813	–	1.5813**	1.3550
Group 2	–	–	0.0000**	1.3550
Institutional A accumulation ^				
Group 1	–	–	–	1.3904
Group 2	–	–	–	–
Institutional A income				
Group 1	1.6212	–	1.6212**	1.3180
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

^ Share class closed on 7 June 2018

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Investment Report

Fund Information	
Fund Manager	Andrew Hunt
Launch Date	6 March 2009
Benchmark	IA UK All Companies Sector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of UK companies or companies which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. "UK companies" will include companies incorporated in the UK or companies listed on a UK stock exchange which may not be incorporated in the UK or have the majority of their economic activity in the UK. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential for capital growth opportunities afforded by investing in an actively managed portfolio of mainly "recovery" UK equities. The concentrated nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of sector or stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of equity markets and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 1.81% compared to the IA UK All Companies sector average return of 5.96% (source: Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

While the Sub-fund's return over the period was below the sector average, longer-term performance remains strong. The Sub-fund is highly differentiated, with a contrarian style, so investors should expect marked deviation from market indices. We take a long-term view and see short-term volatility as a source of opportunity.

At a stock level, plastic window and door manufacturer, SafeStyle, was the biggest drag on the Fund's performance. The company suffered from increased competition and a profits warning. Energy consultancy Utilitywise was another that had a negative impact. The share price dropped following a series of announcements by the new management on need to improve the company's business model. Despite this, the core business is performing well. We remain confident in the long-term recovery potential of both these companies. Another underperformer was Thomas Cook. It announced a profits warning as margins came under pressure from increased competition and rising costs. Further downward pressure on its profitability came from falling demand for its holidays that resulted from the sustained hot weather in the UK.

Kurdistan focused oil exploration and production company, Genel Energy, added to the Fund's return. It was helped by a rising oil price and the delivery of operational improvements in oil production. Meanwhile, the holding in Petrofac performed well. It provides services to the energy industry, and is therefore operationally leveraged to the price of oil. Hence, the company has benefited from a rising oil price and the winning of new contracts as a consequence.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Investment Report (Continued)

Activity

The only major new purchase during the period was McCarthy & Stone. The company builds retirement houses, which are typically in the form of retirement villages. Following a series of profit warnings, the price of the company reached a level we felt was inconsistent with its underlying value as all the recent uncertainty around the company is now fully discounted. At the current price, the company is an attractive asset. Moreover, its compelling long-term growth story is underpinned by a new management team with vision of how to improve the company, the prospect of the resolution of the law on ground rents from the government and a pick-up in housing activity as older people downsize their homes.

The two major sales were Virgin Money and Genel. Virgin was reduced after the company was bid for by Clydesdale Bank. The stock had risen to a fair valuation that captured both the risks and opportunities of the merger. The Sub-fund completely sold out of Genel, as the share price had nearly trebled since December. Other sales included exiting Plus500 and a reduction in the investments of Anglo American and Ei Group. All of these companies have performed well and were sold to make way for more compelling opportunities.

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	234.93	230.74	146.27	168.03
Return before operating charges*	9.58	7.48	87.12	(19.07)
Operating charges**	(1.74)	(3.29)	(2.65)	(2.69)
Return after operating charges*	7.84	4.19	84.47	(21.76)
Distributions	0.00	(2.37)	(1.50)	(1.69)
Retained distributions on accumulation share	0.00	2.37	1.50	1.69
Closing net asset value per share	242.77	234.93	230.74	146.27
* after direct transaction costs of:***	0.70	0.76	1.48	0.67
Performance +				
Return after charges	3.34%	1.82%	57.75%	-12.95%
Other information				
Closing net asset value (£'000)	8,342	8,307	13,273	4,669
Closing number of shares	3,435,990	3,536,192	5,752,228	3,192,262
Operating charges****	1.40%	1.40%	1.40%	1.73%
Direct transaction costs***	0.57%	0.32%	0.78%	0.43%
Prices				
Highest share price	272.3	260.6	238.9	175.6
Lowest share price	228.8	219.5	145.7	124.9

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.60% to 1.35% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	250.49	244.89	154.47	176.03
Return before operating charges*	10.22	7.93	92.28	(20.04)
Operating charges**	(1.22)	(2.33)	(1.86)	(1.52)
Return after operating charges*	9.00	5.60	90.42	(21.56)
Distributions	0.00	(3.75)	(2.59)	(3.08)
Retained distributions on accumulation share	0.00	3.75	2.59	3.08
Closing net asset value per share	259.49	250.49	244.89	154.47
* after direct transaction costs of:***	0.74	0.81	1.53	0.70
Performance +				
Return after charges	3.59%	2.29%	58.54%	-12.25%
Other information				
Closing net asset value (£'000)	24,905	3,632	21,314	13,596
Closing number of shares	9,597,929	1,450,022	8,703,435	8,800,926
Operating charges****	0.93%	0.93%	0.93%	0.93%
Direct transaction costs***	0.57%	0.32%	0.76%	0.43%
Prices				
Highest share price	290.6	277.6	253.5	184.3
Lowest share price	244.0	233.3	153.8	131.8

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	221.67	219.96	140.02	162.90
Return before operating charges*	9.01	7.04	83.99	(18.59)
Operating charges**	(0.06)	(0.11)	(0.08)	(0.08)
Return after operating charges*	8.95	6.93	83.91	(18.67)
Distributions	0.00	(5.22)	(3.97)	(4.21)
Closing net asset value per share	230.62	221.67	219.96	140.02
* after direct transaction costs of:***	0.67	0.73	1.40	0.65
Performance +				
Return after charges	4.04%	3.15%	59.93%	-11.46%
Other information				
Closing net asset value (£'000)	8,791	8,450	5,044	3,211
Closing number of shares	3,811,752	3,811,752	2,293,217	2,293,217
Operating charges****	0.05%	0.05%	0.05%	0.05%
Direct transaction costs***	0.57%	0.32%	0.76%	0.43%
Prices				
Highest share price	257.7	251.3	231.7	170.8
Lowest share price	216.1	210.2	139.4	123.0

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	269.29	261.18	163.44	184.76
Return before operating charges*	10.97	8.46	98.01	(21.10)
Operating charges**	(0.19)	(0.35)	(0.27)	(0.22)
Return after operating charges*	10.78	8.11	97.74	(21.32)
Distributions	0.00	(6.10)	(4.46)	(4.63)
Retained distributions on accumulation share	0.00	6.10	4.46	4.63
Closing net asset value per share	280.07	269.29	261.18	163.44
* after direct transaction costs of:***	0.81	0.87	1.49	0.74
Performance +				
Return after charges	4.00%	3.11%	59.80%	-11.54%
Other information				
Closing net asset value (£'000)	1,326	1,263	1,155	9,931
Closing number of shares	473,488	469,084	442,293	6,076,580
Operating charges****	0.13%	0.13%	0.13%	0.13%
Direct transaction costs***	0.57%	0.32%	0.70%	0.43%
Prices				
Highest share price	313.0	298.2	270.3	193.7
Lowest share price	262.5	249.5	162.8	139.4

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	125.08	122.41	77.31	88.18
Return before operating charges*	5.09	3.96	46.13	(10.03)
Operating charges**	(0.68)	(1.29)	(1.03)	(0.84)
Return after operating charges*	4.41	2.67	45.10	(10.87)
Distributions	0.00	(1.71)	(1.19)	(1.46)
Retained distributions on accumulation share	0.00	1.71	1.19	1.46
Closing net asset value per share	129.49	125.08	122.41	77.31
* after direct transaction costs of:***	0.37	0.40	0.85	0.35
Performance +				
Return after charges	3.53%	2.18%	58.34%	-12.33%
Other information				
Closing net asset value (£'000)	21,221	21,628	27,764	1,443
Closing number of shares	16,387,670	17,291,663	22,680,694	1,867,239
Operating charges****	1.03%	1.03%	1.03%	1.03%
Direct transaction costs***	0.57%	0.32%	0.84%	0.43%
Prices				
Highest share price	145.1	138.7	126.7	92.30
Lowest share price	121.8	116.6	77.00	66.00

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*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Portfolio Statement

as at 31 August 2018

		Market value £'000	Percentage of total net assets
Holding	Investment		
UK Equities (98.81%)		63,599	98.47
Basic Materials (16.86%)		9,679	14.99
1,524,767	Acacia Mining	1,676	2.60
28,247	Anglo American	435	0.68
50,399	BHP Billiton	828	1.28
474,637	Ferrexpo	736	1.14
343,827	Glencore	1,078	1.67
3,858,083	Petra Diamonds	1,326	2.05
22,673	Rio Tinto	830	1.28
1,857,257	Sylvania Platinum	422	0.65
281,282	Vedanta Resources	2,348	3.64
Consumer Goods (8.52%)		8,475	13.12
12,353,203	Accrol	2,458	3.81
9,216,712	Debenhams	1,207	1.87
270,630	Dixons Carphone	447	0.69
197,828	Marks & Spencer	597	0.92
250,660	McBride	326	0.50
1,844,050	McCarthy & Stone	2,052	3.18
2,181,739	Topps Tiles	1,388	2.15
Consumer Services (14.76%)		11,510	17.82
246,616	El Group	384	0.59
340,985	FirstGroup	302	0.47
1,601,347	Flybe	665	1.03
127,992	Go-Ahead	2,148	3.33
99,826	N Brown Group	151	0.23
1,288,946	Reach	888	1.38
7,752,988	SafeStyle	3,097	4.79
1,610,511	Saga	2,039	3.16
2,198,502	Thomas Cook	1,836	2.84
Financials (23.02%)		10,873	16.84
215,272	Aviva	1,044	1.62
147,839	Barclays	260	0.40
77,376	CMC Markets	132	0.20
345,491	Hastings Group	932	1.44

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Financials (continued)			
630,618	International Personal Finance	1,385	2.15
1,132,309	Intu Properties	1,789	2.77
301,921	John Laing Group	951	1.47
1,162,546	Just	1,056	1.64
167,164	Provident Financial	1,141	1.77
348,164	Standard Chartered	2,183	3.38
Health Care (1.64%)		1,028	1.59
22,853	Shire	1,028	1.59
Industrials (8.93%)		8,637	13.37
93,843	Aggreko	787	1.22
273,474	Babcock International	1,950	3.02
1,889,276	Interserve	1,254	1.94
1,304,718	Mitie Group	1,935	2.99
139,313	Sthree	490	0.76
7,840,618	Utilitywise	2,221	3.44
Oil & Gas (25.08%)		13,397	20.74
1,838,299	BowLeven	620	0.96
296,628	Cairn Energy	708	1.09
4,893,594	Gulf Marine Services	2,207	3.42
2,504,818	Lamprell	1,676	2.59
1,021,352	Nostrum Oil & Gas	2,594	4.02
4,565,024	Ophir Energy	1,869	2.89
374,952	Petrofac	2,459	3.81
543,050	Tullow Oil	1,264	1.96
Collective Investment Schemes (1.93%)		973	1.51
972,687	Standard Life CNAV Sterling Liquidity Fund	973	1.51
Total investment assets		64,572	99.98
Net other assets		13	0.02
Total Net Assets		64,585	100.00

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

Standard Life Investment Company

Interim Report & Financial Statements

UK Equity Recovery Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		646		1,897
Revenue	742		622	
Expenses	(216)		(218)	
Net revenue before taxation	526		404	
Taxation	(27)		0	
Net revenue after taxation		499		404
Change in net assets attributable to shareholders from investment activities		1,145		2,301

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		43,280		68,550
Amounts receivable on the issue of shares	24,211		5,455	
Amounts payable on the cancellation of shares	(4,234)		(35,339)	
		19,977		(29,884)
Dilution adjustment		183		171
Change in net assets attributable to shareholders from investment activities (see above)		1,145		2,301
Closing net assets attributable to shareholders		64,585		41,138

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

UK Equity Recovery Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		64,572		43,599
Current assets:				
Debtors	122		114	
Cash and bank balances	22		22	
		144		136
Total assets		64,716		43,735
Liabilities:				
Creditors	(131)		(256)	
Distribution payable	0		(199)	
		(131)		(455)
Total liabilities		(131)		(455)
Net assets attributable to shareholders		64,585		43,280

Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Investment Report

Fund Information	
Fund Manager	Lesley Duncan
Launch Date	20 September 1998
Benchmark	IA UK All Companies Ethical Subsector

Investment Objective

The objective of the Sub-fund is to provide capital appreciation. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies listed on a UK stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. Investments will comply with certain ethical criteria. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The ethical criteria applicable to the Sub-fund are set out in an Ethical Policy and may be amended from time-to-time as considered necessary. In addition to excluding such companies which fail to meet the prescribed ethical standards, the ACD will seek to include companies whose business activities are regarded as making a positive contribution in terms of preserving the environment or improving the quality and safety of human life. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes that each comply with the ethical criteria.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of mainly UK equities that comply with certain ethical criteria. The nature of the portfolio affords investors a focused investment approach, whilst affording proper diversification across ethically acceptable mainly UK equity exposure. The investor must be able to accept significant temporary losses due to both the volatile nature of equity markets, and the potentially restricted investment universe enforced by ethical criteria, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 5.44% compared to the IA UK All Companies sector average return of 5.96% (source: Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

A positive for the Sub-fund was Fever-Tree Drinks. The UK-listed premium mixers company remains popular with the market for its continued long-term growth opportunity. Up to now, the story has largely been about UK gin & tonic but increasingly it is about international growth and mixers for dark spirits, such as whisky and rum. It delivered results that were well ahead of market expectations. Cineworld also made a positive contribution. The shares soared after their results appeared to vindicate the recent acquisition of Regal Entertainment. The US business grew revenues and earnings at a double-digit pace, resulting in substantial upgrades to group earnings. The shares of AVEVA, the engineering software developer, performed well after delivering a very solid trading update, which highlighted strong growth in both rentals and licences for its software products.

The two major UK listed oil stocks – Royal Dutch Shell and BP – are both stocks that fail our ethical screening process, resulting in exclusion from the Sub-fund's investable universe. During the period under review, the oil price strengthened due to concerns about supply, which led to these companies performing well. Given the Sub-fund's structural underweight to this sector, there was a detrimental impact on its performance. Not owning the GlaxoSmithKline was another drag on performance. The company has a weak pipeline of new drugs, but was rewarded for finally acknowledging this and for highlighting a move to re-focus its R&D effort. In our view, however, the latter is a potential negative as it could drive costs up. Notwithstanding this, what concerns us the most is the level of debt on its balance sheet, the potential for costly corporate activity and the risk the dividend is cut. SuperGroup, a holding in the Sub-fund, also held back performance as its share price weakened when it announced disappointing in-store sales. In our view, this price reaction was overdone; strong online sales and geographical expansion suggest the business is still growing at a considerable rate.

Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Investment Report (Continued)

Activity

We started a new position in Greggs, the high street food on-the-go retailer, after a good meeting with the management who demonstrated robust ESG principles. The company is implementing a range of operational measures to improve efficiency that should support its growth and improvement in its margins. Another new addition was Clinigen, a beneficiary of the trend by big pharmaceutical companies to outsource sales in non-core regions of the world for unlicensed medicines. We see this as a structural growth opportunity that is not reflected in the company's valuation. Vesuvius develops and manufactures high-technology products and solutions for the steel and castings industries. The company's management is unlocking value across its business and finding ways to mitigate the volatility of the business by 'rightsizing' its manufacturing base in Europe. We expect management to do this in their North America operations. The current valuation does not factor in this potential benefit, and we decided to invest in the business.

Selling activity included eliminating the position in Dunelm, the homewares specialist. This investment was based on the company restructuring itself, but this is proving to be more challenging than expected given the backdrop of a tough consumer market. We also sold the position in Nostrum Oil & Gas, as production targets started to fall. Another significant sale was Howden Joinery. It has performed well, and with its valuation reflecting this, we decided to sell it as its market environment was becoming more competitive.

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	175.81	153.91	135.50	135.00
Return before operating charges*	10.04	24.17	20.26	2.74
Operating charges**	(1.21)	(2.27)	(1.85)	(2.24)
Return after operating charges*	8.83	21.90	18.41	0.50
Distributions	0.00	(1.65)	(1.92)	(1.43)
Retained distributions on accumulation share	0.00	1.65	1.92	1.43
Closing net asset value per share	184.64	175.81	153.91	135.50
* after direct transaction costs of:***	0.10	0.17	0.22	0.18
Performance +				
Return after charges	5.02%	14.23%	13.59%	0.37%
Other information				
Closing net asset value (£'000)	67,271	65,819	65,856	66,438
Closing number of shares	36,433,834	37,437,581	42,788,565	49,032,249
Operating charges****	1.32%	1.32%	1.32%	1.60%
Direct transaction costs***	0.11%	0.10%	0.16%	0.13%
Prices				
Highest share price	190.3	185.4	153.5	148.4
Lowest share price	170.2	155.7	116.5	126.3

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	197.62	172.19	150.85	149.18
Return before operating charges*	11.30	27.07	22.67	2.99
Operating charges**	(0.88)	(1.64)	(1.33)	(1.32)
Return after operating charges*	10.42	25.43	21.34	1.67
Distributions	0.00	(2.75)	(2.91)	(2.75)
Retained distributions on accumulation share	0.00	2.75	2.91	2.75
Closing net asset value per share	208.04	197.62	172.19	150.85
* after direct transaction costs of:***	0.12	0.19	0.25	0.19
Performance +				
Return after charges	5.27%	14.77%	14.15%	1.12%
Other information				
Closing net asset value (£'000)	80,416	73,555	64,951	62,622
Closing number of shares	38,654,162	37,219,549	37,719,481	41,512,514
Operating charges****	0.85%	0.85%	0.85%	0.85%
Direct transaction costs***	0.11%	0.10%	0.16%	0.12%
Prices				
Highest share price	214.2	208.3	171.7	164.9
Lowest share price	191.5	174.2	129.9	140.6

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Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	64.53	57.02	50.80	51.17
Return before operating charges*	3.69	8.97	7.65	1.02
Operating charges**	(0.29)	(0.55)	(0.45)	(0.45)
Return after operating charges*	3.40	8.42	7.20	0.57
Distributions	0.00	(0.91)	(0.98)	(0.94)
Closing net asset value per share	67.93	64.53	57.02	50.80
* after direct transaction costs of:***	0.04	0.06	0.08	0.07
Performance +				
Return after charges	5.27%	14.77%	14.17%	1.11%
Other information				
Closing net asset value (£'000)	8,606	4,775	2,048	95
Closing number of shares	12,668,826	7,400,286	3,590,880	186,068
Operating charges****	0.85%	0.85%	0.85%	0.85%
Direct transaction costs***	0.11%	0.10%	0.15%	0.13%
Prices				
Highest share price	69.92	68.98	57.83	56.58
Lowest share price	62.51	57.71	43.76	48.23

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	220.75	190.91	165.99	162.93
Return before operating charges*	12.63	30.06	25.09	3.23
Operating charges**	(0.12)	(0.22)	(0.17)	(0.17)
Return after operating charges*	12.51	29.84	24.92	3.06
Distributions	0.00	(4.67)	(4.49)	(4.28)
Retained distributions on accumulation share	0.00	4.67	4.49	4.28
Closing net asset value per share	233.26	220.75	190.91	165.99
* after direct transaction costs of:***	0.13	0.21	0.27	0.21
Performance +				
Return after charges	5.67%	15.63%	15.01%	1.88%
Other information				
Closing net asset value (£'000)	751	677	526	383
Closing number of shares	321,820	306,542	275,465	230,643
Operating charges****	0.10%	0.10%	0.10%	0.10%
Direct transaction costs***	0.11%	0.10%	0.16%	0.12%
Prices				
Highest share price	239.7	232.5	190.3	181.2
Lowest share price	214.0	193.2	143.3	154.7

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Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	131.97	114.47	99.83	98.28
Return before operating charges*	7.55	18.01	15.05	1.96
Operating charges**	(0.28)	(0.51)	(0.41)	(0.41)
Return after operating charges*	7.27	17.50	14.64	1.55
Distributions	0.00	(2.41)	(2.39)	(2.27)
Retained distributions on accumulation share	0.00	2.41	2.39	2.27
Closing net asset value per share	139.24	131.97	114.47	99.83
* after direct transaction costs of:***	0.08	0.13	0.16	0.13
Performance +				
Return after charges	5.51%	15.29%	14.66%	1.58%
Other information				
Closing net asset value (£'000)	30,936	29,855	25,963	30,339
Closing number of shares	22,218,217	22,623,290	22,681,220	30,389,982
Operating charges****	0.40%	0.40%	0.40%	0.40%
Direct transaction costs***	0.11%	0.10%	0.15%	0.13%
Prices				
Highest share price	143.2	139.0	114.1	109.0
Lowest share price	127.9	115.8	86.11	93.04

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Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	109.02	95.04	83.30	82.42
Return before operating charges*	6.23	14.94	12.52	1.65
Operating charges**	(0.51)	(0.96)	(0.78)	(0.77)
Return after operating charges*	5.72	13.98	11.74	0.88
Distributions	0.00	(1.47)	(1.56)	(1.47)
Retained distributions on accumulation share	0.00	1.47	1.56	1.47
Closing net asset value per share	114.74	109.02	95.04	83.30
* after direct transaction costs of:***	0.06	0.11	0.14	0.11
Performance +				
Return after charges	5.25%	14.71%	14.09%	1.07%
Other information				
Closing net asset value (£'000)	128,209	117,020	93,729	80,152
Closing number of shares	111,736,208	107,333,852	98,616,894	96,215,186
Operating charges****	0.90%	0.90%	0.90%	0.90%
Direct transaction costs***	0.11%	0.10%	0.16%	0.13%
Prices				
Highest share price	118.1	114.9	94.77	91.09
Lowest share price	105.6	96.18	71.74	77.65

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Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	64.51	57.01	50.80	51.17
Return before operating charges*	3.69	8.96	7.63	1.03
Operating charges**	(0.30)	(0.58)	(0.47)	(0.48)
Return after operating charges*	3.39	8.38	7.16	0.55
Distributions	0.00	(0.88)	(0.95)	(0.92)
Closing net asset value per share	67.90	64.51	57.01	50.80
* after direct transaction costs of:***	0.04	0.06	0.08	0.07
Performance +				
Return after charges	5.25%	14.70%	14.09%	1.07%
Other information				
Closing net asset value (£'000)	5,889	4,624	2,361	893
Closing number of shares	8,674,178	7,167,920	4,141,545	1,757,929
Operating charges****	0.90%	0.90%	0.90%	0.90%
Direct transaction costs***	0.11%	0.10%	0.15%	0.13%
Prices				
Highest share price	69.90	68.93	57.79	56.55
Lowest share price	62.49	57.69	43.74	48.21

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation				
Change in net assets per share				
Opening net asset value per share	65.20	57.24	50.52	50.00++
Return before operating charges*	3.73	8.98	7.55	0.59
Operating charges**	(0.55)	(1.02)	(0.83)	(0.07)
Return after operating charges*	3.18	7.96	6.72	0.52
Distributions	0.00	(0.43)	(0.58)	0.00
Retained distributions on accumulation share	0.00	0.43	0.58	0.00
Closing net asset value per share	68.38	65.20	57.24	50.52
* after direct transaction costs of:***	0.04	0.06	0.08	0.01
Performance +				
Return after charges	4.88%	13.91%	13.30%	1.04%
Other information				
Closing net asset value (£'000)	208	182	186	1
Closing number of shares	303,527	279,456	324,724	2,200
Operating charges****	1.60%	1.60%	1.60%	1.60%
Direct transaction costs***	0.11%	0.10%	0.15%	0.01%
Prices				
Highest share price	70.50	68.78	57.08	51.67
Lowest share price	63.12	57.90	43.41	47.11

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++ Share class launched 25 January 2016.

Standard Life Investment Company

Interim Report & Financial Statements

UK Ethical Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (95.04%)		313,928	97.41
Consumer Goods (22.41%)		69,551	21.58
342,224	Bellway	9,983	3.10
4,754,885	Boohoo.com*	8,414	2.61
1,512,711	Countryside Properties	5,086	1.58
1,729,561	Dixons Carphone	2,858	0.88
404,117	Fever Tree Drinks*	15,041	4.67
351,835	Greggs	3,736	1.16
773,728	Inchcape	5,350	1.66
787,950	JD Sports	4,001	1.24
103,916	Lookers	110	0.03
2,569,045	McCarthy & Stone	2,859	0.89
1,278,410	Redrow	6,993	2.17
289,475	SuperGroup	3,448	1.07
75,794	Ted Baker	1,672	0.52
Consumer Services (12.91%)		43,915	13.63
1,663,924	Centaur Media	737	0.23
1,905,010	Cineworld	5,905	1.83
363,534	CVS*	3,321	1.03
1,770,145	Entertainment One	6,472	2.01
458,706	Hollywood Bowl	963	0.30
5,174,708	ITE	4,326	1.34
1,139,291	ITV	1,830	0.57
1,017,265	Joules*	3,072	0.95
372,088	Just Eat	2,852	0.88
1,009,628	Mitchells & Butlers	2,573	0.80
137,663	RELX	2,353	0.73
745,520	Rightmove	3,668	1.14
264,804	TUI	3,764	1.17
1,137,548	Wilmington	2,079	0.65
Financials (16.28%)		55,061	17.08
1,143,778	Aviva	5,546	1.72
926,995	Chesnara	3,499	1.08
480,699	Close Brothers	7,667	2.38
1,080,352	Grainger	3,315	1.03
153,645	Intermediate Capital	1,610	0.50

Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Financials (continued)			
737,332	International Personal Finance	1,619	0.50
638,963	John Laing Group	2,013	0.62
1,210,156	Onesavings Bank	5,025	1.56
372,354	Phoenix	2,642	0.82
521,791	Prudential	9,051	2.81
243,972	St James's Place	2,759	0.86
779,432	Standard Chartered	4,887	1.52
1,422,410	Virgin Money	5,428	1.68
Health Care (5.03%)		17,292	5.37
245,199	Clinigen	2,444	0.76
508,584	Georgia Healthcare	1,165	0.36
348,878	NMC Healthcare	13,683	4.25
Industrials (23.38%)		76,242	23.66
164,392	Aggreko	1,378	0.43
513,251	Bodycote	4,868	1.51
59,267	DCC	4,119	1.28
286,156	Diploma	4,164	1.29
28,938	Ferguson	1,788	0.55
473,362	Grafton	3,633	1.13
1,578,486	Howdens Joinery	7,776	2.41
143,679	IMI	1,734	0.54
1,598,912	IWG	3,836	1.19
690,338	Marshalls	3,113	0.97
1,116,766	Melrose Industries	2,488	0.77
653,315	Midwich*	4,377	1.36
1,621,220	Mitie Group	2,404	0.75
1,334,122	Polypipe	4,934	1.53
302,056	Porvair	1,462	0.45
217,590	Ricardo	1,706	0.53
587,031	Robert Walters	4,285	1.33
1,003,044	Sanne Group	6,159	1.91
1,786,092	Smith (DS)	8,822	2.74
515,866	Vesuvius	3,196	0.99

Standard Life Investment Company

Interim Report & Financial Statements

UK Ethical Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Oil & Gas (1.53%)		5,321	1.65
740,727	Wood Group	5,321	1.65
Technology (9.32%)		34,177	10.60
207,788	Accesso*	5,735	1.78
231,214	AVEVA	6,562	2.04
71,045	Blue Prism	1,616	0.50
234,917	EMIS*	2,262	0.70
444,939	FDM	4,200	1.30
507,315	Kainos	1,979	0.61
176,973	Micro Focus	2,309	0.72
800,011	Sage	4,762	1.48
906,915	Sophos	4,752	1.47
Telecommunications (4.18%)		12,369	3.84
262,162	Gamma Communication*	2,233	0.69
288,547	Inmarsat	1,570	0.49
220,769	Telecom Plus	2,261	0.70
3,833,200	Vodafone	6,305	1.96
Total investment assets		313,928	97.41
Net other assets		8,358	2.59
Total Net Assets		322,286	100.00

All investments are listed on recognised stock exchanges and are approved securities within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* AIM listed.

Standard Life Investment Company

Interim Report & Financial Statements

UK Ethical Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		12,235		32,322
Revenue	4,932		3,846	
Expenses	(1,462)		(1,279)	
Interest payable and similar charges	0		(1)	
Net revenue before taxation	3,470		2,566	
Taxation	0		(39)	
Net revenue after taxation		3,470		2,527
Change in net assets attributable to shareholders from investment activities		15,705		34,849

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		296,507		255,620
Amounts receivable on the issue of shares	20,193		15,866	
Amounts payable on the cancellation of shares	(10,207)		(22,860)	
		9,986		(6,994)
Dilution adjustment		88		33
Change in net assets attributable to shareholders from investment activities (see above)		15,705		34,849
Closing net assets attributable to shareholders		322,286		283,508

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

UK Ethical Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		313,928		281,797
Current assets:				
Debtors	1,360		554	
Cash and bank balances	7,786		14,525	
		9,146		15,079
Total assets		323,074		296,876
Liabilities:				
Creditors	(788)		(239)	
Distribution payable	0		(130)	
		(788)		(369)
Total liabilities		(788)		(369)
Net assets attributable to shareholders		322,286		296,507

Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Investment Report

Fund Information

Fund Manager	Philip Laing and Liam O'Donnell
Launch Date	18 September 1998
Benchmark	IA UK Gilt Sector

Investment Objective

The objective of the Sub-fund is to provide a high level of income with capital appreciation being of secondary importance.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in UK Government securities. The Sub-fund may also invest in other fixed interest securities, other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to achieve a competitive level of income from investing predominantly in UK Government securities. Whilst the level of income provision is likely to be relatively stable, the investor must be able to accept temporary capital losses due to the volatile nature of the investments, and should therefore have an investment time horizon of 3 to 5 years.

Performance

The UK Gilt Fund returned 1.78% over the six months, in comparison with the IA UK Gilt sector which returned 1.98%. Please note the Fund return is net of fees, while the benchmark return is gross. (Source: Morningstar, basic rate taxpayer, bid to bid basis. Benchmark source: Factset)

The portfolio's exposure to short-dated Australian rates was a strong positive contributor over the period, as was a profitable curve-steepening trade on the Australian yield curve. Duration positioning added to returns, benefiting from a substantial short in US duration which remained the weakest of the core bond markets. Positioning on the UK yield curve helped performance. The UK curve re-steepened as aggressive rate hikes became less likely against a backdrop of negative Brexit headlines.

Having exposure to short-dated Canadian rates was initially profitable, as trade concerns escalated. However, towards the end of the reporting period this exposure proved negative as the short-dated end of the Canadian curve priced in higher rates in response to unexpectedly strong economic data. Being short of 5-year UK inflation proved detrimental, as energy price rises pushed inflation expectations higher. The US yield curve continued to flatten and our positioning between 5-year and 10-year rates was also negative for returns.

Investment Activity

Tactical trading in gilts early in the period involved identifying stretched valuation levels at which to sell gilt yields versus other markets, specifically German bunds and US Treasuries. We also took a short position in Japanese government bond futures, anticipating increased expectations of a change in the central bank's yield curve control policy. The Fund's overall short duration positioning was scaled back as markets sold-off in April and gradually reinstated throughout May and June, following the market reaction to the election in Italy.

After a period of pronounced curve flattening, particularly in the US, we implemented a curve steepening position between 5-year and 10-year US Treasuries. We increased our position in Canadian rates and tactically reduced positioning in Australian rates. This tactical switch proved beneficial and was subsequently unwound. A strategy between 2-year and 5-year issues on the European curve was added in June. This was in anticipation of an end to European Central Bank bond buying, and what it would mean for interest rates in 2019.

The Fund's overweight exposure to Australian bonds was increased in July through a yield curve steepening strategy between 3-year and 10-year issues. We added to a position in short-dated Canadian rates, as the market continued to price for more aggressive hikes in interest rates. Ten-year German bund yields rallied in response to continuing political uncertainty in Italy and concerns over trade wars. We took the opportunity to move the overall portfolio underweight duration by selling German bund futures.

Synthetic Risk & Reward Indicator

Lower risk Typically lower rewards				Higher risk Typically Higher rewards		
1	2	3	4	5	6	7

This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication for the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	75.20	76.79	72.94	70.45
Return before operating charges*	1.39	(0.77)	4.67	3.40
Operating charges**	(0.41)	(0.82)	(0.79)	(0.79)
Return after operating charges*	0.98	(1.59)	3.88	2.61
Distributions	(0.02)	(0.01)	(0.23)	(0.62)
Retained distributions on accumulation share	0.02	0.01	0.20	0.50
Closing net asset value per share	76.18	75.20	76.79	72.94
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.31%	-2.07%	5.32%	3.70%
Other information				
Closing net asset value (£'000)	5,135	5,511	4,390	5,651
Closing number of shares	6,740,815	7,327,607	5,717,216	7,747,402
Operating charges****	1.08%	1.08%	1.05%	1.12%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	77.12	77.87	81.23	73.60
Lowest share price	74.89	74.13	71.27	68.21

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Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	78.91	80.24	75.79	72.91
Return before operating charges*	1.47	(0.80)	5.01	3.54
Operating charges**	(0.27)	(0.53)	(0.49)	(0.46)
Return after operating charges*	1.20	(1.33)	4.52	3.08
Distributions	(0.19)	(0.34)	(0.69)	(1.01)
Retained distributions on accumulation share	0.19	0.34	0.62	0.81
Closing net asset value per share	80.11	78.91	80.24	75.79
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.52%	-1.66%	5.96%	4.22%
Other information				
Closing net asset value (£'000)	6,756	7,245	9,253	20,988
Closing number of shares	8,434,254	9,181,687	11,530,869	27,691,766
Operating charges****	0.66%	0.66%	0.63%	0.62%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	81.05	81.54	84.54	76.46
Lowest share price	78.65	77.77	74.10	70.70

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Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	47.68	48.70	46.36	45.09
Return before operating charges*	0.88	(0.49)	2.99	2.18
Operating charges**	(0.26)	(0.52)	(0.50)	(0.51)
Return after operating charges*	0.62	(1.01)	2.49	1.67
Distributions	(0.01)	(0.01)	(0.15)	(0.40)
Closing net asset value per share	48.29	47.68	48.70	46.36
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.30%	-2.07%	5.37%	3.70%
Other information				
Closing net asset value (£'000)	1,325	1,429	1,928	2,312
Closing number of shares	2,743,143	2,997,042	3,959,192	4,986,079
Operating charges****	1.08%	1.08%	1.05%	1.12%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	48.90	49.38	51.63	46.94
Lowest share price	47.48	47.01	45.30	43.67

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Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	47.69	48.70	46.36	45.08
Return before operating charges*	0.88	(0.48)	2.99	2.18
Operating charges**	(0.16)	(0.32)	(0.30)	(0.28)
Return after operating charges*	0.72	(0.80)	2.69	1.90
Distributions	(0.11)	(0.21)	(0.35)	(0.62)
Closing net asset value per share	48.30	47.69	48.70	46.36
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.51%	-1.64%	5.80%	4.21%
Other information				
Closing net asset value (£'000)	267	450	556	9,606
Closing number of shares	552,857	944,112	1,141,405	20,722,445
Operating charges****	0.66%	0.66%	0.63%	0.62%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	48.99	49.41	51.70	47.02
Lowest share price	47.53	47.11	45.32	43.71

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Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	86.14	87.15	82.07	78.64
Return before operating charges*	1.61	(0.87)	5.31	3.82
Operating charges**	(0.07)	(0.14)	(0.11)	(0.10)
Return after operating charges*	1.54	(1.01)	5.20	3.72
Distributions	(0.42)	(0.81)	(1.05)	(1.47)
Retained distributions on accumulation share	0.42	0.81	0.93	1.18
Closing net asset value per share	87.68	86.14	87.15	82.07
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.78%	-1.16%	6.34%	4.73%
Other information				
Closing net asset value (£'000)	1,878	1,887	1,538	904
Closing number of shares	2,141,309	2,189,815	1,764,338	1,101,696
Operating charges****	0.16%	0.16%	0.13%	0.12%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	88.66	88.81	91.70	82.78
Lowest share price	85.92	84.89	80.28	76.35

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Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	58.29	59.30	56.12	54.01
Return before operating charges*	1.08	(0.59)	3.62	2.61
Operating charges**	(0.21)	(0.42)	(0.39)	(0.36)
Return after operating charges*	0.87	(1.01)	3.23	2.25
Distributions	(0.12)	(0.23)	(0.40)	(0.72)
Retained distributions on accumulation share	0.12	0.23	0.35	0.58
Closing net asset value per share	59.16	58.29	59.30	56.12
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.49%	-1.70%	5.76%	4.17%
Other information				
Closing net asset value (£'000)	6,492	7,418	9,694	7,253
Closing number of shares	10,974,129	12,726,899	16,347,876	12,924,236
Operating charges****	0.71%	0.71%	0.68%	0.67%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	59.86	60.25	62.58	56.61
Lowest share price	58.09	57.45	54.86	52.36

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Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	54.97	56.14	53.44	51.98
Return before operating charges*	1.03	(0.56)	3.45	2.50
Operating charges**	(0.20)	(0.40)	(0.37)	(0.35)
Return after operating charges*	0.83	(0.96)	3.08	2.15
Distributions	(0.12)	(0.21)	(0.38)	(0.69)
Closing net asset value per share	55.68	54.97	56.14	53.44
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance +				
Return after charges	1.51%	-1.71%	5.76%	4.14%
Other information				
Closing net asset value (£'000)	1,466	1,812	2,359	2,363
Closing number of shares	2,632,346	3,296,797	4,202,417	4,422,099
Operating charges****	0.71%	0.71%	0.68%	0.67%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	56.46	56.95	59.60	54.19
Lowest share price	54.79	54.29	52.24	50.39

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Standard Life Investment Company

Interim Report & Financial Statements

UK Gilt Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (98.88%)		23,016	98.69
Sterling Denominated Bonds (98.88%)		23,016	98.69
Government Bonds (98.88%)		23,016	98.69
less than 5 years to maturity			
354,000	European Investment Bank 1.5% 2019	355	1.52
400,000	UK (Govt of) 0.5% 2022	394	1.69
315,000	UK (Govt of) 0.75% 2023	311	1.33
557,000	UK (Govt of) 1.5% 2021	567	2.43
661,000	UK (Govt of) 1.75% 2019	667	2.86
527,000	UK (Govt of) 1.75% 2022	544	2.33
551,656	UK (Govt of) 2% 2020	565	2.42
420,782	UK (Govt of) 3.75% 2020	446	1.91
532,000	UK (Govt of) 3.75% 2021	578	2.48
493,000	UK (Govt of) 3.75% Index-Linked 2019	508	2.18
678,000	UK (Govt of) 4% 2022	752	3.22
653,000	UK (Govt of) 4.5% 2019	666	2.86
565,000	UK (Govt of) 4.75% 2020	599	2.57
404,340	UK (Govt of) 8% 2021	484	2.07
between 5 and 10 years to maturity			
236,000	UK (Govt of) 1.25% 2027	234	1.00
457,000	UK (Govt of) 1.5% 2026	466	2.00
471,592	UK (Govt of) 2% 2025	498	2.13
65,210	UK (Govt of) 2.25% 2023	69	0.30
473,000	UK (Govt of) 2.75% 2024	518	2.22
235,000	UK (Govt of) 4.25% 2027	296	1.27
636,802	UK (Govt of) 5% 2025	791	3.39
between 10 and 15 years to maturity			
590,088	UK (Govt of) 4.25% 2032	785	3.37
560,087	UK (Govt of) 4.75% 2030	764	3.28
346,083	UK (Govt of) 6% 2028	499	2.14
between 15 and 25 years to maturity			
229,000	UK (Govt of) 1.75% 2037	229	0.98
537,096	UK (Govt of) 4.25% 2036	745	3.19
411,287	UK (Govt of) 4.25% 2039	591	2.53
361,163	UK (Govt of) 4.25% 2040	526	2.26
547,400	UK (Govt of) 4.5% 2034	767	3.29
477,702	UK (Govt of) 4.5% 2042	734	3.15
444,046	UK (Govt of) 4.75% 2038	673	2.89

Standard Life Investment Company

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UK Gilt Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
greater than 25 years to maturity			
599,428	UK (Govt of) 1.5% 2047	563	2.41
169,000	UK (Govt of) 1.625% 2071	170	0.73
274,875	UK (Govt of) 1.75% 2057	281	1.21
331,278	UK (Govt of) 2.5% 2065	426	1.83
455,018	UK (Govt of) 3.25% 2044	589	2.53
459,653	UK (Govt of) 3.5% 2045	624	2.67
330,241	UK (Govt of) 3.5% 2068	541	2.32
392,087	UK (Govt of) 3.75% 2052	596	2.56
435,983	UK (Govt of) 4% 2060	743	3.19
385,292	UK (Govt of) 4.25% 2046	596	2.55
329,550	UK (Govt of) 4.25% 2049	527	2.26
432,403	UK (Govt of) 4.25% 2055	739	3.17
Collective Investment Schemes (0.29%)		946	4.06
945,904	Standard Life CNAV Sterling Liquidity Fund	946	4.06
Derivatives (0.08%)		14	0.07
Futures (0.01%)		(11)	(0.04)
(4)	Long Australia 10 Year Bond Future 17/09/2018	0	0.00
21	Long US 5 Year Note Future 31/12/2018	0	0.00
(14)	Short Euro-Bobl Future 06/09/2018	(9)	(0.04)
(2)	Short Long Gilt Future 27/12/2018	0	0.00
(20)	Short US 10 Year Note Future 19/12/2018	(1)	0.00
(19)	Short US 10 Year Ultra Bond Future 19/12/2018	(1)	0.00
Inflation Rate Swaps (0.02%)		3	0.01
GBP 510,000	Pay floating UKRPI receive fixed 3.29% 15/05/2023	(1)	0.00
GBP 490,000	Pay floating UKRPI receive fixed 3.32% 15/01/2023	1	0.00
GBP 520,000	Pay floating UKRPI receive fixed 3.44% 15/05/2022	3	0.01
Interest Rate Swaps (0.05%)		22	0.10
SEK 3,070,000	Pay fixed 1.364% receive floating SEK-STIBOR 18/07/2029	0	0.00
SEK 4,600,000	Pay fixed 1.445% receive floating SEK-STIBOR 30/07/2029	(3)	(0.01)
AUD 2,712,000	Pay floating AUD-BBR-BBSW receive fixed 2.545% 30/07/2022	3	0.02

Standard Life Investment Company

Interim Report & Financial Statements

UK Gilt Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Interest Rate Swaps (continued)			
AUD 2,236,000	Pay floating AUD-BBR-BBSW receive fixed 2.545% 30/07/2022	4	0.02
AUD 4,252,000	Pay floating AUD-BBR-BBSW receive fixed 2.5825% 27/07/2022	9	0.04
CAD 2,300,000	Pay floating CAD-BA-CDOR receive fixed 2.5% 12/07/2021	(2)	(0.01)
CAD 2,370,000	Pay floating CAD-BA-CDOR receive fixed 2.503% 30/01/2021	(2)	0.00
CAD 2,642,000	Pay floating CAD-BA-CDOR receive fixed 2.51% 03/07/2021	(2)	(0.01)
CAD 958,260	Pay floating CAD-BA-CDOR receive fixed 2.69% 08/08/2021	1	0.00
CAD 841,740	Pay floating CAD-BA-CDOR receive fixed 2.695% 08/08/2021	1	0.00
CAD 965,000	Pay floating CAD-BA-CDOR receive fixed 2.775% 17/05/2021	2	0.01
CAD 965,000	Pay floating CAD-BA-CDOR receive fixed 2.78% 17/05/2021	2	0.01
EUR 798,000	Pay floating EURIBOR receive fixed 0.84183% 15/08/2027	5	0.02
EUR 290,000	Pay floating EURIBOR receive fixed 1.086% 18/07/2029	1	0.00
EUR 440,000	Pay floating EURIBOR receive fixed 1.136% 30/07/2029	3	0.01
Total investment assets and liabilities		23,976	102.82
Net other liabilities		(657)	(2.82)
Total Net Assets		23,319	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	23,997
Investment liabilities	(21)
Net investment assets	23,976
Net other liabilities	(657)
Total Net Assets	23,319

Standard Life Investment Company

Interim Report & Financial Statements

UK Gilt Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		330		155
Revenue	142		152	
Expenses	(94)		(105)	
Net revenue before taxation	48		47	
Taxation	0		0	
Net revenue after taxation		48		47
Total return before distributions		378		202
Distributions		(48)		(48)
Change in net assets attributable to shareholders from investment activities		330		154

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		25,752		29,718
Amounts receivable on the issue of shares	1,229		1,527	
Amounts payable on the cancellation of shares	(4,034)		(3,658)	
		(2,805)		(2,131)
Dilution adjustment		2		2
Change in net assets attributable to shareholders from investment activities (see above)		330		154
Retained distribution on accumulation shares		40		41
Closing net assets attributable to shareholders		23,319		27,784

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		23,997		25,609
Current assets:				
Debtors	203		219	
Cash and bank balances	73		41	
		276		260
Total assets		24,273		25,869
Liabilities:				
Investment liabilities		(21)		(51)
Creditors	(917)		(49)	
Bank overdrafts	(12)		(12)	
Distribution payable	(4)		(5)	
		(933)		(66)
Total liabilities		(954)		(117)
Net assets attributable to shareholders		23,319		25,752

Standard Life Investment Company Interim Report & Financial Statements

UK Gilt Fund

Distribution Tables

for the six months ended 31 August 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.0172	–	0.0172*	–
Group 2	–	0.0172	0.0172*	–
Institutional accumulation				
Group 1	0.1872	–	0.1872*	0.1640
Group 2	0.0973	0.0899	0.1872*	0.1640
Retail income				
Group 1	0.0109	–	0.0109**	–
Group 2	0.0012	0.0097	0.0109**	–
Institutional income				
Group 1	0.1129	–	0.1129**	0.0995
Group 2	0.0491	0.0638	0.1129**	0.0995
Standard Life accumulation				
Group 1	0.4247	–	0.4247*	0.3986
Group 2	0.1696	0.2551	0.4247*	0.3986
Platform 1 accumulation				
Group 1	0.1236	–	0.1236*	0.1062
Group 2	0.0607	0.0629	0.1236*	0.1062
Platform 1 income				
Group 1	0.1165	–	0.1165**	0.1007
Group 2	0.0636	0.0529	0.1165**	0.1007

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Investment Report

Fund Information	
Fund Manager	Abby Glennie
Launch Date	25 November 2002
Benchmark	FTSE All Share Index (excluding FTSE 100 and Inv. Trusts)

Investment objective

The objective of the Sub-fund is to provide capital growth over the longer term mainly through investment in small and medium size UK companies. It is intended that income will not be a prime consideration.

Investment policy

The investment policy of the Sub-fund is to invest mostly in equities and equity type investments of companies listed on a UK stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of mainly small and medium size UK companies. The focused nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of this area of the UK equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 6.38% compared with the FTSE All-Share (ex 100 ex IT) Index return of 6.15% (source: Factset and Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

The Sub-fund performance was marginally ahead of its benchmark in the six-month period.

The top positions in the Sub-fund are dominated by companies that continue to prove themselves as long-term winners. The Sub-fund currently favours companies that have high overseas earnings, which have revenues that are resilient to a more challenging economic environment and those that invest in their businesses.

A top performer for the period under review was Fever-Tree Drinks, the UK-listed premium mixers maker, which remains popular with the market for its continued long-term growth opportunity. Up to now, the story has largely been about UK gin & tonic but increasingly it is about international growth and mixers for dark spirits, such as whisky and rum. It delivered results that were well ahead of market expectations. First Derivatives, the data solutions provider, was another company that was a positive for performance. The group continues to impress with its growth and it is becoming increasingly successful with a wide array of clients. JD Sports was another positive for the Sub-fund. The company finalised its takeover of Finish Line in the US. This gives it a US retail store footprint and furthers its plan to become a global partner for the major sportswear brands like Nike, Adidas and Puma. Recent results were impressive, beating even the highest estimate.

A weak performer during the review period was Hostelworld. The company provides a hostel-focused online booking platform, connecting young travellers with hostels around the world. It was hit by a combination of the departures of its CFO and CEO, weak bookings during the summer and the decision to offer a free cancellation policy that reduced revenues that led its earnings being downgraded. Another major drag on performance was a profits warning from Alfa Financial Software. The company was hit when one of its largest customers delayed a major project. This followed previously reported delays to other IT ventures. Relative performance was also held back by Ocado, which is not in Sub-fund. The company was the beneficiary of deal with Kroger in the US to use its warehouse logistics technology.

Activity

A new holding in meat packaging company, Hilton Food, was established. The company is a quality growth business, with high revenue predictability, and strong global customer base. A recent acquisition provides further growth opportunities. We participated in the initial public offering of Team17. The company is a diversified video games developer. The industry has significantly improved the sustainability of revenues and margin potential. Team17 is run by the founder who was very impressive. A new position was established in Cineworld. After the successful integration of US peer, Regal Entertainment, management has identified a similar opportunity. We believe this has the same potential to improve earnings and cashflow as the Regal Entertainment deal. This should accelerate deleveraging of its balance sheet and warrants a higher valuation. We also took the opportunity to add to investments in On the Beach and Hostelworld Group given the recent fall of their share prices. The fundamentals of these businesses are good, and we believe they will recover.

The Sub-fund eliminated its position in Halma and trimmed holdings in NMC Healthcare, Just Eat, GVC, Melrose Industries.

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication for the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

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UK Opportunities Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	255.75	202.09	169.60	190.57
Return before operating charges*	18.71	56.80	34.90	(17.88)
Operating charges**	(1.76)	(3.14)	(2.41)	(3.09)
Return after operating charges*	16.95	53.66	32.49	(20.97)
Distributions	(0.79)	(0.97)	(0.68)	(0.38)
Retained distributions on accumulation share	0.79	0.97	0.68	0.38
Closing net asset value per share	272.70	255.75	202.09	169.60
* after direct transaction costs of:***	0.11	0.27	0.52	0.85
Performance +				
Return after charges	6.63%	26.55%	19.16%	-11.00%
Other information				
Closing net asset value (£'000)	28,436	27,409	24,713	26,058
Closing number of shares	10,427,383	10,717,251	12,228,414	15,364,672
Operating charges****	1.33%	1.33%	1.33%	1.61%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	272.9	259.2	203.4	211.3
Lowest share price	245.6	205.5	151.0	160.7

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	287.88	226.42	189.07	210.87
Return before operating charges*	21.10	63.74	39.09	(19.97)
Operating charges**	(1.29)	(2.28)	(1.74)	(1.83)
Return after operating charges*	19.81	61.46	37.35	(21.80)
Distributions	(1.59)	(1.79)	(1.59)	(1.35)
Retained distributions on accumulation share	1.59	1.79	1.59	1.35
Closing net asset value per share	307.69	287.88	226.42	189.07
* after direct transaction costs of:***	0.13	0.30	0.58	0.94
Performance +				
Return after charges	6.88%	27.14%	19.75%	-10.34%
Other information				
Closing net asset value (£'000)	12,126	8,968	7,244	7,344
Closing number of shares	3,940,909	3,115,232	3,199,274	3,884,185
Operating charges****	0.86%	0.86%	0.86%	0.86%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	307.9	291.7	227.9	234.3
Lowest share price	276.6	230.2	168.6	179.1

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	234.47	186.04	156.70	176.42
Return before operating charges*	17.16	52.20	32.19	(16.51)
Operating charges**	(1.62)	(2.88)	(2.22)	(2.86)
Return after operating charges*	15.54	49.32	29.97	(19.37)
Distributions	(0.72)	(0.89)	(0.63)	(0.35)
Closing net asset value per share	249.29	234.47	186.04	156.70
* after direct transaction costs of:***	0.10	0.25	0.48	0.78
Performance +				
Return after charges	6.63%	26.51%	19.13%	-10.98%
Other information				
Closing net asset value (£'000)	839	793	741	909
Closing number of shares	336,649	338,039	398,252	580,119
Operating charges****	1.33%	1.33%	1.33%	1.61%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	250.2	237.7	187.3	195.6
Lowest share price	225.2	189.1	139.5	148.5

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	239.81	189.86	159.76	179.27
Return before operating charges*	17.57	53.37	32.91	(16.82)
Operating charges**	(1.07)	(1.91)	(1.47)	(1.55)
Return after operating charges*	16.50	51.46	31.44	(18.37)
Distributions	(1.32)	(1.51)	(1.34)	(1.14)
Closing net asset value per share	254.99	239.81	189.86	159.76
* after direct transaction costs of:***	0.10	0.25	0.49	0.79
Performance +				
Return after charges	6.88%	27.10%	19.68%	-10.25%
Other information				
Closing net asset value (£'000)	934	1,014	817	1,048
Closing number of shares	366,318	422,785	430,431	655,972
Operating charges****	0.86%	0.86%	0.86%	0.86%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	256.5	243.1	191.3	199.2
Lowest share price	230.4	193.1	142.5	151.4

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	105.37	83.39	70.15	78.75
Return before operating charges*	7.75	23.49	14.47	(7.40)
Operating charges**	(0.02)	(0.03)	(0.02)	(0.02)
Return after operating charges*	7.73	23.46	14.45	(7.42)
Distributions	(1.04)	(1.48)	(1.21)	(1.18)
Closing net asset value per share	112.06	105.37	83.39	70.15
* after direct transaction costs of:***	0.05	0.11	0.22	0.35
Performance +				
Return after charges	7.34%	28.13%	20.60%	-9.42%
Other information				
Closing net asset value (£'000)	2	2	2	1
Closing number of shares	2,000	2,000	2,000	2,000
Operating charges****	0.03%	0.03%	0.03%	0.03%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	113.2	107.2	84.34	87.68
Lowest share price	101.3	84.81	62.74	66.74

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	313.10	244.42	202.58	224.24
Return before operating charges*	22.99	69.00	42.08	(21.41)
Operating charges**	(0.18)	(0.32)	(0.24)	(0.25)
Return after operating charges*	22.81	68.68	41.84	(21.66)
Distributions	(2.95)	(4.11)	(3.35)	(3.15)
Retained distributions on accumulation share	2.95	4.11	3.35	3.15
Closing net asset value per share	335.91	313.10	244.42	202.58
* after direct transaction costs of:***	0.14	0.33	0.63	1.00
Performance +				
Return after charges	7.29%	28.10%	20.65%	-9.66%
Other information				
Closing net asset value (£'000)	665	600	394	314
Closing number of shares	197,851	191,798	161,185	154,941
Operating charges****	0.11%	0.11%	0.11%	0.11%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	336.1	317.0	245.9	249.6
Lowest share price	301.0	248.5	181.1	191.8

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	203.68	159.47	132.57	147.19
Return before operating charges*	14.94	44.98	27.48	(14.01)
Operating charges**	(0.43)	(0.77)	(0.58)	(0.61)
Return after operating charges*	14.51	44.21	26.90	(14.62)
Distributions	(1.60)	(2.11)	(1.76)	(1.62)
Retained distributions on accumulation share	1.60	2.11	1.76	1.62
Closing net asset value per share	218.19	203.68	159.47	132.57
* after direct transaction costs of:***	0.09	0.21	0.41	0.65
Performance +				
Return after charges	7.12%	27.72%	20.29%	-9.93%
Other information				
Closing net asset value (£'000)	85,415	81,184	69,326	68,835
Closing number of shares	39,147,258	39,859,492	43,471,885	51,923,342
Operating charges****	0.41%	0.41%	0.41%	0.41%
Direct transaction costs***	0.08%	0.11%	0.29%	0.44%
Prices				
Highest share price	218.3	206.3	160.5	163.7
Lowest share price	195.7	162.1	118.4	125.5

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	116.32	91.53	76.47	85.33
Return before operating charges*	8.53	25.77	15.81	(8.08)
Operating charges**	(0.55)	(0.98)	(0.75)	(0.78)
Return after operating charges*	7.98	24.79	15.06	(8.86)
Distributions	(0.61)	(0.67)	(0.60)	(0.50)
Retained distributions on accumulation share	0.61	0.67	0.60	0.50
Closing net asset value per share	124.30	116.32	91.53	76.47
* after direct transaction costs of:***	0.05	0.12	0.23	0.37
Performance +				
Return after charges	6.86%	27.08%	19.69%	-10.38%
Other information				
Closing net asset value (£'000)	18,394	16,482	10,857	9,888
Closing number of shares	14,797,837	14,169,086	11,861,412	12,929,741
Operating charges****	0.91%	0.91%	0.91%	0.91%
Direct transaction costs***	0.08%	0.11%	0.28%	0.43%
Prices				
Highest share price	124.4	117.9	92.12	94.79
Lowest share price	111.7	93.06	68.20	72.43

** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	111.54	88.32	74.32	83.39
Return before operating charges*	8.18	24.81	15.30	(7.82)
Operating charges**	(0.53)	(0.94)	(0.72)	(0.76)
Return after operating charges*	7.65	23.87	14.58	(8.58)
Distributions	(0.58)	(0.65)	(0.58)	(0.49)
Closing net asset value per share	118.61	111.54	88.32	74.32
* after direct transaction costs of:***	0.05	0.12	0.23	0.36
Performance +				
Return after charges	6.86%	27.03%	19.62%	-10.29%
Other information				
Closing net asset value (£'000)	1,613	1,715	1,030	960
Closing number of shares	1,360,301	1,537,274	1,166,544	1,291,766
Operating charges****	0.91%	0.91%	0.91%	0.91%
Direct transaction costs***	0.08%	0.11%	0.29%	0.43%
Prices				
Highest share price	119.3	113.1	88.99	92.64
Lowest share price	107.2	89.82	66.28	70.40

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation ^				
Change in net assets per share				
Opening net asset value per share	73.23	58.01	48.82	50.00 ++
Return before operating charges*	4.35	16.31	10.03	(1.11)
Operating charges**	(0.60)	(1.09)	(0.84)	(0.07)
Return after operating charges*	3.75	15.22	9.19	(1.18)
Distributions	0.00	(0.19)	(0.14)	0.00
Retained distributions on accumulation share	0.00	0.19	0.14	0.00
Redemption value as at 21 June 2018	(76.98)	0.00	0.00	0.00
Closing net asset value per share	0.00	73.23	58.01	48.82
* after direct transaction costs of:***	0.03	0.08	0.15	0.02
Performance +				
Return after charges	5.12%	26.24%	18.82%	-2.36%
Other information				
Closing net asset value (£'000)	–	2	1	1
Closing number of shares	–	2,200	2,200	2,200
Operating charges****	1.61%	1.61%	1.61%	1.61%
Direct transaction costs***	0.08%	0.11%	0.29%	0.04%
Prices				
Highest share price	77.74	74.24	58.39	50.82
Lowest share price	70.30	58.98	43.43	46.26

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

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++ Share class launched 26 January 2016.

^ Share class closed on 21 June 2018.

Standard Life Investment Company

Interim Report & Financial Statements

UK Opportunities Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (98.13%)		141,704	95.47
Consumer Goods (17.64%)		30,915	20.83
74,519	Bellway	2,174	1.46
413,708	Countryside Properties	1,391	0.94
116,317	Cranswick	3,754	2.53
157,489	Fever Tree Drinks*	5,862	3.95
312,520	Hilton Food	2,850	1.92
788,730	Hotel Chocolat*	2,737	1.84
1,273,716	JD Sports	6,468	4.36
1,019,957	Joules*	3,080	2.08
1,106,143	Team17	2,599	1.75
Consumer Services (24.01%)		35,369	23.83
179,784	4Imprint	3,847	2.59
864,890	Auto Trader	3,883	2.62
1,570,589	Cineworld	4,869	3.28
401,030	CVS*	3,663	2.47
291,694	GVC	3,212	2.16
391,257	Hollywood Bowl	822	0.55
999,696	Hostelworld	2,594	1.75
465,986	Just Eat	3,571	2.41
435,916	Next Fifteen Communications*	2,541	1.71
938,752	On the Beach	4,929	3.32
9,870,319	Phorm**	0	0.00
291,046	YouGov*	1,438	0.97
Financials (3.22%)		4,182	2.82
825,104	Purplebricks*	2,436	1.64
164,289	Workspace	1,746	1.18
Health Care (13.28%)		18,085	12.18
217,938	Dechra Pharmaceuticals	6,795	4.58
293,545	Eco Animal Health*	1,521	1.02
309,146	Georgia Healthcare	708	0.48
29,062	Hutchison China MediTech*	1,316	0.89
1,423,111	Medica	2,189	1.47
141,653	NMC Healthcare	5,556	3.74

Standard Life Investment Company

Interim Report & Financial Statements

UK Opportunities Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Industrials (27.30%)		34,094	22.97
588,605	Costain	2,499	1.68
126,210	Hill & Smith	1,338	0.90
258,100	Keywords Studios*	5,136	3.46
584,087	Marshalls	2,634	1.78
666,003	Melrose Industries	1,484	1.00
737,952	Midwich*	4,944	3.33
464,156	Porvair	2,247	1.51
388,284	RPC	2,772	1.87
915,235	RWS*	4,251	2.86
578,567	Sanne Group	3,552	2.39
1,438,986	Severfield	1,091	0.74
70,123	XP Power	2,146	1.45
Oil & Gas (0.69%)		1,209	0.81
506,140	Cairn Energy	1,209	0.81
Technology (11.99%)		17,850	12.03
103,961	Accesso*	2,869	1.94
318,747	Alfa Financial Software	532	0.36
193,119	Blue Prism*	4,393	2.96
386,634	FDM	3,650	2.46
123,274	First Derivatives*	5,215	3.51
190,495	GB*	1,191	0.80
Collective Investment Schemes (1.92%)		6,577	4.43
6,577,194	SLI GBP CNAV Sterling Liquidity Fund	6,577	4.43
Total investment assets		148,281	99.90
Net other assets		143	0.10
Total Net Assets		148,424	100.00

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

* AIM listed

** Suspended

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		8,688		19,351
Revenue	1,366		1,376	
Expenses	(491)		(437)	
Net revenue before taxation	875		939	
Taxation	0		0	
Net revenue after taxation		875		939
Total return before distributions		9,563		20,290
Distributions		(875)		(939)
Change in net assets attributable to shareholders from investment activities		8,688		19,351

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		138,169		115,125
Amounts receivable on the issue of shares	8,204		6,277	
Amounts payable on the cancellation of shares	(7,548)		(11,305)	
		656		(5,028)
Dilution adjustment		44		30
Change in net assets attributable to shareholders from investment activities (see above)		8,688		19,351
Retained distribution on accumulation shares		867		910
Closing net assets attributable to shareholders		148,424		130,388

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company

Interim Report & Financial Statements

UK Opportunities Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		148,281		138,242
Current assets:				
Debtors	430		55	
Cash and bank balances	33		30	
		463		85
Total assets		148,744		138,327
Liabilities:				
Creditors	(304)		(157)	
Distribution payable	(16)		(1)	
		(320)		(158)
Total liabilities		(320)		(158)
Net assets attributable to shareholders		148,424		138,169

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Distribution Tables

for the six months ended 31 August 2018

Group 1 – shares purchased prior to 1 March 2018

Group 2 – shares purchased between 1 March 2018 and 31 August 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Retail accumulation				
Group 1	0.7857	–	0.7857*	0.9668
Group 2	0.2889	0.4968	0.7857*	0.9668
Institutional accumulation				
Group 1	1.5890	–	1.5890*	1.6838
Group 2	0.3227	1.2663	1.5890*	1.6838
Retail income				
Group 1	0.7181	–	0.7181**	0.8912
Group 2	0.5752	0.1429	0.7181**	0.8912
Institutional income				
Group 1	1.3249	–	1.3249**	1.4134
Group 2	0.3684	0.9565	1.3249**	1.4134
Standard Life income				
Group 1	1.0385	–	1.0385**	1.0168
Group 2	–	–	–	–
Standard Life accumulation				
Group 1	2.9520	–	2.9520*	2.8565
Group 2	1.9363	1.0157	2.9520*	2.8565
Institutional regulated accumulation				
Group 1	1.6002	–	1.6002*	1.5928
Group 2	1.0302	0.5700	1.6002*	1.5928
Platform 1 accumulation				
Group 1	0.6109	–	0.6109*	0.6553
Group 2	0.2418	0.3691	0.6109*	0.6553

Standard Life Investment Company Interim Report & Financial Statements

UK Opportunities Fund

Distribution Tables

(Continued)

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution payable 2018 pence per share	Distribution paid 2017 pence per share
Platform 1 income				
Group 1	0.5816	–	0.5816**	0.6328
Group 2	0.4255	0.1561	0.5816**	0.6328
Institutional A accumulation ^				
Group 1	–	–	–	0.1913
Group 2	–	–	–	–

* Distribution accumulated on 31 August 2018

** Distribution payable on 31 October 2018

^ Share class closed on 21 June 2018

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution
Treat as a UK corporate dividend	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Investment Report

Fund Information	
Fund Manager	Harry Nimmo
Launch Date	6 January 1997
Benchmark	IA UK Smaller Companies Sector

Investment Objective

The objective of the Sub-fund is to provide capital growth over the longer term through investment in smaller companies in the UK Equity market. It is intended that income will not be a prime consideration.

Investment Policy

The investment policy of the Sub-fund is to invest mostly in smaller companies in the UK Equity market (excluding Investment Trusts). Investments can be made in equities and equity type investments of companies listed on a UK stock exchange or which, in the opinion of the ACD, carry on a substantial part of their operations in the UK. "Equity type investments" will include convertible stocks, stock exchange listed warrants, Depositary Receipts and any other such investments which entitle the holder to subscribe for or convert into the equity of the company and/or where the share price performance is, in the opinion of the ACD, influenced significantly by the stock market performance of the company's ordinary shares. The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an actively managed portfolio of mainly small companies in the UK equity market. The focused nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of stock specific risk. The investor must be able to accept significant temporary losses due to the volatile nature of this area of the UK equity markets, and should therefore have an investment time horizon of at least 5 years.

Performance

During the period under review, the Sub-fund returned 9.77%, compared with the IA UK Smaller Companies sector average return of 7.39% (source: Morningstar, basic rate taxpayer, platform one share class, bid-to-bid basis).

Top-performing holdings for the six months were Fever-Tree Drinks, GB Group, JD Sports and Dechra Pharmaceuticals – all delivered robust results, with each confirming a strong trading environment.

Fever-Tree Drinks, the UK-listed premium mixers company, remains popular with the market for its continued long-term growth opportunity. Up to now, the story has largely been about UK gin & tonic but increasingly it is about international growth and mixers for dark spirits, such as whisky and rum. It delivered results that were well ahead of market expectations. JD Sports finalised its takeover of Finish Line in the US. This gives it a US retail store footprint and furthers its plan to become a global partner for the major sportswear brands like Nike, Adidas and Puma. Recent results were impressive, beating even the highest estimate. Identity management specialist GB Group and Dechra Pharmaceuticals, a veterinary pharmaceuticals developer, also lifted relative returns, with each reporting positive trading conditions.

The major drag on performance over the six months was Alfa Financial Software, the asset finance software firm, which was hit after one of its largest customers delayed a major project. This followed previously reported two additional delays to IT ventures, resulting in it issuing a profits warning. CVS Group, the integrated veterinary services firm, also saw its shares slide after its earnings marginally missed expectations. Shares in Ted Baker also fell after its results were a little light in what is a challenging retail environment. Investors focused on comments by the company confirming that trading conditions were "challenging". Nonetheless, it is doing better than many other names in this space and we continue to hold the stock.

Activity

We continued to build our holding in Boohoo, the online fashion retailer aimed at 16-30 year olds. The company is trading strongly, with sales at its Nasty Gal brand a notable highlight. The company also scored well on the Matrix (our quant-based proprietary research tool). The Sub-fund also bought JTC, an independent provider of fund, corporate and private wealth services. This is a vibrant market, within which JTC enjoys a competitive position.

We continued to trim NMC Health, which operates hospitals and clinics in the UAE. The company has been a strong performer thanks to a number of growth-enhancing deals. Its success has been so formidable that NMC now trades on the FTSE 100 Index and is therefore no longer suitable for our small-cap Fund. However, this perfectly illustrates part of our investment ethos, whereby we seek to identify tomorrow's successful companies while they are still relatively small. The position in the aforementioned Alfa Financial Software was also sold down. This process was underway before it announced a profits warning as one of its largest customers had delayed a major project. It also scored poorly on the Matrix. We also trimmed Telecoms Plus, the utility service provider, in order to lock-in profits after a good run for the group.

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Investment Report (Continued)

Synthetic Risk & Reward Indicator



This indicator reflects the volatility of the Sub-fund's share price over the last five years which in turn reflects the volatility of the underlying assets in which the Sub-fund invests. Historical data may not be a reliable indication of the future.

The current rating, which is the same for all share classes, is not guaranteed and may change if the volatility of the assets in which the Sub-fund invests changes. The lowest rating does not mean risk free.

All investment involves risk. This Sub-fund offers no guarantee against loss or that the Sub-fund's objective will be attained.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer the current Key Investor Information Document (KIID).

Cautionary note

It should be remembered that past performance is not a guide to future performance. The value of investments may go down as well as up and, therefore, investors may not get back the amount originally invested.

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Comparative Tables

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	721.57	580.09	500.23	438.17
Return before operating charges*	75.33	150.52	87.00	70.21
Operating charges**	(5.22)	(9.04)	(7.14)	(8.15)
Return after operating charges*	70.11	141.48	79.86	62.06
Distributions	0.00	(2.79)	(3.49)	(2.54)
Retained distributions on accumulation share	0.00	2.79	3.49	2.54
Closing net asset value per share	791.68	721.57	580.09	500.23
* after direct transaction costs of:***	0.19	0.28	0.46	0.43
Performance +				
Return after charges	9.72%	24.39%	15.96%	14.16%
Other information				
Closing net asset value (£'000)	226,807	206,287	182,052	202,591
Closing number of shares	28,649,002	28,588,576	31,383,591	40,499,660
Operating charges****	1.36%	1.36%	1.36%	1.69%
Direct transaction costs***	0.05%	0.04%	0.09%	0.09%
Prices				
Highest share price	797.3	738.7	581.9	531.5
Lowest share price	712.3	587.2	451.5	431.9

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**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.35% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	850.02	680.15	583.50	507.04
Return before operating charges*	88.82	176.82	102.11	81.44
Operating charges**	(4.03)	(6.95)	(5.46)	(4.98)
Return after operating charges*	84.79	169.87	96.65	76.46
Distributions	0.00	(6.94)	(7.15)	(7.45)
Retained distributions on accumulation share	0.00	6.94	7.15	7.45
Closing net asset value per share	934.81	850.02	680.15	583.50
* after direct transaction costs of:***	0.23	0.33	0.53	0.50
Performance +				
Return after charges	9.98%	24.98%	16.56%	15.08%
Other information				
Closing net asset value (£'000)	372,570	346,824	326,267	335,775
Closing number of shares	39,855,328	40,802,002	47,969,757	57,545,271
Operating charges****	0.89%	0.89%	0.89%	0.89%
Direct transaction costs***	0.05%	0.04%	0.09%	0.09%
Prices				
Highest share price	940.9	869.8	682.2	619.1
Lowest share price	839.4	688.7	527.6	500.0

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	70.03	57.23	50.32	50.00++
Return before operating charges*	7.30	14.85	8.71	0.75
Operating charges**	(0.50)	(0.89)	(0.72)	(0.43)
Return after operating charges*	6.80	13.96	7.99	0.32
Distributions	0.00	(1.16)	(1.08)	(0.43)
Closing net asset value per share	76.83	70.03	57.23	50.32
* after direct transaction costs of:***	0.02	0.03	0.05	0.03
Performance +				
Return after charges	9.71%	24.39%	15.88%	0.64%
Other information				
Closing net asset value (£'000)	5,650	8,389	6,769	6,640
Closing number of shares	7,354,122	11,979,379	11,826,530	13,194,522
Operating charges****	1.36%	1.36%	1.36%	1.69%
Direct transaction costs***	0.05%	0.04%	0.09%	0.05%
Prices				
Highest share price	77.38	72.88	58.49	53.93
Lowest share price	69.11	57.93	45.42	47.95
<p>** The operating charges include all costs borne by the Sub-fund, except for direct transaction costs.</p> <p>*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.</p> <p>**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period. The ACD periodic charge was reduced from 1.50% to 1.30% which became effective on 1 April 2016. The Registrar fees of 0.08% also ceased to be charged effective 1 April 2016.</p> <p>+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.</p> <p>++ Share class launched 4 September 2016.</p>				

Standard Life Investment Company Interim Report & Financial Statements

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	92.65	75.36	65.89	58.50
Return before operating charges*	9.67	19.60	11.51	9.39
Operating charges**	(0.44)	(0.78)	(0.62)	(0.57)
Return after operating charges*	9.23	18.82	10.89	8.82
Distributions	0.00	(1.53)	(1.42)	(1.43)
Closing net asset value per share	101.88	92.65	75.36	65.89
* after direct transaction costs of:***	0.03	0.04	0.06	0.06
Performance +				
Return after charges	9.96%	24.97%	16.53%	15.08%
Other information				
Closing net asset value (£'000)	18,361	13,638	8,363	5,170
Closing number of shares	18,021,636	14,721,013	11,097,979	7,846,096
Operating charges****	0.89%	0.89%	0.89%	0.89%
Direct transaction costs***	0.05%	0.04%	0.09%	0.09%
Prices				
Highest share price	102.6	96.36	77.01	71.43
Lowest share price	91.47	76.30	59.57	57.67

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UK Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	210.17	169.45	146.84	129.21
Return before operating charges*	21.95	44.14	25.76	20.81
Operating charges**	(0.01)	(0.02)	(0.01)	(0.01)
Return after operating charges*	21.94	44.12	25.75	20.80
Distributions	0.00	(3.40)	(3.14)	(3.17)
Closing net asset value per share	232.11	210.17	169.45	146.84
* after direct transaction costs of:***	0.06	0.08	0.14	0.13
Performance +				
Return after charges	10.44%	26.04%	17.54%	16.10%
Other information				
Closing net asset value (£'000)	8,693	8,538	13,558	10,744
Closing number of shares	3,745,287	4,062,296	8,001,149	7,317,155
Operating charges****	0.01%	0.01%	0.01%	0.01%
Direct transaction costs***	0.05%	0.04%	0.09%	0.09%
Prices				
Highest share price	233.4	218.4	173.1	158.9
Lowest share price	207.7	171.7	133.1	127.4

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UK Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	299.44	237.72	202.36	174.43
Return before operating charges*	31.28	61.97	35.55	28.10
Operating charges**	(0.14)	(0.25)	(0.19)	(0.17)
Return after operating charges*	31.14	61.72	35.36	27.93
Distributions	0.00	(4.61)	(4.20)	(4.13)
Retained distributions on accumulation share	0.00	4.61	4.20	4.13
Closing net asset value per share	330.58	299.44	237.72	202.36
* after direct transaction costs of:***	0.08	0.12	0.19	0.17
Performance +				
Return after charges	10.40%	25.96%	17.47%	16.01%
Other information				
Closing net asset value (£'000)	6,991	6,271	4,541	3,115
Closing number of shares	2,114,798	2,094,218	1,910,423	1,539,526
Operating charges****	0.09%	0.09%	0.09%	0.09%
Direct transaction costs***	0.05%	0.04%	0.09%	0.09%
Prices				
Highest share price	332.4	306.2	238.4	214.4
Lowest share price	295.9	240.8	183.4	172.1

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UK Smaller Companies Fund

Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	428.43	341.45	291.81	252.56
Return before operating charges*	44.81	88.91	51.14	40.62
Operating charges**	(1.12)	(1.93)	(1.50)	(1.37)
Return after operating charges*	43.69	86.98	49.64	39.25
Distributions	0.00	(5.07)	(4.81)	(4.84)
Retained distributions on accumulation share	0.00	5.07	4.81	4.84
Closing net asset value per share	472.12	428.43	341.45	291.81
* after direct transaction costs of:***	0.12	0.17	0.27	0.25
Performance +				
Return after charges	10.20%	25.47%	17.01%	15.54%
Other information				
Closing net asset value (£'000)	396,953	353,379	303,353	300,310
Closing number of shares	84,078,730	82,481,385	88,842,529	102,914,484
Operating charges****	0.49%	0.49%	0.49%	0.49%
Direct transaction costs***	0.05%	0.04%	0.09%	0.09%
Prices				
Highest share price	475.0	438.2	342.5	309.4
Lowest share price	423.3	345.8	264.2	249.1

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	125.98	100.90	86.67	75.39
Return before operating charges*	13.15	26.23	15.13	12.10
Operating charges**	(0.66)	(1.15)	(0.90)	(0.82)
Return after operating charges*	12.49	25.08	14.23	11.28
Distributions	0.00	(0.91)	(0.97)	(1.02)
Retained distributions on accumulation share	0.00	0.91	0.97	1.02
Closing net asset value per share	138.47	125.98	100.90	86.67
* after direct transaction costs of:***	0.03	0.05	0.08	0.07
Performance +				
Return after charges	9.91%	24.86%	16.42%	14.96%
Other information				
Closing net asset value (£'000)	231,245	209,379	173,718	147,767
Closing number of shares	166,994,808	166,203,721	172,163,127	170,488,602
Operating charges****	0.99%	0.99%	0.99%	0.99%
Direct transaction costs***	0.05%	0.04%	0.09%	0.08%
Prices				
Highest share price	139.4	128.9	101.2	91.98
Lowest share price	124.4	102.2	78.34	74.34

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	92.18	73.67	63.14	54.80
Return before operating charges*	9.64	19.16	11.04	8.81
Operating charges**	(0.38)	(0.65)	(0.51)	(0.47)
Return after operating charges*	9.26	18.51	10.53	8.34
Distributions	0.00	(0.85)	(0.85)	(0.88)
Retained distributions on accumulation share	0.00	0.85	0.85	0.88
Closing net asset value per share	101.44	92.18	73.67	63.14
* after direct transaction costs of:***	0.02	0.04	0.06	0.05
Performance +				
Return after charges	10.05%	25.13%	16.68%	15.22%
Other information				
Closing net asset value (£'000)	320,989	266,107	195,925	206,704
Closing number of shares	316,440,708	288,679,049	265,946,108	327,394,185
Operating charges****	0.77%	0.77%	0.77%	0.77%
Direct transaction costs***	0.05%	0.04%	0.09%	0.08%
Prices				
Highest share price	102.1	94.31	73.89	66.98
Lowest share price	91.04	74.60	57.11	54.04

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	84.69	68.80	60.08	53.29
Return before operating charges*	8.85	17.90	10.50	8.55
Operating charges**	(0.35)	(0.61)	(0.49)	(0.45)
Return after operating charges*	8.50	17.29	10.01	8.10
Distributions	0.00	(1.40)	(1.29)	(1.31)
Closing net asset value per share	93.19	84.69	68.80	60.08
* after direct transaction costs of:***	0.02	0.03	0.06	0.05
Performance +				
Return after charges	10.04%	25.13%	16.66%	15.20%
Other information				
Closing net asset value (£'000)	39,337	35,934	36,955	14,190
Closing number of shares	42,210,932	42,430,306	53,711,127	23,617,804
Operating charges****	0.77%	0.77%	0.77%	0.77%
Direct transaction costs***	0.05%	0.04%	0.09%	0.08%
Prices				
Highest share price	93.79	88.08	70.30	65.12
Lowest share price	83.62	69.67	54.34	52.54

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Comparative Tables

(Continued)

	31 August 2018 pence per share	28 February 2018 pence per share	28 February 2017 pence per share	29 February 2016 pence per share
Institutional A accumulation				
Change in net assets per share				
Opening net asset value per share	73.40	59.20	51.21	50.00++
Return before operating charges*	7.65	15.35	8.90	1.28
Operating charges**	(0.66)	(1.15)	(0.91)	(0.07)
Return after operating charges*	6.99	14.20	7.99	1.21
Distributions	0.00	(0.06)	(0.19)	0.00
Retained distributions on accumulation share	0.00	0.06	0.19	0.00
Closing net asset value per share	80.39	73.40	59.20	51.21
* after direct transaction costs of:***	0.02	0.03	0.05	0.00
Performance +				
Return after charges	9.52%	23.99%	15.60%	2.42%
Other information				
Closing net asset value (£'000)	318	294	330	1
Closing number of shares	394,992	400,769	557,155	2,200
Operating charges****	1.69%	1.69%	1.69%	1.69%
Direct transaction costs***	0.05%	0.04%	0.09%	0.01%
Prices				
Highest share price	81.00	75.16	59.39	52.03
Lowest share price	72.43	59.91	46.18	48.38

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*** The direct transaction costs are made up of; fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It shows the annualised operating expenses of the share class as a percentage of the average net asset value of the class over the same period.

+ The performance figures are calculated by taking the value of the shareclass per the financial statements compared to the value per the financial statements in the prior year. This figure may differ from the performance figure quoted in the Investment Report. The Investment Report performance figure is calculated using the last available published price for a given shareclass in the period compared to the equivalent for the prior period. The published price may contain an adjustment for dilution in accordance with the Sub-fund pricing policy, while the price per the financial statements values the Sub-fund on a bid-price basis. The financial statements shareclass valuation is based on close of business market prices on the last day of the period, again this may differ from the intra-day pricing point of the Sub-fund which is used in the published shareclass price.

++ Shareclass launched 25 January 2016.

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Portfolio Statement

as at 31 August 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (97.95%)		1,573,273	96.65
Consumer Goods (19.20%)		330,295	20.29
12,557,746	Boohoo.com*	22,221	1.36
1,810,025	Cranswick	58,428	3.59
1,844,045	Fever Tree Drinks*	68,635	4.22
326,354	Games Workshop	11,602	0.71
1,669,103	Greggs	17,726	1.09
4,663,988	Hilton Food	42,535	2.61
3,843,138	Hotel Chocolat*	13,336	0.82
13,785,040	JD Sports	70,000	4.30
1,170,069	Ted Baker	25,812	1.59
Consumer Services (12.27%)		199,572	12.26
1,884,064	4Imprint	40,319	2.48
2,970,638	CVS*	27,137	1.67
3,531,838	Dart Group*	34,559	2.12
1,985,978	Future	8,411	0.52
6,062,368	Hollywood Bowl	12,731	0.78
2,600,767	Hostelworld	6,749	0.41
3,885,723	Moneysupermarket.com	11,031	0.68
7,124,189	Motorpoint	16,457	1.01
2,736,223	Next Fifteen Communications*	15,952	0.98
2,739,568	On the Beach	14,383	0.88
2,397,392	YouGov*	11,843	0.73
Financials (9.43%)		165,767	10.18
2,548,313	Big Yellow	23,992	1.47
532,777	Brooks Macdonald	10,948	0.67
3,448,985	IntegraFin	12,382	0.76
2,920,073	JTC	11,096	0.68
1,509,750	Mattioli Woods*	12,531	0.77
4,286,021	Paragon	19,939	1.23
4,195,423	Safestore	22,299	1.37
4,946,361	Workspace	52,580	3.23

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Portfolio Statement

(Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Health Care (14.58%)		213,518	13.12
4,143,631	Abcam*	62,776	3.86
2,502,963	Dechra Pharmaceuticals	78,042	4.79
2,730,633	Eco Animal Health*	14,145	0.87
1,492,982	NMC Healthcare	58,555	3.60
Industrials (24.60%)		367,205	22.56
2,791,005	Costain	11,848	0.73
2,989,998	Diploma	43,505	2.67
1,588,008	Fisher (J) & Sons	28,457	1.75
1,494,407	Gooch & Housego*	23,836	1.47
2,831,478	Hill & Smith	30,014	1.84
6,464,594	Marshalls	29,155	1.79
4,547,916	Midwich*	30,471	1.87
2,023,382	PayPoint	18,979	1.17
2,765,819	Ricardo	21,684	1.33
8,280,177	RWS*	38,462	2.36
5,724,317	Sanne Group	35,147	2.16
2,533,179	Smart Metering Systems*	15,224	0.94
1,321,020	XP Power	40,423	2.48
Technology (12.95%)		229,385	14.09
1,173,356	Accesso*	32,385	1.99
566,424	Blue Prism	12,886	0.79
4,144,625	FDM	39,125	2.40
1,633,178	First Derivatives*	69,084	4.24
8,430,466	GB*	52,690	3.24
5,952,502	Kainos	23,215	1.43
Telecommunications (4.92%)		67,531	4.15
5,922,229	Gamma Communication	50,457	3.10
1,667,415	Telecom Plus	17,074	1.05

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Portfolio Statement

(Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (2.24%)		51,974	3.19
51,973,998	Standard Life CNAV Sterling Liquidity Fund	51,974	3.19
Total investment assets		1,625,247	99.84
Net other assets		2,667	0.16
Total Net Assets		1,627,914	100.00

All investments are listed on recognised stock exchanges and are approved securities and regulated collective investment schemes within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 28 February 2018.

*AIM listed.

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Financial Statements

Statement of Total Return

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		136,276		172,213
Revenue	16,680		15,202	
Expenses	(6,549)		(5,631)	
Net revenue before taxation	10,131		9,571	
Taxation	0		0	
Net revenue after taxation		10,131		9,571
Change in net assets attributable to shareholders from investment activities		146,407		181,784

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 March 2018 to 31 August 2018

	31 August 2018		31 August 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		1,455,040		1,251,831
Amounts receivable on the issue of shares	72,002		36,240	
Amounts payable on the cancellation of shares	(45,407)		(93,812)	
		26,595		(57,572)
Dilution adjustment		(128)		371
Change in net assets attributable to shareholders from investment activities (see above)		146,407		181,784
Closing net assets attributable to shareholders		1,627,914		1,376,414

Comparative information is provided for the statement of change in net assets attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Standard Life Investment Company Interim Report & Financial Statements

UK Smaller Companies Fund

Financial Statements

(Continued)

Balance Sheet

as at 31 August 2018

	31 August 2018		28 February 2018	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		1,625,247		1,457,806
Current assets:				
Debtors	4,312		4,006	
Cash and bank balances	19		20	
		4,331		4,026
Total assets		1,629,578		1,461,832
Liabilities:				
Creditors	(1,664)		(5,694)	
Distribution payable	0		(1,098)	
		(1,664)		(6,792)
Total liabilities		(1,664)		(6,792)
Net assets attributable to shareholders		1,627,914		1,455,040

Standard Life Investment Company Interim Report & Financial Statements

Further Information

Report and financial statements

The Interim Report is available online at standardlifeinvestments.com. The annual accounting year for the Funds finishes on the last day of February and the interim accounting period finishes on 31 August.

Prospectus

The Prospectus for Standard Life Investment Company is available online at standardlifeinvestments.com.

Prices

The most recent share prices are published daily online at standardlifeinvestments.com.

Cancellation Rights

Under certain circumstances, investors will have the right to cancel a deal. Please refer to the Prospectus for full details.

Buying and Selling Shares

Investors wishing to invest in any of the Sub-funds can contact their usual Financial Adviser or telephone the ACD's Customer Information Team on 0345 113 6966 (or +44 (0)1268 44 5488 from outwith the UK) for information in how to invest.

Applications for shares can be made by sending a completed application form together with a cheque (a cheque need not be provided if paying by direct debit as below) made payable to the ACD at the address: Standard Life Investments (Mutual Funds) Limited, PO Box 12233, Chelmsford CM99 2EE. Applications for shares can also be made by telephone and must be followed by sending an application form and cheque (the latter need not be provided if paying by direct debit as below) made payable to the ACD at the address above.

Holders can sell some or all of their shares through their usual financial adviser or by writing to the ACD at the above address. In either case the holder's account number must be quoted and the request must be signed by the holder or all the joint holders if the shares are held in joint names.

Shares can also be sold by telephone, on any day that the ACD is open for business, on 0345 113 6966 (+44 (0)1268 44 5488), although the request must be confirmed in writing. Shares will be sold on a forward pricing basis and the investor will receive the price at the relevant valuation point on the day after the ACD receives the instructions (verbal or written, as the case may be).

Please refer to the Prospectus for full details.

Minimum Investment

The minimum initial investment in shares varies from Sub-fund to Sub-fund. Please refer to the Prospectus for full details.

Minimum Redemption

It is possible to sell all or part of a holding at any time. Please refer to the Prospectus for full details.

Switching

At any time, an investor may switch some or all of the shares in one class/Sub-fund for shares in another class/Sub-fund. Switching instructions can either be given by accessing your investments online at www.myaccountonline.co.uk/sli or by calling us on 0345 113 6966 (+44 (0) 1268 445 488).

UCITS

The Sub-funds were certified under the Undertaking for Collective Investment in Transferable Securities (UCITS) directive, which allows the ACD to market the Sub-funds in member States of the European Union subject to relevant local laws, specifically marketing laws.

Aberdeen Standard Investments is a brand of the investment businesses of Aberdeen Asset Management and Standard Life Investments.

Standard Life Investments Limited is registered in Scotland (SC123321) at 1 George Street, Edinburgh EH2 2LL. Standard Life Investments Limited is authorised and regulated by the Financial Conduct Authority.

Calls may be monitored and/or recorded to protect both you and us and help with our training.

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