



Interim Report

Standard Life Investment Company II

Interim Report & Financial Statements
for the period ended 30 April 2018 (unaudited)

Standard Life Investment Company II 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")

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Company Information

Dear investor,

I am pleased to enclose your copy of the Interim Report and Accounts for the Standard Life Investment Company II. These reports cover the six-month period from 1 November 2017 to 30 April 2018.

Market background

Global financial markets finished 2017 in impressive style, with many indices hitting all-time highs, driven by the ongoing improvement in the world's economy and strong company earnings. This supported both equities and corporate bonds, while government bonds came under pressure. However, after carrying this strong momentum through January, equity markets tumbled in the first week of February and we witnessed the return of volatility, which persisted through the remainder of the six-month period. As a result, we saw perceived safe-haven investments return to favour at the expense of riskier assets.

The cause of this resurgence in turbulence appeared to be down to fear of rising inflation and central banks moving into interest-rate-tightening mode. Indeed, several global central banks began to gradually raise rates and reduce their monetary support programmes. As ever, politics remained to the fore, with much of the market uncertainty towards the end of the period caused by the persistent threat of a trade war between the US and China.

For a more in-depth look at markets, please refer to the enclosed global overview.

Fund performance

Against this more turbulent market backdrop, investment performance was challenging. The standout performer during the six-month period was the UK Equity Unconstrained Fund, which delivered positive returns and significantly outperformed its benchmark. Indeed, the Sub-fund delivered top-quartile performance over the six-month period, ranking it in the top 25% of funds within its peer group.

We have provided more details on the performance of the Sub-funds in the individual reports.

Source: Morningstar and Factset bid-to-bid, for the six-month period to 30/04/18.

Keeping you informed

You can keep up to date with the performance of your investments by visiting www.standardlifeinvestments.com/ukfactsheets. Alternatively, if you would rather speak to us, please contact our Investor Servicing Centre on 0345 113 6966 or +44 (0) 1268 44 5488 (non-UK callers). The Centre is open Monday to Friday between 9am and 5.30pm (UK time).

I hope you find these report and accounts informative. Thank you for continuing to invest with us.

Yours sincerely,

Jacqueline Lowe
Head of UK Distribution

Standard Life Investment Company II

Head Office	Authorised Corporate Director (ACD)	Board of Directors of the ACD	Secretary of the Manager
1 George Street Edinburgh EH2 2LL	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 Kidd

Director

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.

Depository	Independent Auditors	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 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 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.

* The Investment Management Association to the Investment Association (IA) in January 2015.

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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 II ("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 II is structured as an umbrella company. Each sub-fund has the investment powers equivalent to those of a securities company.

Standard Life Investments is a protected cell company. As such the assets and liabilities of individual Sub-funds are ring-fenced, 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(s).

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.

Names and addresses of the ACD, Independent Auditors, Registrar and Investment Advisor are contained on page 1 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. Shareholders have been given sixty days' written notice of this election in accordance with The Open-Ended Investment Companies (Amendment) Regulations 2005. 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
27 June 2018

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The Registrar of the Company

The Authorised Corporate Director (ACD) is the Registrar of the Standard Life Investment Company II. The ACD has delegated certain aspects of the registrar's operational duties to DST Financial Services International Limited ("DST Limited"). Prior to 14 August 2017, DST Limited were known as International Financial Data Services Limited ("IFDS Limited").

The Registrar is responsible to the Depositary for the maintenance of a register of shareholders in the Company. The register can be inspected free of charge at the offices of DST Limited at DST House, St Nicholas Lane, Basildon, Essex, SS15 5FS.

The Registrar is also responsible for the distribution of the tax vouchers to shareholders at the addresses recorded on the registrar.

Standard Life Investment Company II Interim Report & Financial Statements

Investment Report

1 November 2017 to 30 April 2018

Global Overview

Global equities delivered positive returns in what was a volatile period. The improving global economy and robust corporate profits dictated sentiment early in the period, driving many major markets to hit all-time highs. President Trump's much-vaunted \$1.3 trillion tax-cut plan arrived at the close of 2017, giving one final boost to equity markets. However, the stimulus package and strong US labour data raised concerns that inflation would climb, necessitating a faster pace of interest rate hikes. This prompted a wave of volatility in equity markets, something which was compounded by the increased possibility of a trade war between the US and China. While the two parties were later to make conciliatory noises, the threat of protectionism, which is viewed as inherently bad for economic growth, remained at the forefront of investor thinking.

From a regional perspective, the UK market managed to inch higher despite lacklustre growth and the ongoing uncertainty around the country's exit from the European Union. Despite being the poster child of the economic recovery in 2017, Europe was one of the weakest of the major markets as political events in Germany, Spain and Italy weighed on returns.

In the bond market, the period started positively as, despite raising interest rates in November for the first time in 10 years, the Bank of England reiterated its cautious outlook for the UK economy, dampening expectations for another rate hike. However, US Treasuries came under pressure from another rate hike in December, in one of Janet Yellen's last acts as chair of the Federal Reserve. Global government bonds then sold off in January 2018 amid ongoing evidence of stronger economic activity. However, they returned to favour in March, as worries about higher-than expected inflation and the impact of protectionism on global growth revived investors' appetite for safe-haven assets. For corporate bonds, good company earnings and demand for yield provided support early in the period. However, this evaporated as elevated supply of corporate bonds, fears of faster-than-expected US rate rises and the threat of global trade wars caused a significant increase in volatility.

Outlook

Despite recent equity market volatility, prospects for the world economy look good for the rest of 2018 and into 2019. Data from business surveys have eased back in recent weeks, but are still solid on a historical basis. Lower unemployment in many countries is supporting consumer spending, while healthier banking systems and more upbeat business confidence are encouraging companies to invest. US tax cuts and spending increases should materially boost US economic growth too. Although central banks are raising interest rates (in the US and UK) or withdrawing some monetary support (in Europe and China) they are doing so gradually. A potential problem, however, is whether low-level trade conflicts between the US and China become more serious.

We expect more bond market volatility than we saw in 2017 and the short-term outlook will be determined by the path and speed of interest rate changes. From a fundamental perspective, credit remains on an improving trend, supported by a strong global economy and ongoing improvements in the European banking sector. Furthermore, US tax reform should lead to lower issuance and some corporate deleveraging.

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Ethical Funds Advisory Group Interim 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 Investments' Ethical Funds Advisory Group

The Standard Life Investments' Ethical Funds Advisory Group ('the Group') is chaired by the Group Chief Operating Officer of Standard Life Aberdeen PLC. It comprises of investors in Standard Life Investments' ethical funds and senior Aberdeen Standard Investments' professionals with involvement in managing and marketing the Funds and their associated products. The Group generally meets twice a year time and is responsible for ensuring that Aberdeen Standard Investments' 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 Aberdeen Standard Investments' process for ethical investment is observed
- ▶ reviewing and addressing customer queries and
- ▶ commissioning market and customer research on ethical issues

Positive bias

The ethical funds are invested according to the negative and positive 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. Topics discussed by the Group included neonicotinoids, employment issues and deforestation. In addition, Standard Life Investments actively participated and co-sponsored Good Money Week during 2017. The week is dedicated to raising consumer awareness of the ethical and values based investment options available.

Voting

Aberdeen Standard Investments votes on all the holdings held in the Funds. During the period we voted against remuneration-related resolutions at a number of AGMs. This included Tryg A/S, Banco Santander S/A, Bankinter S/A, Svenska Cellulosa AB S and Zurich Insurance Group. These votes against were cast for a range of issues where we did not feel remuneration practices and policies

were fully aligned with our guidelines and shareholders' interests. Some of the concerns we had included an increase to discretion to make and retain one off awards, performance targets which we did not consider to be stretching and insufficient disclosure of these.

At the AGM of Kone Oyj-B we voted against resolutions that related to the directors and the auditors. This was because we did not consider there to be sufficient independent representation on the board and we had concerns regarding the presence of executive directors on the remuneration and audit committees. PwC has been the auditors at Kone-Oyj-B for 60 years. We are of the view that this length of tenure impedes independence.

We did not support share issuance resolutions at the AGMs of Randstad NV and Banco Santander. This is because the terms of the share issuance authorities exceeded our guideline limits on share issuances without pre-emption.

At the AGM of Swedbank AB we voted against several shareholder resolutions as we did not feel that these were in our best interests as shareholders.

At the AGM of Pandora we voted against a resolution to amend compensation guidelines. The proposed amendment would remove the requirement to hold any shares which vest under the long-term incentive scheme for a further 2 years. We believe that executives should be managing the Company for the long-term and that it is not unreasonable to require them to hold shares for a period after they leave the Company. Also we abstained on the re-election of two directors who had numerous other board commitments. We were concerned about the ability to fulfil all these responsibilities, particularly if there should be problems at one or more of these companies at the same time.

Further information

If you would like to find out more about the Aberdeen Standard Investments' Ethical Funds Advisory Group please visit the below link:

https://uk.standardlifeinvestments.com/consumer/ethical_investing/our_ethical_committee/index.html

For any additional information, please write to Amanda Young, Secretary to the Ethical Funds Advisory Group, Aberdeen Standard 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
May 2018

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Corporate Debt Fund

Investment Report

Fund Information	
Fund Manager	Mark Munro
Launch Date	20 December 2004
Benchmark	Bank of America Merrill Lynch Sterling Non-Gilts BBB/AA Index

Investment objective

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

Investment policy

The investment policy of the Sub-fund is to invest primarily in interest bearing securities, money-market instruments, derivatives and forward transactions anywhere in the world. Additionally, from time to time, the Sub-fund may invest in other forms of transferable securities, deposits and collective investment schemes in accordance with the FCA Rules.

Risk

Up to 100% of the scheme property of the Sub-fund may be invested in transferable securities which are warrants. If more than 5% of the scheme property of the Sub-fund is invested in warrants the net asset value of the Sub-fund may, at times, be highly volatile. Call options are not deemed to be warrants for the purposes of this 5% restriction.

A substantial portion of the scheme property of the Sub-fund may, in exceptional circumstances, be invested in deposits or money market instruments.

The Sub-fund is intended for investors seeking to invest for a defined benefit person scheme, or to match an anticipated future liability profile, and allows clients with similar objectives to pool assets in a way which still aims to match their liability profile, but through a larger, and actively managed, pool of assets. Investors must be able to accept some fluctuations in the cashflows generated and accept some losses in the capital value of their investment due to the volatile nature of the assets held.

Performance

During the period under review, the Corporate Debt Fund returned -2.11% (gross of fees) compared to the Bank of America Merrill Lynch Non-Gilt BBB/AA benchmark index return of 0.17%. (Fund return sources: internal and index return source: Factset).

Dignity Finance was a significant drag on returns. The funeral operator suffered a downgrade on its Class B bonds by S&P, taking it into high yield territory from a BBB rating. This followed the company's January announcement of a major change in pricing strategy, with increased competition leading the company to cut prices in some of its funeral packages. The move prompted S&P to downgrade its assessment of Dignity's business risk profile from 'satisfactory' to 'fair'. We believe this is an overreaction and we will

continue to hold at current valuations. Housing associations Peabody and London & Quadrant proved detrimental to returns as the sector suffered from an uptick in supply.

An off-benchmark exposure to highly rated European Investment Bank made a positive contribution to returns given the 'risk off' tone in markets during the period. Similarly, an overweight position in UK gilts also made positive progress. Tesco was a top performer thanks to positive sentiment on valuations, improving company results within a difficult UK consumer environment, and tenders for existing debt.

Investment Activity

We participated in a number of new issues over the period. Deals of note included a BBB rated deal from the UK student accommodation owner and operator Liberty Living, as well as a debut deal from Tritax Big Box REIT that came with an attractive new issue premium. We took part in a deal from Bazalgette, the infrastructure provider responsible for the Thames Tideway Tunnel. Elsewhere, we participated in new sterling-denominated deals from Barclays and RBS, and a euro-denominated corporate hybrid deal from Telefonica.

In the secondary market, because long-dated debt (10+ years) had lagged the wider UK market early in the period, and in some instances clearly underperformed, we added to a long-dated holding in Eversholt. Thames Water was another such position; following a credit rating downgrade and a bout of spread widening, we began to slowly reduce our underweight exposure. Later, we used the spread tightening that occurred during January to actively reduce risk. Relative-value considerations prompted us to trim our exposure to EDF corporate hybrid bonds. Elsewhere, we took part in a tender for some Centrica bonds. The bonds had performed well after a difficult 2017 and along with a further sale the tender allowed us to reduce our position to underweight. Finally, as spreads started to widen to more attractive levels in February and March we added to Thames Water and GSK, as well as the insurer QBE.

Outlook

As we approach the summer months, we remain cautiously constructive on sterling investment-grade credit. Valuations have improved after the weakness in the first quarter of the year, although they remain tight in a historical context and provide only a limited buffer against shocks.

The fundamental picture for credit remains sound and this was reflected in the first quarter earnings season. On average, company results have surprised to the upside, thanks to still-robust global growth dynamics. The recent softening in economic data comes from a relatively high base given the strong growth momentum of 2017. With recession risks in Europe still low, the pace that the European Central Bank tightens policy should remain gradual. For us, the path and speed of interest rate changes remain a key determinant for the short-term outlook for credit spreads – there is room for spreads to compress from current levels should interest rates increase at a gradual rather than rapid pace.

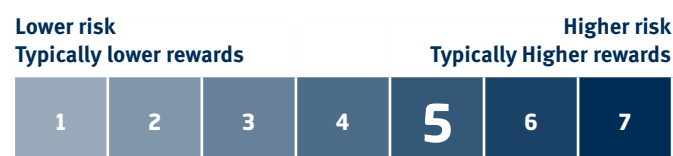
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Corporate Debt Fund

Investment Report (Continued)

However, the current market turmoil in certain emerging markets (Argentina, Turkey, Russia) is something we are monitoring, even though risks seem to be relatively contained so far. Other areas to watch are European politics (Italy may require fresh elections) and the uncertainty around US trade policies. From a cross-market perspective (and taking into account potential flows going forward) we believe sterling investment-grade credit should benefit from the fact that US dollar-denominated credit has become less appealing for overseas buyers.

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.

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Corporate Debt Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	147.50	146.22	112.87	97.52
Return before operating charges*	(3.56)	1.67	34.21	16.23
Operating charges**	(0.10)	(0.20)	(0.15)	(0.13)
Return after operating charges*	(3.66)	1.47	34.06	16.10
Distributions	(2.00)	(3.60)	(3.53)	(3.75)
Retained distributions on accumulation share	2.00	3.41	2.82	3.00
Closing net asset value per share	143.84	147.50	146.22	112.87
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-2.48%	1.01%	30.18%	16.51%
Other information				
Closing net asset value (£'000)	3	4	3	2
Closing number of shares	2,122	2,122	2,122	2,122
Operating charges****	0.14%	0.14%	0.12%	0.11%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	155.52	156.31	159.23	125.75
Lowest share price	141.65	138.01	113.43	100.15

** 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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Corporate Debt Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	155.56	154.47	118.86	102.40
Return before operating charges*	(3.81)	1.69	36.15	16.92
Operating charges**	(0.30)	(1.60)	(0.54)	(0.46)
Return after operating charges*	(4.11)	1.09	35.61	16.46
Distributions	(1.87)	(3.35)	(3.32)	(3.49)
Retained distributions on accumulation share	1.87	3.35	3.32	3.49
Closing net asset value per share	151.45	155.56	154.47	118.86
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-2.64%	0.70%	29.96%	16.07%
Other information				
Closing net asset value (£'000)	185,635	224,094	227,448	239,161
Closing number of shares	122,573,021	144,060,758	147,243,189	201,213,086
Operating charges****	0.39%	0.39%	0.39%	0.38%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	163.94	165.11	168.20	132.16
Lowest share price	149.23	145.83	119.51	105.17

** 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.

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Corporate Debt Fund

Portfolio Statement as at 30 April 2018

		Market value £'000	Percentage of total net assets
Holding	Investment		
Bonds (87.42%)		165,971	89.41
Euro Denominated Bonds (1.09%)		1,984	1.07
Corporate Bonds (1.09%)		1,984	1.07
between 5 and 10 years to maturity			
336,000	UBS 4.75% 2026	324	0.17
Perpetual			
500,000	ABN Amro 5.75% Perpetual	478	0.26
530,000	BNP Paribas 4.875% Perpetual	475	0.26
190,000	Societe Generale 6.75% Perpetual	185	0.10
600,000	Telefonica 3% Perpetual	522	0.28
Sterling Denominated Bonds (84.49%)		161,360	86.92
Corporate Bonds (81.30%)		153,841	82.87
less than 5 years to maturity			
688,000	AA Bond 2.875% 2022	678	0.36
166,000	Abbey National 1.875% 2020	167	0.09
300,000	Bank of America 6.125% 2021	343	0.18
620,000	Bank of Scotland 9.375% 2021	748	0.41
815,000	Barclays 10% 2021	990	0.53
504,000	British Sky Broadcasting 2.875% 2020	522	0.28
504,000	BUPA 3.375% 2021	530	0.29
346,000	Close Brothers 2.75% 2023	347	0.19
300,000	Close Brothers 3.875% 2021	318	0.17
500,000	Commerzbank 6.625% 2019	531	0.29
607,000	Co-Operative Bank 4.75% 2021	655	0.35
698,000	Coventry 5.875% 2022	819	0.44
785,000	CPUK 2.666% 2020	798	0.43
128,000	Credit Agricole 5.5% 2021	146	0.08
950,000	Credit Suisse 3% 2022	984	0.53
740,000	Daimler 1.5% 2022	739	0.40
690,000	Daimler 2.375% 2021	710	0.38
793,000	Danske Bank 5.375% fixed to floating 2021	804	0.43
1,300,000	Deutsche Bank 1.875% 2020	1,297	0.70
300,000	E.ON Finance 6% 2019	321	0.17
380,000	Electricity Supply Board 6.5% 2020	414	0.22
300,000	Enel 6.25% 2019	317	0.17
230,000	Experian 3.5% 2021	244	0.13
400,000	FCE Bank 3.25% 2020	414	0.22
500,000	FirstGroup 8.75% 2021	589	0.32

Standard Life Investment Company II

Interim Report & Financial Statements

Corporate Debt Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (Continued)			
500,000	Friends Life 8.25% 2022	617	0.33
538,000	G4S 7.75% fixed to floating 2019	572	0.31
308,000	GE Capital 4.375% 2019	319	0.17
593,000	Global Switch 4.375% 2022	655	0.35
632,000	Heathrow Funding 6% 2020	685	0.37
442,000	Imperial Tobacco 9% fixed to floating 2022	556	0.30
277,000	ING 5.375% 2021	308	0.17
475,000	John Lewis 8.375% 2019	505	0.27
497,000	JPMorgan Chase 1.875% 2020	502	0.27
479,000	Lend Lease Europe 6.125% 2021	542	0.29
268,000	London Power Networks 5.125% 2023	308	0.17
358,000	London Stock Exchange 9.125% 2019	399	0.21
763,000	Merrill Lynch 5.5% 2021	853	0.47
486,000	MetLife Global Funding I 2.625% 2022	508	0.27
361,000	National Express 6.625% 2020	398	0.21
500,000	New York Life Global Funding 1% 2021	493	0.27
300,000	Northern Powergrid 7.25% 2022	371	0.20
235,000	Petróleos Mexicanos 8.25% 2022	286	0.15
600,000	RELX 2.75% 2019	608	0.33
222,000	Scania 1.875% 2022	222	0.12
330,000	Severn Trent 1.125% 2021	325	0.18
50,000	Southern Water 5% 2021	55	0.03
144,000	SPI Australia Assets 5.125% 2021	157	0.08
530,000	Svenska Handelsbanken 3% 2020	552	0.30
400,000	Telefonica Emisiones 5.597% 2020	430	0.23
786,000	Transport for London 2.25% 2022	811	0.44
400,000	Volkswagen Financial Services 1.75% 2020	402	0.22
1,090,000	Volkswagen Financial Services 1.75% 2022	1,082	0.58
268,000	Wessex Water 4% 2021	289	0.16
59,000	Western Power 9.25% 2020	70	0.04
610,000	Westpac Banking 2.625% 2022	634	0.34
863,000	Xstrata 7.375% 2020	961	0.52
between 5 and 10 years to maturity			
450,000	ABP 6.25% 2026	559	0.30
1,073,000	Akelius Residential Property 2.375% 2025	1,038	0.56
225,000	Anglian Water 6.875% 2023	282	0.15
360,000	APT Pipelines 4.25% 2024	393	0.21
1,269,000	Barclays 3.125% 2024	1,286	0.69

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Portfolio Statement as at 30 April 2018 (Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Corporate Bonds (Continued)			
530,000	Barclays 3.25% 2027	526	0.28
603,000	Bazalgette Finance 2.375% 2027	590	0.32
600,000	BP 2.03% 2025	599	0.32
257,000	British American Tobacco 4% 2026	282	0.15
460,000	Broadgate Financing FRN 2025	50	0.03
350,000	BUPA 2% 2024	346	0.19
270,000	Close Brothers 2.75% 2026	272	0.15
600,000	Credit Agricole 7.375% 2023	752	0.41
390,000	CYBG 3.125% 2025	388	0.21
600,000	CYBG 5% 2026	623	0.34
325,000	Electric North West 8.875% 2026	472	0.25
400,000	Enel 5.625% 2024	475	0.26
265,000	Eversholt 6.359% 2025	328	0.18
170,000	Gatwick 6.125% 2026	212	0.11
500,000	Go-Ahead 2.5% 2024	492	0.27
1,401,000	Heathrow Funding 6.75% 2026	1,842	0.99
400,000	Heathrow Funding 7.125% 2024	496	0.27
330,000	HSBC 2.256% 2026	321	0.17
400,000	Iberdrola 7.375% 2024	513	0.28
758,000	Intu (SGS) Finance 4.125% 2023	821	0.44
180,000	Liberty Living 2.625% 2024	181	0.10
261,000	Lloyds Bank 4.875% 2027	321	0.17
602,000	Lloyds Bank 5.75% fixed to floating 2025	649	0.35
1,108,000	Lloyds Bank 7.625% 2025	1,442	0.78
590,000	Lloyds Banking Group 2.25% 2024	579	0.31
158,000	Marks & Spencer 4.75% 2025	173	0.09
408,000	MetLife Global Funding I 3.5% 2026	450	0.24
950,000	Morgan Stanley 2.625% 2027	943	0.51
500,000	Nationwide Building Society 3.25% 2028	529	0.28
333,000	NewRiver REIT 3.5% 2028	332	0.18
286,000	Northern Powergrid Yorkshire 2.5% 2025	292	0.16
270,000	Peel South East 10% 2026	384	0.21
430,000	Porterbrook Rail 7.125% 2026	564	0.30
568,000	Royal Bank of Scotland 2.875% 2026	566	0.30
370,000	Royal Bank of Scotland 5.125% 2024	438	0.24
550,000	Saga 3.375% 2024	518	0.29
503,000	Santander UK 9.625% 2023	523	0.28
1,200,000	Santander UK Group 3.625% 2026	1,266	0.68
658,000	Scentre Management 3.875% 2026	723	0.39

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Portfolio Statement as at 30 April 2018 (Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Corporate Bonds (Continued)			
263,000	Severn Trent 6.125% 2024	319	0.17
370,000	Shaftesbury Chinatown 2.348% 2027	357	0.19
460,000	Southern Gas Networks 4.875% 2023	525	0.28
400,000	Southern Water 6.64% 2026	521	0.28
103,000	SP Manweb 4.875% 2027	123	0.07
124,000	Spirit Issuer FRN 2027	127	0.07
450,000	Stagecoach Group 4% 2025	476	0.26
300,000	Thames Water 1.875% 2024	292	0.16
1,100,000	Thames Water 3.5% 2028	1,163	0.63
379,000	Thames Water 4% 2025	416	0.22
379,000	THPA Finance 7.127% 2024	228	0.12
250,000	Tritax Big Box REIT 2.625% 2026	249	0.13
249,000	Unique Pub Finance 5.659% 2027	211	0.11
300,000	Unite (USAF) II 3.374% 2023	319	0.17
399,000	United Utilities 5.625% 2027	506	0.27
456,000	Virgin Media 5.5% 2025	420	0.23
430,000	Wells Fargo 2% 2025	420	0.23
801,000	Western Power Distribution 3.625% 2023	846	0.46
629,000	Yorkshire Building Society 4.125% 2024	650	0.35
322,000	Yorkshire Water 6.454% 2027	425	0.23
between 10 and 15 years to maturity			
804,000	Abbey National 3.875% 2029	898	0.48
122,000	Aegon 6.125% 2031	165	0.09
420,000	America Movil 5.75% 2030	536	0.29
232,000	Anglian Water 6.625% 2029	319	0.17
1,840,000	Anheuser-Busch InBev 2.25% 2029	1,761	0.95
670,000	Annington Funding 3.184% 2029	669	0.36
661,000	APT Pipelines 3.5% 2030	679	0.37
336,000	Arqiva 4.882% 2032	372	0.20
400,000	Arqiva 5.34% 2030	468	0.25
356,000	AT&T 4.375% 2029	397	0.21
950,000	Bank of America 7% 2028	1,317	0.71
614,000	Barclays 3.25% 2033	583	0.31
295,000	BL Superstore 5.27% 2030	79	0.04
400,000	BPCE 5.25% 2029	470	0.25
500,000	Canary Wharf Finance 6.455% 2033	144	0.08
518,000	CRH 4.125% 2029	582	0.31
816,000	Digital Stout Holding 3.3% 2029	820	0.44

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Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (Continued)			
525,000	DONG Energy 4.875% 2032	639	0.34
255,000	GE Capital 5.875% 2033	334	0.18
329,000	Great Rolling Stock 6.5% 2031	371	0.20
170,000	Greater Gabbard 4.137% 2032	169	0.09
870,000	HSBC 2.625% 2028	856	0.46
1,051,000	HSBC Bank 5.375% 2030	1,222	0.66
200,000	Imperial Tobacco 4.875% 2032	233	0.13
717,000	Integrated Accommodation Services 6.48% 2029	558	0.30
429,000	Land Securities 2.375% 2029	430	0.23
447,000	Legal & General 5.875% 2033	599	0.32
670,000	London & Quadrant Housing Trust 2.25% 2029	638	0.34
305,000	McDonald's 5.875% 2032	406	0.22
250,000	Meadowhall Finance 4.986% 2032	230	0.13
543,000	Mitchells & Butlers 5.574% 2030	281	0.15
600,000	National Grid 2.125% 2028	566	0.30
530,000	Network Rail 4.375% 2030	678	0.37
322,000	Notting Hill Housing Trust 3.75% 2032	348	0.19
600,000	Orange 8.125% 2028	897	0.48
529,000	Rabobank 4.625% 2029	595	0.32
400,000	RI Finance Bonds No 3 6.125% 2028	460	0.25
300,000	RWE 6.25% 2030	396	0.21
200,000	Severn Trent 6.25% 2029	267	0.14
616,713	Shaftesbury Carnaby 2.487% 2031	587	0.32
270,000	South Eastern Power Networks 6.375% 2031	374	0.20
600,000	Southern Electric 5.5% 2032	777	0.42
361,000	SSE 8.375% 2028	544	0.29
400,000	StatoilHydro 6.875% 2031	587	0.32
250,000	Telefonica Emisiones 5.445% 2029	308	0.17
307,000	Telereal 6.1645% 2031	348	0.19
720,000	Telereal Securitisation FRN 2031	687	0.37
800,000	Time Warner Cable 5.75% 2031	918	0.49
1,101,000	Western Power 5.75% 2032	1,436	0.77
800,000	Yorkshire Building Society 3.375% 2028	779	0.42
between 15 and 25 years to maturity			
241,000	Affinity Sutton 4.25% 2042	292	0.16
380,000	Annington Funding 3.685% 2034	390	0.21
368,000	Arqiva 4.04% 2035	382	0.21
1,077,000	Aspire Defence 4.674% 2040 'B'	1,210	0.65

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Portfolio Statement as at 30 April 2018 (Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Corporate Bonds (Continued)			
	230,000 AT&T 5.2% 2033	276	0.15
	400,000 AT&T 7% 2040	595	0.32
1,300,000	Aviva 6.125% 2036	1,504	0.81
	251,000 BHP Billiton 4.3% 2042	312	0.17
	614,000 British American Tobacco 6% 2034	832	0.45
	570,000 Broadgate Financing 4.821% 2036	736	0.40
	250,000 Centrica 7% 2033	364	0.20
	967,000 Citigroup 6.8% 2038	1,469	0.79
	164,000 Citigroup 7.375% 2039	266	0.14
	274,000 Dignity 3.5456% 2034	255	0.14
	594,000 Direct Line 9.25% 2042	741	0.40
	395,000 Dwr Cymru Financing 2.5% 2036	384	0.21
	800,000 E.ON Finance 5.875% 2037	1,098	0.59
	500,000 E.ON Finance 6.75% 2039	760	0.41
	600,000 EDF 5.5% 2041	765	0.41
	250,000 EDF 6.125% 2034	335	0.18
	614,000 Enel 5.75% 2040	830	0.45
	710,000 Eversholt 3.529% 2042	700	0.38
	580,000 Eversholt 6.697% 2035	753	0.41
	400,000 Gatwick 4.625% 2034	474	0.26
	297,000 Gatwick 6.5% 2041	450	0.24
	350,000 General Electric 5.375% 2040	452	0.24
	658,000 GlaxoSmithKline 5.25% 2033	862	0.46
	200,000 GlaxoSmithKline 5.25% 2042	276	0.15
	394,000 GlaxoSmithKline 6.375% 2039	602	0.32
	322,000 Gwynt y Môr 2.778% 2034	294	0.16
	300,000 Heathrow Funding 5.875% 2041	426	0.23
	700,000 Heathrow Funding 6.45% fixed to floating 2033	967	0.52
	793,000 HSBC 5.375% 2033	984	0.53
	577,000 HSBC 6% 2040	762	0.41
	200,000 HSBC 7% 2038	289	0.16
	912,000 John Lewis 4.25% 2034	931	0.50
	820,000 Land Securities 2.625% 2037	798	0.43
	336,000 Legal & General 10% 2041	416	0.22
	400,000 Lloyds Bank 6.5% 2040	611	0.33
	275,000 London & Quadrant Housing Trust 5.5% 2040	376	0.20
	400,000 Motability Operations 3.625% 2036	448	0.24
	600,000 Munich Re 6.625% fixed to floating 2042	697	0.38
	712,000 National Grid 2.625% 2038	656	0.36

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Corporate Debt Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (Continued)			
158,000	Notting Hill Housing Trust 5.25% 2042	211	0.11
300,000	Orange 5.625% 2034	399	0.21
350,774	Peel 8.375% 2040	519	0.28
300,000	QBE Insurance 6.115% 2042	332	0.18
262,000	Rabobank 5.25% 2041	360	0.19
726,000	RMPA Services 5.337% 2038	707	0.38
900,000	RWE 6.125% 2039	1,284	0.69
117,000	Severn Trent 4.875% 2042	152	0.08
543,000	Southern Water 4.5% 2038	582	0.31
500,000	Telereal Secured 4.01% 2033	425	0.23
550,000	Tesco 5.744% 2040	629	0.34
288,000	Tesco 5.8006% 2040	335	0.18
150,000	Thames Water 4.375% 2034	173	0.09
787,000	Thames Water 5.125% 2037	996	0.54
500,000	Veolia Environment 6.125% 2037	707	0.38
350,000	Wal-Mart 5.25% 2035	483	0.26
356,000	Wells Fargo 4.625% 2035	435	0.23
300,000	Yorkshire Water 5.5% 2037	412	0.22
greater than 25 years to maturity			
322,000	Aster Treasury 4.5% 2043	403	0.22
700,000	AT&T 4.25% 2043	757	0.41
500,000	AT&T 4.875% 2044	592	0.32
915,000	Aviva 5.125% 2050	970	0.52
393,000	BPHA 4.816% 2044	508	0.27
960,000	British American Tobacco 2.25% 2052	747	0.40
488,000	Bromford Housing 3.125% 2048	484	0.26
400,000	Centrica 4.25% 2044	460	0.25
699,000	Channel Link 3.043% 2050	689	0.37
301,000	Channel Link 6.341% 2046	366	0.20
325,000	Clarion Housing 3.125% 2048	323	0.17
700,000	EDF 5.125% 2050	873	0.47
700,000	EDF 6% 2114	955	0.51
600,000	Engie 5% 2060	918	0.49
320,000	Heathrow Funding 2.75% 2049	289	0.16
279,000	Legal & General 5.5% 2064	310	0.17
230,000	London & Quadrant Housing Trust 3.75% 2049	257	0.14
400,000	NGG 5.625% fixed to floating 2073	445	0.24
265,000	Notting Hill Housing Trust 4.375% 2054	326	0.18

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Corporate Debt Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding		Market value £'000	Percentage of total net assets
Corporate Bonds (Continued)			
217,000	Optivo Finance 3.283% 2048	220	0.12
517,000	Peabody Capital 4.625% 2053	689	0.37
472,000	Prudential 5.7% fixed to floating 2063	545	0.29
451,000	RL Finance 6.125% fixed to floating 2043	509	0.27
290,000	Sanctuary Capital 5% 2047	393	0.21
275,000	Thames Water 4.625% 2046	341	0.18
400,000	Transport for London 3.625% 2045	483	0.26
365,000	University of Southampton 2.25% 2057	336	0.18
480,000	Vodafone 3% 2056	408	0.22
902,000	Vodafone 3.375% 2049	829	0.45
536,000	Wheatley 4.375% 2044	629	0.34
Perpetual			
650,000	Assicurazioni Generali 6.269% fixed to floating Perpetual	720	0.39
800,000	AXA 5.453% fixed to floating Perpetual	870	0.47
177,000	AXA 6.6862% fixed to floating Perpetual	207	0.11
200,000	Bank of Scotland 7.281% Perpetual	245	0.13
400,000	EDF 5.875% fixed to floating Perpetual	407	0.22
600,000	EDF 6% Perpetual	628	0.34
400,000	ELM 6.3024% fixed to floating Perpetual	416	0.22
500,000	Dignity 4.6956% Perpetual	494	0.27
485,000	HBOS 6.461% Perpetual	497	0.27
358,000	HBOS 7.881% fixed to floating Perpetual	518	0.28
223,000	HSBC 5.844% fixed to floating Perpetual	282	0.15
159,000	Lloyds Bank 13% fixed to floating Perpetual	289	0.16
400,000	National Capital Trust I 5.62% Perpetual	408	0.22
736,000	Orange 5.75% fixed to floating Perpetual	818	0.44
770,000	Pennon 2.875% Perpetual	771	0.42
870,000	Santander UK Group 7.375% Perpetual	947	0.51
782,000	SSE 3.875% fixed to floating Perpetual	805	0.43
177,000	Zurich FRN Perpetual	203	0.11
Government Bonds (3.19%)		7,519	4.05
between 10 and 15 years to maturity			
392,000	European Investment Bank 5.625% fixed to floating 2032	570	0.31

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Portfolio Statement as at 30 April 2018 (Continued)

Holding	Market value £'000	Percentage of total net assets
Government Bonds (Continued)		
between 15 and 25 years to maturity		
700,000 European Investment Bank 3.875% 2037	907	0.49
150,000 UK (Govt of) 4.5% 2034	209	0.11
1,411,000 UK (Govt of) 4.75% 2038	2,130	1.15
greater than 25 years to maturity		
700,000 European Investment Bank 4.5% 2044	1,044	0.56
1,400,000 UK (Govt of) 3.25% 2044	1,802	0.97
502,000 UK (Govt of) 4.25% 2055	857	0.46
US Dollar Denominated Bonds (1.84%)	2,627	1.42
Corporate Bonds (1.84%)	2,627	1.42
between 5 and 10 years to maturity		
305,000 Syngenta Finance 4.892% 2025	219	0.12
between 15 and 25 years to maturity		
600,000 Kinder Morgan 5.3% 2034	441	0.24
greater than 25 years to maturity		
805,000 QBE Insurance 6.75% 2044	623	0.33
Perpetual		
550,000 HBOS Capital Funding 6.85% Perpetual	404	0.22
840,000 Societe Generale 7.375% Perpetual	647	0.35
400,000 Swedbank 5.5% Perpetual	293	0.16
Collective Investment Schemes (5.94%)	8,998	4.84
7,776,660 Standard Life CNAV Euro Liquidity Fund	6,822	3.67
2,176,561 Standard Life CNAV Sterling Liquidity Fund	2,176	1.17
Derivatives (6.33%)	8,763	4.72
Credit Default Swaps (0.80%)	1,294	0.70
EUR 27,990,000 Sell iTraxx Europe Series 29 20/06/2023 1%	594	0.32
EUR 7,160,000 Sell iTraxx Europe Series 29 20/06/2023 5%	700	0.38

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Portfolio Statement as at 30 April 2018 (Continued)

Holding	Market value £'000	Percentage of total net assets
Forward Currency Contracts (0.05%)	(78)	(0.04)
Buy GBP 2,011,108 Sell EUR 2,302,567 16/07/2018	(13)	(0.01)
Buy GBP 214,235 Sell USD 305,000 16/07/2018	(7)	0.00
Buy GBP 2,396,392 Sell USD 3,393,728 16/07/2018	(58)	(0.03)
Futures (-0.02%)	(2)	0.00
15 Long Long Gilt Future 27/06/2018	3	0.00
(5) Short Euro Bond Future 07/06/2018	(6)	0.00
(7) Short US 10 Year Note Bond Future 20/06/2018	4	0.00
(7) Short US Long Bond Future 20/06/2018	(3)	0.00
Inflation Swaps (-0.09%)	(4,093)	(2.20)
GBP 1,342,800 Pay fixed 2.8195% receive floating UKRPI 05/12/2024	15	0.01
GBP 11,041,000 Pay fixed 2.9675% receive floating UKRPI 03/12/2059	2,337	1.26
GBP 610,000 Pay fixed 2.985% receive floating UKRPI 15/12/2065	182	0.10
GBP 450,000 Pay fixed 3.0625% receive floating UKRPI 15/12/2065	92	0.05
GBP 1,700,000 Pay fixed 3.15% receive floating UKRPI 15/12/2045	216	0.12
GBP 1,806,520 Pay fixed 3.1725% receive floating UKRPI 05/12/2039	47	0.03
GBP 1,512,000 Pay fixed 3.1975% receive floating UKRPI 01/12/2056	90	0.05
GBP 3,095,000 Pay fixed 3.2415% receive floating UKRPI 02/12/2043	18	0.01
GBP 2,740,000 Pay fixed 3.2675% receive floating UKRPI 05/12/2045	(33)	(0.02)
GBP 1,897,600 Pay fixed 3.2975% receive floating UKRPI 03/12/2055	(239)	(0.13)
GBP 390,000 Pay fixed 3.35% receive floating UKRPI 15/12/2066	(60)	(0.03)
GBP 1,450,000 Pay fixed 3.384% receive floating UKRPI 15/12/2057	(140)	(0.08)
GBP 2,600,000 Pay fixed 3.428% receive floating UKRPI 03/12/2031	(211)	(0.11)
GBP 1,875,000 Pay fixed 3.4425% receive floating UKRPI 05/12/2035	(202)	(0.11)
GBP 1,311,500 Pay fixed 3.489% receive floating UKRPI 15/12/2049	(84)	(0.05)
GBP 1,270,000 Pay fixed 3.574% receive floating UKRPI 15/12/2039	(53)	(0.03)
GBP 2,650,000 Pay fixed 3.67% receive floating UKRPI 03/12/2037	(532)	(0.29)
GBP 750,000 Pay fixed 3.72% receive floating UKRPI 06/12/2035	(154)	(0.08)
GBP 2,090,000 Pay fixed 3.7525% receive floating UKRPI 05/12/2053	(1,104)	(0.59)
GBP 2,617,000 Pay fixed 3.855% receive floating UKRPI 03/12/2028	(733)	(0.40)
GBP 4,533,000 Pay fixed 3.865% receive floating UKRPI 31/12/2047	(3,043)	(1.64)
GBP 1,380,000 Pay fixed 4.434% receive floating UKRPI 03/12/2023	(502)	(0.27)

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Portfolio Statement as at 30 April 2018 (Continued)

Holding	Market value £'000	Percentage of total net assets
Interest Rate Swaps (5.59%)	11,642	6.26
GBP 9,720,000 Pay fixed 1.415% receive floating GBP-LIBOR 05/12/2029	176	0.09
GBP 15,462,000 Pay fixed 2.0575% receive floating GBP-LIBOR 06/11/2023	(669)	(0.36)
GBP 14,500,000 Pay fixed 3.2825% receive floating GBP-LIBOR 14/10/2018	(172)	(0.09)
GBP 32,800,000 Pay fixed 3.68% receive floating GBP-LIBOR 05/06/2022	(3,561)	(1.92)
GBP 3,845,000 Pay fixed 4.0975% receive floating GBP-LIBOR 03/12/2030	(1,162)	(0.63)
GBP 4,254,000 Pay fixed 4.2398% receive floating GBP-LIBOR 05/08/2019	(214)	(0.12)
GBP 10,057,000 Pay fixed 4.6775% receive floating GBP-LIBOR 05/09/2026	(2,604)	(1.40)
GBP 3,500,000 Pay floating GBP-LIBOR receive fixed 1.39% 03/12/2060	(199)	(0.11)
GBP 11,060,000 Pay floating GBP-LIBOR receive fixed 1.4225% 25/10/2056	(599)	(0.32)
GBP 5,108,000 Pay floating GBP-LIBOR receive fixed 1.437% 17/03/2048	(278)	(0.15)
GBP 40,000,000 Pay floating GBP-LIBOR receive fixed 1.505% 09/09/2062	(723)	(0.39)
GBP 19,611,000 Pay floating GBP-LIBOR receive fixed 2.035% 06/11/2053	2,440	1.31
GBP 4,893,700 Pay floating GBP-LIBOR receive fixed 2.068% 25/10/2056	693	0.37
GBP 810,000 Pay floating GBP-LIBOR receive fixed 2.69% 04/10/2032	111	0.06
GBP 3,750,000 Pay floating GBP-LIBOR receive fixed 2.825% 01/05/2038	793	0.43
GBP 7,013,100 Pay floating GBP-LIBOR receive fixed 3.03% 05/12/2054	2,961	1.60
GBP 4,970,000 Pay floating GBP-LIBOR receive fixed 3.064% 07/09/2052	1,991	1.07
GBP 4,612,000 Pay floating GBP-LIBOR receive fixed 3.075% 05/06/2047	1,620	0.87
GBP 880,000 Pay floating GBP-LIBOR receive fixed 3.288% 03/10/2051	395	0.21
GBP 1,997,000 Pay floating GBP-LIBOR receive fixed 4.0125% 03/12/2060	1,626	0.88
GBP 1,700,000 Pay floating GBP-LIBOR receive fixed 4.0175% 17/03/2051	1,086	0.59
GBP 2,480,000 Pay floating GBP-LIBOR receive fixed 4.1445% 04/06/2039	1,160	0.63
GBP 6,596,500 Pay floating GBP-LIBOR receive fixed 4.16% 05/11/2049	4,388	2.36
GBP 3,303,000 Pay floating GBP-LIBOR receive fixed 4.56% 17/03/2048	2,383	1.28
Total investment assets and liabilities	183,732	98.97
Net other assets	1,906	1.03
Total Net Assets	185,638	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 31 October 2017.

Standard Life Investment Company II Interim Report & Financial Statements

Corporate Debt Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Market value £'000	Per cent of net assets
Reconciliation of assets and liabilities to the balance sheet		
Investment assets as per the Balance Sheet		201,090
Investment liabilities		(17,358)
Net investment assets		183,732
Net other assets		1,906
Total Net Assets		185,638

Standard Life Investment Company II

Interim Report & Financial Statements

Corporate Debt Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(6,820)		3,088
Revenue	2,969		3,680	
Expenses	(376)		(1,272)	
Interest payable and similar charges	(216)		(9)	
Net revenue before taxation	2,377		2,399	
Taxation	0		0	
Net revenue after taxation		2,377		2,399
Total return before distributions		(4,443)		5,487
Distributions		(2,377)		(2,398)
Change in net assets attributable to shareholders from investment activities		(6,820)		3,089

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		224,098		227,451
Amounts receivable on the issue of shares	0		5	
Amounts payable on the cancellation of shares	(33,933)		(2,482)	
		(33,933)		(2,477)
Change in net assets attributable to shareholders from investment activities (see above)		(6,820)		3,089
Retained distribution on accumulation shares		2,293		2,393
Closing net assets attributable to shareholders		185,638		230,456

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 II

Interim Report & Financial Statements

Corporate Debt Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		201,090		239,815
Current assets:				
Debtors	2,931		3,276	
Cash and bank balances	(288)		(2,493)	
		2,643		783
Total assets		203,733		240,598
Liabilities:				
Investment liabilities		(17,358)		(16,411)
Creditors	(737)		(89)	
		(737)		(89)
Total liabilities		(18,095)		(16,500)
Net assets attributable to shareholders		185,638		224,098

Standard Life Investment Company II Interim Report & Financial Statements

Corporate Debt Fund

Distribution Tables

for the three months ended 31 January 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 31 January 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Standard Life accumulation				
Group 1	1.0376	-	1.0376*	0.7600
Group 2	-	-	-	-
Institutional regulated accumulation				
Group 1	0.9663	-	0.9663*	0.9042
Group 2	-	-	-	-

* Distribution accumulated on 31 January 2018

for the three months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
Standard Life accumulation				
Group 1	0.9669	-	0.9669*	0.8108
Group 2	-	-	-	-
Institutional regulated accumulation				
Group 1	0.9049	-	0.9049*	0.7398
Group 2	-	-	-	-

* Distribution accumulated on 30 April 2018

Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Investment Report

Fund Information	
Launch Date	14 April 2015
Closure Date	13 October 2016

On closure of the Sub-fund the majority of investors/cash transferred to the SICAV Emerging Market Debt Unconstrained Fund by an in specie. Of those who did not transfer to the SICAV, their shares were redeemed and cancelled. The Sub-fund is not open to new investors.

Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables

	2016 ^{^^} pence per share	2015 [^] pence per share
Retail accumulation		
Change in net assets per share		
Opening net asset value per share	46.54	50.00
Return before operating charges*	4.42	(2.00)
Operating charges**	0.00	(0.80)
Return after operating charges*	4.42	(2.80)
Distributions	(0.84)	(0.66)
Redemption value of shares at 13 October 2016	50.12	0.00
Closing net asset value per share	0.00	46.54
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	9.50%	-5.60%
Other information		
Closing net asset value (£'000)	0	2
Closing number of shares	0	4,328
Operating charges****	–	1.66%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	50.96	50.14
Lowest share price	43.84	45.26

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

** 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 II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Institutional accumulation		
Change in net assets per share		
Opening net asset value per share	46.69	50.00
Return before operating charges*	4.78	(2.06)
Operating charges**	0.00	(0.44)
Return after operating charges*	4.78	(2.50)
Distributions	(0.96)	(0.81)
Redemption value of shares at 13 October 2016	50.51	0.00
Closing net asset value per share	0.00	46.69
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	10.24%	-5.00%
Other information		
Closing net asset value (£'000)	0	1
Closing number of shares	0	2,200
Operating charges****	–	0.91%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	51.35	50.14
Lowest share price	44.05	45.39

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Retail income		
Change in net assets per share		
Opening net asset value per share	45.88	50.00
Return before operating charges*	3.48	(2.66)
Operating charges**	0.00	(0.80)
Return after operating charges*	3.48	(3.46)
Distributions	(0.82)	(0.66)
Redemption value of shares at 13 October 2016	48.54	0.00
Closing net asset value per share	0.00	45.88
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	7.59%	-6.92%
Other information		
Closing net asset value (£'000)	0	1
Closing number of shares	0	2,200
Operating charges****	–	1.66%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	49.35	50.14
Lowest share price	43.23	45.26

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Institutional income		
Change in net assets per share		
Opening net asset value per share	45.88	50.00
Return before operating charges*	3.71	(2.89)
Operating charges**	0.00	(0.44)
Return after operating charges*	3.71	(3.33)
Distributions	(0.94)	(0.79)
Redemption value of shares at 13 October 2016	48.65	0.00
Closing net asset value per share	0.00	45.88
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	8.09%	-6.66%
Other information		
Closing net asset value (£'000)	0	1,020
Closing number of shares	0	2,223,157
Operating charges****	–	0.91%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	49.46	50.14
Lowest share price	43.28	45.36

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Standard Life income		
Change in net assets per share		
Opening net asset value per share	45.89	50.00
Return before operating charges*	4.00	(3.09)
Operating charges**	0.00	(0.04)
Return after operating charges*	4.00	(3.13)
Distributions	(1.09)	(0.98)
Redemption value of shares at 13 October 2016	48.80	0.00
Closing net asset value per share	0.00	45.89
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	8.72%	-6.26%
Other information		
Closing net asset value (£'000)	0	1
Closing number of shares	0	2,200
Operating charges****	–	0.08%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	49.56	50.15
Lowest share price	43.36	45.51

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Standard Life accumulation		
Change in net assets per share		
Opening net asset value per share	46.83	50.00
Return before operating charges*	5.20	(2.14)
Operating charges**	0.00	(0.08)
Return after operating charges*	5.20	(2.22)
Distributions	(1.10)	(0.95)
Redemption value of shares at 13 October 2016	50.93	0.00
Closing net asset value per share	0.00	46.83
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	11.10%	-4.44%
Other information		
Closing net asset value (£'000)	0	7,274
Closing number of shares	0	15,533,668
Operating charges****	—	0.16%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	51.74	50.15
Lowest share price	44.23	45.50

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Platform 1 accumulation		
Change in net assets per share		
Opening net asset value per share	46.67	50.00
Return before operating charges*	4.69	(2.03)
Operating charges**	0.00	(0.49)
Return after operating charges*	4.69	(2.52)
Distributions	(0.93)	(0.81)
Redemption value of shares at 13 October 2016	50.43	0.00
Closing net asset value per share	0.00	46.67
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	10.05%	-5.04%
Other information		
Closing net asset value (£'000)	0	154
Closing number of shares	0	330,048
Operating charges****	–	1.01%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	51.26	50.14
Lowest share price	44.02	45.38

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Platform 1 income		
Change in net assets per share		
Opening net asset value per share	45.87	50.00
Return before operating charges*	3.48	(2.87)
Operating charges**	0.00	(0.48)
Return after operating charges*	3.48	(3.35)
Distributions	(0.92)	(0.78)
Redemption value of shares at 13 October 2016	48.43	0.00
Closing net asset value per share	0.00	45.87
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	7.59%	-6.70%
Other information		
Closing net asset value (£'000)	0	2,316
Closing number of shares	0	5,048,188
Operating charges****	–	1.01%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	49.23	50.14
Lowest share price	43.26	45.34

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Institutional S accumulation		
Change in net assets per share		
Opening net asset value per share	46.69	50.00
Return before operating charges*	4.53	(2.11)
Operating charges**	0.00	(0.38)
Return after operating charges*	4.53	(2.49)
Distributions	(0.98)	(0.82)
Redemption value of shares at 13 October 2016	50.24	0.00
Closing net asset value per share	0.00	46.69
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	9.70%	-4.98%
Other information		
Closing net asset value (£'000)	0	26,901
Closing number of shares	0	57,620,871
Operating charges****	–	0.79%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	51.25	50.14
Lowest share price	44.04	45.38

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

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Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Comparative Tables (Continued)

	2016 ^{^^} pence per share	2015 [^] pence per share
Institutional S income		
Change in net assets per share		
Opening net asset value per share	45.88	50.00
Return before operating charges*	3.74	(2.91)
Operating charges**	0.00	(0.38)
Return after operating charges*	3.74	(3.29)
Distributions	(0.94)	(0.83)
Redemption value of shares at 13 October 2016	48.68	0.00
Closing net asset value per share	0.00	45.88
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	8.15%	-6.58%
Other information		
Closing net asset value (£'000)	0	1
Closing number of shares	0	2,200
Operating charges****	–	0.79%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	49.47	50.14
Lowest share price	43.30	45.39

[^] From launch of Sub-fund on 14 April 2015

^{^^} The Sub-fund closed on 13 October 2016

** 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. The performance quoted for the 2016 period is based on 6 months return, while comparative data is based on a full years return.

Standard Life Investment Company II Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Portfolio Statement as at 30 April 2018

The Sub-fund held derivative positions on 13 October 2016, they expired on or before 19 December 2016. There was sufficient collateral positions held to offset these positions.

Standard Life Investment Company II

Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains/(losses)		15		(27)
Revenue	0		0	
Expenses	2		0	
Interest and similar charges	0		(1)	
Net revenue before taxation	2		(1)	
Taxation	0		0	
Net revenue after taxation		2		(1)
Total return before distributions		2		(28)
Distributions		0		1
Change in net assets attributable to shareholders from investment activities		17		(27)

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 30 April 2018

	30 April 2018		30 April 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)		17		(27)
Residual payment to shareholders from redemption of shares		(17)		27
Closing net assets attributable to shareholders		0		0

Standard Life Investment Company II

Interim Report & Financial Statements

Emerging Market Debt Unconstrained Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Current assets:				
Debtors	26		31	
Cash and bank balances	0		39	
		26		70
Total assets		26		70
Liabilities:				
Bank overdraft	(26)			
Creditors	0		(70)	
		(26)		(70)
Total liabilities		(26)		(70)
Net assets attributable to shareholders		0		0

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Investment Report

Fund Information	
Fund Manager	Mark Munro
Launch Date	2 November 2005
Benchmark	IA UK Corporate Bond Sector

Investment objective

The objective of the Sub-fund is to provide a high and stable 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 mainly of corporate fixed interest and interest bearing securities that comply with certain ethical criteria. The Sub-fund may also invest in other interest bearing securities anywhere in the world that meet the ethical criteria.

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.

Risk

The Sub-fund is intended for investors who wish to participate in the potential to achieve a high and stable level of income investing in an actively managed portfolio of mainly investment grade corporate assets, with some exposure to higher yielding securities that comply with certain ethical criteria. 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 the potentially restricted investment universe enforced by the ethical criteria and should therefore have an investment time horizon of at least 5 years.

Ethical criteria: further information about the ethical criteria applied to this Sub-fund can be obtained from the ACD.

Performance

During the period under review, the UK Ethical Corporate Bond Fund returned -0.21% compared to the IA Sterling Corporate Bond sector average return of -0.05%. (Sub-fund and sector return source: Morningstar, basic rate taxpayer, bid to bid basis. Please note Sub-fund returns are net of fees, whereas sector returns are gross).

Dignity Finance was a significant drag on returns. The funeral operator suffered a downgrade on its Class B bonds by S&P, taking it into high yield territory from a BBB rating. This followed the company's January announcement of a major change in pricing strategy, with increased competition leading the company to cut prices in some of its funeral packages. The move prompted S&P to downgrade its assessment of Dignity's business risk profile from 'satisfactory' to 'fair'. We believe this is an overreaction and we will continue to hold at current valuations.

An off-benchmark exposure to highly rated European Investment Bank made a positive contribution to returns given the 'risk off' tone in markets during the period. Similarly, an overweight position in UK government-related issuers, such as Transport for London, also made positive progress. Elsewhere, having no exposure to General Electric (weaker credit profile) and GSK (M&A) aided performance.

Investment Activity

In the primary market, we participated in a new BBB rated, sterling-denominated issue from Liberty Living, the UK student accommodation owner and operator. We also took part in deals from Iberdrola, RBS, Telefonica, Newriver REIT and Bazalgette Finance (the Thames Tideway Tunnel project in London). Another purchase of note was Tritax Big Box REIT, a property company specialising in serving logistics companies. This was the first time Tritax had issued and given this the bonds came with an attractive spread. We also purchased a long-dated deal from Welsh Water, a high-quality utility that rarely issues new debt.

In the secondary market, relative-value considerations prompted us to trim our exposure to subordinated debt of Prudential and Clydesdale Yorkshire Bank. Elsewhere, we took part in a tender for some Centrica bonds. The bonds had performed well after a difficult 2017 and along with a further sale the tender allowed us to reduce our position to underweight. Finally, as spreads started to widen to more attractive levels in February and March we added to Thames Water, as well as the insurers QBE and Allianz.

Outlook

We believe that fundamentals are still positive for credit markets given global growth remains fairly robust and somewhat synchronised. It is also credit-friendly growth, as for most regions it is not too 'hot'. Inflation also remains muted although we must monitor this closely, particularly in the US. This leaves central banks walking a tightrope as they seek slowly to unwind stimulus and, where possible, gradually start to raise rates. Indeed, already the Bank of England is rowing back on a rate hike it flagged for May and we are back now to data dependency. While, the Fed raising rates faster and by more than the market is pricing is a tail risk that will not be taken well by risk assets in general, this is not our base case. There is much comment right now on the ECB ending QE this year, but as the examples of the US and the UK prove, this is well flagged and the direction of spreads will be determined by wider macro issues.

Given the above and the fact that spread levels are more enticing than they were at the start of the year, we are more positive on credit markets and can see another rally in the coming months. For

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Investment Report (Continued)

us, technical factors have somewhat got in the way of the reasonable fundamentals, with issuance and investor flows causing some 'indigestion' in credit markets. We expect this to moderate.

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 II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	82.12	78.87	72.71	71.14
Return before operating charges*	0.13	4.19	7.41	2.39
Operating charges**	(0.42)	(0.84)	(0.79)	(0.82)
Return after operating charges*	(0.29)	3.35	6.62	1.57
Distributions	(0.87)	(1.86)	(2.30)	(2.31)
Retained distributions on accumulation share	0.87	1.76	1.84	1.85
Closing net asset value per share	81.83	82.12	78.87	72.71
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.35%	4.24%	9.10%	2.21%
Other information				
Closing net asset value (£'000)	8,555	8,520	10,385	16,173
Closing number of shares	10,455,341	10,374,568	13,166,846	22,243,911
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	83.71	83.71	83.28	76.92
Lowest share price	81.30	77.63	72.51	71.70

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	86.04	82.29	75.59	73.66
Return before operating charges*	0.13	4.39	7.74	2.40
Operating charges**	(0.26)	(0.52)	(0.49)	(0.47)
Return after operating charges*	(0.13)	3.87	7.25	1.93
Distributions	(1.09)	(2.30)	(2.77)	(2.79)
Retained distributions on accumulation share	1.09	2.18	2.22	2.24
Closing net asset value per share	85.91	86.04	82.29	75.59
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.15%	4.70%	9.59%	2.62%
Other information				
Closing net asset value (£'000)	117,916	115,043	46,444	8,663
Closing number of shares	137,254,947	133,704,359	56,438,606	11,460,940
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	87.77	87.64	86.82	79.73
Lowest share price	85.29	81.02	75.48	74.24

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	56.37	55.32	52.24	52.41
Return before operating charges*	0.09	2.93	5.27	2.11
Operating charges**	(0.29)	(0.58)	(0.56)	(0.60)
Return after operating charges*	(0.20)	2.35	4.71	1.51
Distributions	(0.59)	(1.30)	(1.63)	(1.68)
Closing net asset value per share	55.58	56.37	55.32	52.24
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.35%	4.25%	9.02%	2.88%
Other information				
Closing net asset value (£'000)	1,844	1,945	2,434	6,126
Closing number of shares	3,317,771	3,449,784	4,398,909	11,726,764
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	57.46	57.77	58.75	56.35
Lowest share price	55.52	54.46	51.77	52.24

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	56.52	55.46	52.37	52.53
Return before operating charges*	0.09	2.95	5.32	1.73
Operating charges**	(0.17)	(0.35)	(0.34)	(0.33)
Return after operating charges*	(0.08)	2.60	4.98	1.40
Distributions	(0.71)	(1.54)	(1.89)	(1.96)
Closing net asset value per share	55.73	56.52	55.46	52.37
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.14%	4.69%	9.51%	2.67%
Other information				
Closing net asset value (£'000)	49,056	53,433	27,510	19,549
Closing number of shares	88,031,446	94,535,214	49,598,775	37,330,175
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	57.66	57.94	58.91	56.50
Lowest share price	55.68	54.61	51.92	52.37

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	91.12	86.74	79.35	77.02
Return before operating charges*	0.14	4.63	8.15	2.42
Operating charges**	(0.05)	(0.10)	(0.09)	(0.09)
Return after operating charges*	0.09	4.53	8.06	2.33
Distributions	(1.38)	(2.88)	(3.33)	(3.33)
Retained distributions on accumulation share	1.38	2.73	2.66	2.66
Closing net asset value per share	91.21	91.12	86.74	79.35
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.10%	5.23%	10.16%	3.03%
Other information				
Closing net asset value (£'000)	90	82	20	23
Closing number of shares	98,000	90,378	23,288	28,900
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	93.05	92.75	91.44	83.44
Lowest share price	90.46	85.41	79.33	77.63

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	88.90	84.87	77.83	75.68
Return before operating charges*	0.13	4.56	7.99	2.47
Operating charges**	(0.18)	(0.39)	(0.34)	(0.32)
Return after operating charges*	(0.05)	4.17	7.65	2.15
Distributions	(1.21)	(2.53)	(3.05)	(3.09)
Retained distributions on accumulation share	1.21	2.39	2.44	2.48
Closing net asset value per share	88.85	88.90	84.87	77.83
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.05%	4.91%	9.83%	2.84%
Other information				
Closing net asset value (£'000)	2	2	2	2
Closing number of shares	2,145	2,145	2,145	2,145
Operating charges****	0.45%	0.45%	0.41%	0.41%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	90.73	90.55	89.56	81.97
Lowest share price	88.18	83.58	77.77	76.28

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life B accumulation				
Change in net assets per share				
Opening net asset value per share	90.02	85.61	78.25	75.88
Return before operating charges*	0.13	4.56	8.03	2.37
Operating charges**	0.00	0.00	0.00	0.00
Return after operating charges*	0.13	4.56	8.03	2.37
Distributions	(1.42)	(2.94)	(3.37)	(3.36)
Retained distributions on accumulation share	1.42	2.79	2.70	2.69
Closing net asset value per share	90.15	90.02	85.61	78.25
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.15%	5.33%	10.26%	3.12%
Other information				
Closing net asset value (£'000)	148,890	154,234	147,853	90,912
Closing number of shares	165,148,966	171,330,466	172,714,423	116,185,473
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	91.94	91.62	90.23	82.23
Lowest share price	89.39	84.30	78.25	76.48

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Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	69.89	66.88	61.46	59.92
Return before operating charges*	0.11	3.57	6.29	1.95
Operating charges**	(0.23)	(0.46)	(0.43)	(0.41)
Return after operating charges*	(0.12)	3.11	5.86	1.54
Distributions	(0.87)	(1.84)	(2.21)	(2.24)
Retained distributions on accumulation share	0.87	1.74	1.77	1.79
Closing net asset value per share	69.77	69.89	66.88	61.46
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.17%	4.65%	9.53%	2.57%
Other information				
Closing net asset value (£'000)	40,544	38,673	32,290	18,242
Closing number of shares	58,112,227	55,331,143	48,277,729	29,682,824
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	71.29	71.20	70.57	64.84
Lowest share price	69.27	65.84	61.36	60.38

** 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.

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	59.89	58.78	55.49	55.66
Return before operating charges*	0.10	3.11	5.65	1.85
Operating charges**	(0.20)	(0.40)	(0.38)	(0.38)
Return after operating charges*	(0.10)	2.71	5.27	1.47
Distributions	(0.74)	(1.60)	(1.98)	(2.06)
Closing net asset value per share	59.05	59.89	58.78	55.49
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.17%	4.61%	9.50%	2.64%
Other information				
Closing net asset value (£'000)	15,657	15,296	13,962	8,830
Closing number of shares	26,514,663	25,538,413	23,754,258	15,912,243
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	61.09	61.40	62.42	59.87
Lowest share price	59.00	57.86	55.02	55.49
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A accumulation			
Change in net assets per share			
Opening net asset value per share	55.85	53.83	50.00
Return before operating charges*	0.12	2.68	4.51
Operating charges**	(0.30)	(0.60)	(0.44)
Return after operating charges*	(0.18)	2.08	4.07
Distributions	(0.61)	(1.23)	(1.16)
Retained distributions on accumulation share	0.61	1.17	0.92
Closing net asset value per share	55.67	55.85	53.83
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.33%	3.87%	8.14%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	1.09%	1.09%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	56.93	56.92	56.70
Lowest share price	55.30	52.83	49.36

** 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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++ From commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A income++			
Change in net assets per share			
Opening net asset value per share	53.76	52.75	50.00
Return before operating charges*	0.10	2.80	4.34
Operating charges**	(0.28)	(0.57)	(0.44)
Return after operating charges*	(0.18)	2.23	3.90
Distributions	(0.58)	(1.22)	(1.15)
Closing net asset value per share	53.00	53.76	52.75
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.33%	4.23%	7.80%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	1.06%	1.06%	1.11%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	54.80	55.08	56.01
Lowest share price	52.94	51.92	49.35

** 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 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 commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II

Interim Report & Financial Statements

Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (96.88%)		372,817	97.46
Euro Denominated Bonds (3.23%)		17,662	4.62
Corporate Bonds (3.23%)		17,662	4.62
less than 5 years to maturity			
723,000	Crown European 2.25% 2023	640	0.17
430,000	MPT Operating Partnership 4% 2022	411	0.11
1,100,000	UniCredit 6.95% 2022	1,182	0.31
between 5 and 10 years to maturity			
800,000	CaixaBank 3.5% 2027	754	0.20
2,260,000	MPT Operating Partnership 3.325% 2025	2,036	0.53
1,599,000	Paprec 4% 2025	1,418	0.37
greater than 25 years to maturity			
2,141,000	AXA 3.25% 2049	1,892	0.49
Perpetual			
1,900,000	ABN Amro 5.75% Perpetual	1,817	0.47
500,000	Allianz FRN Perpetual	502	0.13
1,200,000	BNP Paribas 4.875% Perpetual	1,075	0.28
2,600,000	Iberdrola 1.875% Perpetual	2,259	0.59
600,000	Royal Bank of Scotland 5.25% Perpetual	534	0.14
1,300,000	Telefonica 3% Perpetual	1,131	0.30
2,000,000	Telefonica 5.875% Perpetual	2,011	0.53
Sterling Denominated Bonds (88.26%)		335,321	87.65
Corporate Bonds (83.25%)		320,556	83.79
less than 5 years to maturity			
1,124,000	AA Bond 2.875% 2022	1,107	0.29
1,398,000	Abbey National 1.875% 2020	1,408	0.37
1,248,000	Atlantia 6.25% 2022	1,469	0.38
900,000	Bank of America 5.5% 2019	959	0.25
1,890,000	Bank of Nova Scotia 1.25% 2022	1,857	0.49
740,000	Bank of Scotland 9.375% 2021	893	0.23
700,000	BNP Paribas 5.75% 2022	794	0.21
777,000	Close Brothers 2.75% 2023	780	0.20
800,000	Close Brothers 3.875% 2021	849	0.22
1,640,000	Commerzbank 6.625% 2019	1,741	0.46
1,425,000	Co-Operative Bank 4.75% 2021	1,537	0.40

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
2,116,000	CPUK 4.25% 2022	2,127	0.56
2,500,000	Credit Suisse 3% 2022	2,591	0.68
2,750,000	Daimler 1.5% 2022	2,746	0.72
2,400,000	Deutsche Bank 1.875% 2020	2,394	0.63
950,000	Deutsche Telekom 6.5% 2022	1,124	0.29
680,000	Friends Life 12% 2021	881	0.23
1,650,000	Friends Life 8.25% 2022	2,035	0.53
1,940,000	Global Switch 4.375% 2022	2,143	0.56
1,000,000	Grainger 5% 2020	1,078	0.28
1,500,000	Intesa Sanpaolo SpA 5.25% 01/28/2022	1,675	0.44
1,771,000	John Lewis 8.375% 2019	1,884	0.49
2,200,000	Kennedy Wilson Europe Real Estate 3.95% 2022	2,295	0.60
1,500,000	Lend Lease Europe 6.125% 2021	1,696	0.44
600,000	MetLife Global Funding I 2.625% 2022	627	0.16
800,000	MetLife Global Funding I 2.875% 2023	839	0.22
900,000	National Australia Bank 1.375% 2022	888	0.23
1,250,000	National Express 6.625% 2020	1,377	0.36
1,010,000	NatWest 6.5% 2021	1,150	0.30
940,000	New York Life Global Funding 1% 2021	926	0.24
1,100,000	Northumbrian Water 6.875% 2023	1,342	0.35
270,000	Rabobank 4% 2022	298	0.08
1,000,000	RELX 2.75% 2019	1,014	0.27
1,800,000	RWE 5.5% 2022	2,068	0.54
2,100,000	Scentre 2.375% 2022	2,150	0.56
550,000	SSE 5.875% 2022	646	0.17
880,000	Swedbank 1.25% 2021	870	0.23
1,800,000	Yorkshire Water 6.5876% 2023	2,182	0.57
between 5 and 10 years to maturity			
470,000	AA Bond 2.75% 2023	449	0.12
790,000	Akelius Residential Property 2.375% 2025	764	0.20
3,590,000	Anglian Water 1.625% 2025	3,458	0.90
1,726,000	Asciano Finance 5% 2023	1,920	0.50
1,000,000	Bank of America 2.3% 2025	994	0.26
2,000,000	Bazalgette Finance 2.375% 2027	1,955	0.51
1,876,000	BUPA 2% 2024	1,852	0.48
1,000,000	Citigroup 5.875% 2024	1,174	0.31
423,000	Close Brothers 2.75% 2026	426	0.11
1,700,000	Clydesdale Bank 4.625% 2026	2,036	0.53
2,591,000	Commonwealth Bank of Australia 3% 2026	2,810	0.73

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Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,200,000	Credit Agricole 7.375% 2023	1,505	0.39
2,500,000	CYBG 3.125% 2025	2,484	0.65
2,220,000	CYBG 5% 2026	2,306	0.60
1,100,000	Enel 5.625% 2024	1,307	0.34
1,341,000	Eversholt 6.359% 2025	1,660	0.43
800,000	FirstGroup 6.875% 2024	975	0.26
1,130,000	Go-Ahead 2.5% 2024	1,113	0.29
953,000	Heathrow Funding 6.75% 2026	1,253	0.33
1,850,000	Heathrow Funding 7.125% 2024	2,296	0.60
2,746,000	HSBC 2.256% 2026	2,674	0.70
1,200,000	Iberdrola 7.375% 2024	1,538	0.40
2,801,000	Intu (SGS) Finance 4.125% 2023	3,033	0.79
500,000	Intu Debenture 5.562% 2027	499	0.13
1,330,000	John Lewis 6.125% 2025	1,563	0.41
2,000,000	Lloyds Bank 4.875% 2027	2,464	0.64
1,931,000	Lloyds Bank 7.625% 2025	2,513	0.66
550,000	London & Quadrant Housing Trust 2.625% 2026	556	0.15
2,620,000	Morgan Stanley 2.625% 2027	2,601	0.68
765,000	NewRiver REIT 3.5% 2028	763	0.20
810,000	Peel South East 10% 2026	1,151	0.30
1,565,000	Porterbrook Rail 7.125% 2026	2,053	0.54
1,500,000	Principality Building Society 2.375% 2023	1,487	0.39
1,441,000	Royal Bank of Scotland 2.875% 2026	1,435	0.38
762,000	Royal Bank of Scotland 5.125% 2024	903	0.24
2,656,000	Saga 3.375% 2024	2,503	0.65
444,000	Santander UK 9.625% 2023	462	0.12
3,049,000	Santander UK Group 3.625% 2026	3,218	0.84
700,000	Scentre Management 3.875% 2026	769	0.20
1,300,000	Severn Trent 6.125% 2024	1,576	0.41
1,050,000	Shaftesbury Chinatown 2.348% 2027	1,013	0.27
1,100,000	Society of Lloyd's 4.75% 2024	1,217	0.32
774,000	Stagecoach Group 4% 2025	819	0.21
1,140,000	Telefonica Emisiones 5.375% 2026	1,354	0.35
450,000	Thames Water 1.875% 2024	437	0.11
1,520,000	Thames Water 2.375% 2023	1,483	0.39
1,127,000	Thames Water 3.5% 2028	1,191	0.31
840,000	Thames Water 4% 2025	923	0.24
710,000	Unite (USAF) II 3.374% 2023	755	0.20

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Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
2,348,000	Virgin Media 5.5% 2025	2,163	0.57
800,000	Virgin Media 6% 2025	908	0.24
between 10 and 15 years to maturity			
826,000	Abbey National 3.875% 2029	923	0.24
1,000,000	Anglian Water 6.293% 2030	1,368	0.36
1,302,000	Annington Funding 3.184% 2029	1,301	0.34
1,390,000	Arqiva 4.882% 2032	1,541	0.40
600,000	Arqiva 5.34% 2030	702	0.18
1,800,000	AT&T 4.375% 2029	2,008	0.53
700,000	Bank of America 7% 2028	971	0.25
1,300,000	BPCE 5.25% 2029	1,528	0.40
800,000	Broadgate Financing 5.098% 2035	876	0.23
1,119,000	Centrica 4.375% 2029	1,271	0.33
2,401,000	CRH 4.125% 2029	2,697	0.71
2,841,000	Digital Stout Holding 3.3% 2029	2,854	0.75
2,149,000	DONG Energy 4.875% 2032	2,617	0.68
2,200,000	Great Rolling Stock 6.5% 2031	2,483	0.65
2,379,000	Heathrow Funding 6.45% fixed to floating 2033	3,288	0.86
3,062,000	HSBC 2.625% 2028	3,012	0.79
1,526,000	HSBC Bank 5.375% 2030	1,774	0.46
1,162,000	Land Securities 2.375% 2029	1,165	0.30
1,500,000	Legal & General 5.875% 2031	1,994	0.52
1,000,000	Lloyds Bank 6% 2029	1,364	0.36
2,220,000	London & Quadrant Housing Trust 2.25% 2029	2,114	0.55
1,000,000	McDonald's 5.875% 2032	1,330	0.35
1,900,000	Meadowhall Finance 4.986% 2032	1,747	0.46
600,000	Merrill Lynch 8.125% 2028	848	0.22
460,000	Motability Operations 5.625% 2030	610	0.16
800,000	Munich Re 7.625% 2028	807	0.21
2,300,000	National Grid 2.125% 2028	2,168	0.57
1,267,000	Notting Hill Housing Trust 3.75% 2032	1,368	0.36
1,700,000	Rabobank 4.625% 2029	1,912	0.50
850,000	RWE 6.25% 2030	1,123	0.29
1,300,000	Severn Trent 2.75% 2031	1,283	0.34
503,000	Severn Trent 6.25% 2029	671	0.18
1,587,478	Shaftesbury Carnaby 2.487% 2031	1,510	0.40
2,200,000	Smith (DS) 2.875% 2029	2,130	0.56
1,450,000	Southern Water 6.192% 2029	1,943	0.51
1,250,000	SSE 8.375% 2028	1,884	0.49
1,500,000	Telereal 5.5534% 2033	1,451	0.38

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Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
999,000	Telereal FRN 2033	928	0.24
490,000	Telereal Secured 4.01% 2033	417	0.11
1,182,000	Tritax Big Box REIT 3.125% 2031	1,180	0.31
1,920,000	Westfield America Management 2.625% 2029	1,893	0.50
2,070,000	Yorkshire Building Society 3.375% 2028	2,017	0.53
between 15 and 25 years to maturity			
568,000	Affinity Sutton 4.25% 2042	688	0.18
2,506,000	Annington Funding 3.685% 2034	2,571	0.67
950,000	Arqiva 4.04% 2035	987	0.26
1,000,000	AT&T 7% 2040	1,489	0.39
2,920,000	Aviva 6.125% 2036	3,378	0.88
1,100,000	Aviva 6.625% fixed to floating 2041	1,229	0.32
600,000	British Land 5.0055% 2035	625	0.16
480,000	British Telecom 6.375% 2037	671	0.18
1,050,000	Broadgate Financing 4.821% 2036	1,356	0.35
1,753,000	Citigroup 6.8% 2038	2,664	0.70
2,245,000	Direct Line 9.25% 2042	2,802	0.73
881,000	Dwr Cymru Financing 2.5% 2036	857	0.22
800,000	E.ON Finance 6.75% 2039	1,216	0.32
1,450,000	Enel 5.75% 2040	1,960	0.51
2,620,000	Eversholt 3.529% 2042	2,582	0.67
2,489,000	Gatwick 4.625% 2034	2,952	0.77
1,410,000	Heathrow Funding 5.875% 2041	2,002	0.52
1,370,000	HSBC 5.375% 2033	1,699	0.44
1,600,000	HSBC 6% 2040	2,112	0.55
2,400,000	Innogy 4.75% 2034	2,852	0.75
340,000	John Lewis 4.25% 2034	347	0.09
350,000	Land Securities 2.625% 2037	341	0.09
1,280,000	Lloyds Bank 6.5% 2040	1,956	0.51
1,300,000	London & Quadrant Housing Trust 4.625% 2033	1,564	0.41
1,400,000	Munich Re 6.625% fixed to floating 2042	1,627	0.43
2,550,000	National Grid 2.625% 2038	2,351	0.61
1,293,000	Northumbrian Water 5.125% 2042	1,722	0.45
1,370,000	Orange 5.625% 2034	1,822	0.48
1,200,000	QBE Insurance 6.115% 2042	1,327	0.35
700,000	RWE 6.125% 2039	999	0.26
1,090,000	Severn Trent 4.875% 2042	1,412	0.37
2,467,000	Southern Water 4.5% 2038	2,646	0.69
910,000	SSE 6.25% fixed to floating 2038	1,329	0.35

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Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,200,000	Standard Chartered 4.375% 2038	1,309	0.34
2,085,000	Tesco 5.744% 2040	2,383	0.62
750,000	Thames Water 4.375% 2034	864	0.23
2,000,000	Thames Water 5.5% 2041	2,711	0.71
560,000	Together Housing 4.5% 2042	681	0.18
500,000	Trafford Centre 6.5% 2033	573	0.15
810,000	Transport for London 3.875% 2042	1,009	0.26
1,000,000	United Utilities 5% 2035	1,289	0.34
2,000,000	Veolia Environment 6.125% 2037	2,830	0.74
greater than 25 years to maturity			
3,200,000	AT&T 4.25% 2043	3,462	0.90
1,000,000	Aviva 6.875% 2058	1,294	0.34
668,000	AXA 5.625% 2054	750	0.20
1,900,000	Channel Link 3.043% 2050	1,874	0.49
630,000	Channel Link 6.341% 2046	767	0.20
731,000	Clarion Housing 3.125% 2048	726	0.19
1,016,000	Koninklijke KPN 6.875% 2073	1,097	0.29
550,000	Legal & General 5.5% 2064	611	0.16
1,913,000	NGG 5.625% fixed to floating 2073	2,129	0.56
330,000	Notting Hill Housing Trust 4.375% 2054	406	0.11
1,050,000	Orange 5.375% 2050	1,479	0.39
900,000	Paragon 3.625% 2047	957	0.25
1,444,000	Peabody Capital 4.625% 2053	1,925	0.50
700,000	Prudential 5.7% fixed to floating 2063	808	0.21
1,660,000	RL Finance 6.125% fixed to floating 2043	1,874	0.49
850,000	Sanctuary Capital 5% 2047	1,152	0.30
370,000	SSE 3.625% 2077	380	0.10
1,200,000	Swan Housing Capital 3.625% 2048	1,267	0.33
1,414,000	Vodafone 3% 2056	1,201	0.31
1,550,000	Vodafone 3.375% 2049	1,425	0.37
660,000	Wheatley 4.375% 2044	775	0.20
Perpetual			
1,600,000	Assicurazioni Generali 6.269% fixed to floating Perpetual	1,772	0.46
1,906,000	AXA 5.453% fixed to floating Perpetual	2,073	0.54
800,000	AXA 6.772% fixed to floating Perpetual	848	0.22
750,000	Bank of Scotland PLC 7.281% Perpetual	918	0.24
2,002,000	Dignity 4.6956% Perpetual	1,978	0.52
1,200,000	Direct Line 4.75% Perpetual	1,154	0.30

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Interim Report & Financial Statements

Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
2,150,000	ELM 6.3024% fixed to floating Perpetual	2,235	0.58
650,000	HBOS 6.461% Perpetual	666	0.17
650,000	HBOS 7.881% fixed to floating Perpetual	940	0.25
500,000	HSBC 5.844% fixed to floating Perpetual	632	0.17
800,000	Lloyds Bank 13% fixed to floating Perpetual	1,451	0.38
1,000,000	Lloyds Banking Group 7.625% fixed to floating Perpetual	1,132	0.30
750,000	National Capital Trust I 5.62% Perpetual	765	0.20
1,000,000	Nationwide Building Society 6.875% Perpetual	1,043	0.27
800,000	Orange 5.75% fixed to floating Perpetual	889	0.23
1,440,000	Pennon 2.875% Perpetual	1,442	0.38
1,000,000	Royal Bank Of Scotland 5.625% Perpetual	1,096	0.29
1,100,000	Royal Bank of Scotland 9.5% Perpetual	1,123	0.29
900,000	RWE 7% fixed to floating Perpetual	933	0.24
1,020,000	SSE 3.875% fixed to floating Perpetual	1,051	0.27
Government Bonds (5.01%)		14,765	3.86
between 5 and 10 years to maturity			
2,530,000	Transport for London 2.125% 2025	2,575	0.67
between 10 and 15 years to maturity			
4,100,000	European Investment Bank 5.625% fixed to floating 2032	5,964	1.56
between 15 and 25 years to maturity			
1,000,000	European Investment Bank 3.875% 2037	1,296	0.34
3,261,000	European Investment Bank 5% 2039	4,930	1.29
US Dollar Denominated Bonds (5.39%)		19,834	5.19
Corporate Bonds (5.39%)		19,834	5.19
between 5 and 10 years to maturity			
1,800,000	CCO 5.125% 2027	1,225	0.32
1,300,000	Charter Communications 4.908% 2025	959	0.25
1,233,000	Service Corporation International 5.375% 2024	920	0.24
1,310,000	UBS 4.125% 2026	942	0.25
between 15 and 25 years to maturity			
1,281,000	CVS Health 4.875% 2035	949	0.25

Standard Life Investment Company II

Interim Report & Financial Statements

Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
greater than 25 years to maturity			
1,670,000	QBE Insurance 6.75% 2044	1,293	0.34
1,820,000	WPP 5.625% 2043	1,377	0.36
Perpetual			
500,000	AXA 6.463% fixed to floating Perpetual	364	0.10
1,400,000	Bank of America 6.3% Perpetual	1,076	0.28
2,500,000	Credit Agricole 7.875% Perpetual	1,969	0.51
1,500,000	HBOS Capital Funding 6.85% Perpetual	1,103	0.29
1,480,000	Lloyds Banking Group 6.413% Perpetual	1,152	0.30
1,500,000	Royal Bank of Scotland 8.625% Perpetual	1,193	0.31
495,000	SEB 5.75% Perpetual	363	0.09
2,900,000	Societe Generale 7.875% Perpetual	2,282	0.60
3,470,000	UBS 7.125% Perpetual	2,667	0.70
Derivatives (0.25%)		(261)	(0.07)
Forward Currency Contracts (0.30%)		(231)	(0.06)
	Buy EUR 356,449 Sell GBP 311,171 05/06/2018	2	0.00
	Buy EUR 1,541,916 Sell GBP 1,360,331 05/06/2018	(7)	0.00
	Buy GBP 1,155,394 Sell EUR 1,300,000 05/06/2018	14	0.00
	Buy GBP 1,404,592 Sell EUR 1,599,000 05/06/2018	1	0.00
	Buy GBP 1,861,733 Sell EUR 2,124,021 05/06/2018	(3)	0.00
	Buy GBP 15,390,345 Sell EUR 17,414,030 05/06/2018	99	0.03
	Buy GBP 130,092 Sell USD 179,710 05/06/2018	0	0.00
	Buy GBP 350,912 Sell USD 489,434 05/06/2018	(4)	0.00
	Buy GBP 19,495,714 Sell USD 27,357,784 05/06/2018	(333)	(0.09)
Interest Rate Swaps (0.05%)		(30)	(0.01)
EUR 2,300,000	Pay fixed 1.033% receive floating EURIBOR 03/08/2025	(64)	(0.02)
USD 4,500,000	Pay fixed 2.1902% receive floating USD-LIBOR 29/11/2026	174	0.05
USD 1,480,000	Pay fixed 2.7775% receive floating USD-LIBOR 03/08/2045	47	0.01
GBP 1,200,000	Pay floating GBP-LIBOR receive fixed 1.2283% 10/10/2036	(90)	(0.02)
GBP 1,600,000	Pay floating GBP-LIBOR receive fixed 1.551% 03/05/2026	14	0.00

Standard Life Investment Company II

Interim Report & Financial Statements

Ethical Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Interest Rate Swaps (continued)			
GBP 3,000,000	Pay floating GBP-LIBOR receive fixed 1.5648% 23/10/2047	(72)	(0.02)
USD 1,000,000	Pay floating USD-LIBOR receive fixed 2.1902% 29/11/2026	(39)	(0.01)
Total investment assets and liabilities		372,556	97.39
Net other assets		10,000	2.61
Total Net Assets		382,556	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 31 October 2017.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	373,168
Investment liabilities	(612)
Net investment assets	372,556
Net other assets	10,000
Total Net Assets	382,556

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(5,549)		5,810
Revenue	6,094		5,109	
Expenses	(752)		(492)	
Interest payable and similar charges	(4)		(3)	
Net revenue before taxation	5,338		4,614	
Taxation	0		0	
Net revenue after taxation		5,338		4,614
Total return before distributions		(211)		10,424
Distributions		(5,338)		(4,614)
Change in net assets attributable to shareholders from investment activities		(5,549)		5,810

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		387,230		280,902
Amounts receivable on the issue of shares	15,518		44,276	
Amounts payable on the cancellation of shares	(19,071)		(33,356)	
		(3,553)		10,920
Dilution adjustment		5		207
Change in net assets attributable to shareholders from investment activities (see above)		(5,549)		5,810
Retained distribution on accumulation shares		4,423		3,519
Closing net assets attributable to shareholders		382,556		301,358

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 II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		373,168		376,355
Current assets:				
Debtors	6,376		6,722	
Cash and bank balances	4,633		5,520	
		11,009		12,242
Total assets		384,177		388,597
Liabilities:				
Investment liabilities		(612)		(237)
Creditors	(587)		(681)	
Distribution payable	(422)		(449)	
		(1,009)		(1,130)
Total liabilities		(1,621)		(1,367)
Net assets attributable to shareholders		382,556		387,230

Standard Life Investment Company II Interim Report & Financial Statements

Ethical Corporate Bond Fund

Distribution Tables

for the three months ended 31 January 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 31 January 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	0.4315	-	0.4315*	0.3974
Group 2	0.1876	0.2439	0.4315*	0.3974
Institutional accumulation				
Group 1	0.5445	-	0.5445*	0.4842
Group 2	0.1551	0.3894	0.5445*	0.4842
Retail income				
Group 1	0.2962	-	0.2962**	0.2787
Group 2	0.1858	0.1104	0.2962**	0.2787
Institutional income				
Group 1	0.3576	-	0.3576**	0.3264
Group 2	0.1963	0.1613	0.3576**	0.3264
Standard Life accumulation				
Group 1	0.6929	-	0.6929*	0.6032
Group 2	0.4426	0.2503	0.6929*	0.6032
Institutional regulated accumulation				
Group 1	0.6126	-	0.6126*	0.5448
Group 2	-	-	-	-
Standard Life B accumulation				
Group 1	0.7098	-	0.7098*	0.6092
Group 2	-	-	-	0.6092
Platform 1 accumulation				
Group 1	0.4333	-	0.4333*	0.3868
Group 2	0.2475	0.1858	0.4333*	0.3868
Platform 1 income				
Group 1	0.3713	-	0.3713**	0.3399
Group 2	0.1970	0.1743	0.3713**	0.3399

Standard Life Investment Company II

Interim Report & Financial Statements

Ethical 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
Institutional A accumulation				
Group 1	0.2986	-	0.2986*	0.2680
Group 2	-	-	-	-
Institutional A income				
Group 1	0.2845	-	0.2845**	0.2640
Group 2	-	-	-	-

* Distribution accumulated on 31 January 2018

** Distribution paid on 31 March 2018

Standard Life Investment Company II

Interim Report & Financial Statements

Ethical Corporate Bond Fund

Distribution Tables (Continued)

for the three months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 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	0.4365	-	0.4365*	0.4787
Group 2	0.2226	0.2139	0.4365*	0.4787
Institutional accumulation				
Group 1	0.5461	-	0.5461*	0.5847
Group 2	0.3027	0.2434	0.5461*	0.5847
Retail income				
Group 1	0.2982	-	0.2982**	0.3346
Group 2	0.1758	0.1224	0.2982**	0.3346
Institutional income				
Group 1	0.3563	-	0.3563**	0.3924
Group 2	0.2822	0.0741	0.3563**	0.3924
Standard Life accumulation				
Group 1	0.6904	-	0.6904*	0.7213
Group 2	0.2488	0.4416	0.6904*	0.7213
Institutional regulated accumulation				
Group 1	0.5958	-	0.5958*	0.6286
Group 2	-	-	-	-
Standard Life B accumulation				
Group 1	0.7063	-	0.7063*	0.7424
Group 2	-	-	-	-
Platform 1 accumulation				
Group 1	0.4351	-	0.4351*	0.4683
Group 2	0.2178	0.2173	0.4351*	0.4683
Platform 1 income				
Group 1	0.3705	-	0.3705**	0.4090
Group 2	0.2209	0.1496	0.3705**	0.4090

Standard Life Investment Company II

Interim Report & Financial Statements

Ethical 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
Institutional A accumulation				
Group 1	0.3136	-	0.3136*	0.3250
Group 2	-	-	-	-
Institutional A income				
Group 1	0.2918	-	0.2918**	0.3150
Group 2	-	-	-	-

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 June 2018

Standard Life Investment Company II Interim Report & Financial Statements

European Equity Index Tracker Fund

Manager's Report

Fund Information	
Launch Date	11 April 2005
Closure Date	14 June 2012

All the shares in this 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 II

Interim Report & Financial Statements

European Equity Index Tracker Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
European Equities (0.00%)		0	0.00
Austria (0.00%)		2	0.00
1,311	Immofinanz	2	0.00
Ireland (0.00%)		0	0.00
18,022	Anglo Irish Bank Corporation*	0	0.00
Total investment assets		2	0.00
Net other liabilities		(2)	0.00
Total Net Assets		0	0.00

The percentage figures in brackets show the comparative holding as at 31 October 2017

*Delisted

Standard Life Investment Company II

Interim Report & Financial Statements

European Equity Index Tracker Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains/(losses)		2		(30)
Revenue	1		0	
Expenses	0		0	
Net revenue before taxation	1		0	
Taxation	0		19	
Net revenue after taxation		1		19
Total return before distributions		3		(11)
Distributions		0		0
Change in net assets attributable to shareholders from investment activities		3		(11)

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets		0		0
Amounts receivable on the issue of shares	0		0	
Amounts payable on the cancellation of shares	0		0	
		0		0
Change in net assets attributable to shareholders from investment activities (see above)		3		(11)
Residual payment to shareholders from redemption of shares		(3)		11
Closing net assets		0		0

Standard Life Investment Company II

Interim Report & Financial Statements

European Equity Index Tracker Fund

Financial Statements Continued

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		2		0
Current assets:				
Debtors	0		0	
Cash and bank balances	457		458	
		457		458
Total assets		459		458
Liabilities:				
Creditors	(459)		(458)	
		(459)		(458)
Total liabilities		(459)		(458)
Net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

European Ethical Equity Fund

Investment Report

Fund Information	
Fund Manager	Susan Tarry
Launch Date	24 September 2007
Benchmark	IA Europe (ex UK)

Investment objective

The investment 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 in equities and equity type investments that comply with certain ethical criteria of companies listed predominantly on the main European markets or which, in the opinion of the ACD, carry on a significant part of their operations in Europe (excluding 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 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.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investment in an actively managed portfolio of mainly European equities that comply with certain ethical criteria. The nature of the portfolio affords investors a focused investment approach, whilst providing proper diversification across ethically acceptable mainly European equities. Investors 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 horizon of at least 5 years.

Further information about the ethical criteria applied to this Sub-fund can be obtained from the ACD.

Performance

Over the period under review, the Sub-fund returned -2.11% compared to the IMA Europe (excluding UK) average of -1.39% (source: Morningstar, basic-rate taxpayer, bid-to-bid basis).

A position in Philips Lighting hurt relative returns as the company's consumer business operations suffered due to destocking; overall demand has also been weaker than some had expected. This was not helpful in the context of a business that continues to outperform its reference market. Nonetheless, we believe these headwinds will dissipate and we retain the holding thanks to Philips' 5% dividend yield and attractive valuation. Meanwhile, shares in French utilities firm Suez fell back after it issued a profit warning. This was due to it walking away from contracts in India and Morocco, as well as higher-than-expected costs in Catalonia after it relocated its headquarters. Elsewhere, Vestas Wind Systems saw share prices drop as a result of mounting concerns around the regulatory environment in the US and intensifying pricing pressure. Positions in Inditex, Prysmian and our lack of exposure to Total also weighed on Sub-fund performance.

On a more positive note, a holding in IT and financial services provider Wirecard excelled. The company continues to deliver strong top-line growth thanks to a combination of structural drivers and adroit market positioning. Travel provider TUI found its shares in demand after it was able to extend its 10% midterm growth target by one year thanks to a more rational pricing environment in the German market. Ambu is a Danish company that develops, produces and markets diagnostic and life-supporting equipment to hospitals and rescue services. Its strong performance was driven by new product launches, such as disposable endoscopes, which helped the company beat its own forecasts. Additional highlights included Kesko, Scout24 and zero exposure to Sanofi.

Activity

Turning to recent activity, we initiated a position in Finnish lift/escalator group Kone, as we see an inflection point in Chinese orders that should lead to higher-than-forecast volumes and pricing. New technologies also mean the company should be able to make more profit on its maintenance contracts in China. As a result, our analyst thinks 20% upgrades to EBIT (earnings before interest & taxes) over the next two years are possible. Elsewhere, we purchased shares in Swiss investment bank/financial services group UBS. Most of the regulatory risks are now behind the company, and the potential for growth – especially in Asia – allied with a sustainable dividend make this an attractive proposition. Meanwhile, we took advantage of relative share price weakness to initiate a position in sportswear giant Adidas. It has strong dividend growth potential, driven by attractive top-line numbers, while its focus on generating profits is also impressive.

On the other side of the ledger, we sold Nokia as top-line growth and margins in its core networks business are slower than we expected. We exited Nordea Bank, which is losing market share in the Nordics, while developments in the Swedish property sector remain challenging. Staying in the region, Orkla has a number of operations, including in the branded consumer goods, aluminium solutions and financial investment sectors. We decided to move out of the stock after our analyst downgraded the company, concerned that its restructuring was taking longer than hoped. The likely negative impact of rising raw material input costs was also a factor.

Standard Life Investment Company II Interim Report & Financial Statements

European Ethical Equity Fund

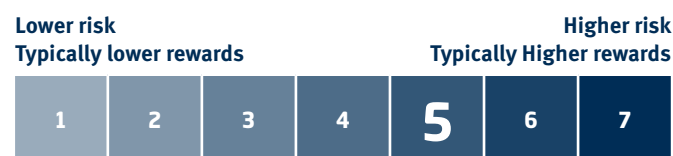
Investment Report (Continued)

Outlook

Economic conditions remain generally positive across Europe, but over time may result in an upturn in inflationary pressures. While still accommodative, European monetary policy is likely to become less so in the face of this dynamic. A gradually rising yield environment should be supportive for equities, helped by the fact that companies are still paying dividends to shareholders while also pursuing earnings-accretive M&A deals. Of course, challenges remain, not least around politics (both in Europe and further afield), the threat of a US/China trade war and the potential for a policy misstep by central bankers.

In this environment, our strategy remains the same: we look for bottom-up stock ideas where change has not been identified by market participants and therefore not priced into the stock valuation. Sector-wise, the Sub-fund remains overweight financials, technology and industrials, and underweight consumer goods and pharmaceuticals.

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 II Interim Report & Financial Statements

European Ethical Equity Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	73.17	61.72	51.70	48.33
Return before operating charges*	(0.92)	12.35	10.74	4.22
Operating charges**	(0.48)	(0.90)	(0.72)	(0.85)
Return after operating charges*	(1.40)	11.45	10.02	3.37
Distributions	(0.42)	(0.82)	(0.84)	(0.82)
Retained distributions on accumulation share	0.42	0.82	0.84	0.82
Closing net asset value per share	71.77	73.17	61.72	51.70
* after direct transaction costs of:***	0.04	0.08	0.09	0.07
Performance+				
Return after charges	-1.91%	18.55%	19.38%	6.97%
Other information				
Closing net asset value (£'000)	3,528	3,123	2,072	1,626
Closing number of shares	4,917,310	4,268,251	3,356,478	3,145,378
Operating charges****	1.34%	1.34%	1.34%	1.64%
Direct transaction costs***	0.12%	0.12%	0.17%	0.14%
Prices				
Highest share price	74.84	73.96	62.56	55.58
Lowest share price	68.21	56.77	46.84	47.68

** 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 II Interim Report & Financial Statements

European Ethical Equity Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	77.90	65.47	54.24	50.63
Return before operating charges*	(0.99)	13.05	11.73	4.09
Operating charges**	(0.33)	(0.62)	(0.50)	(0.48)
Return after operating charges*	(1.32)	12.43	11.23	3.61
Distributions	(0.62)	(1.21)	(1.20)	(1.00)
Retained distributions on accumulation share	0.62	1.21	1.20	1.00
Closing net asset value per share	76.58	77.90	65.47	54.24
* after direct transaction costs of:***	0.04	0.09	0.10	0.08
Performance+				
Return after charges	-1.69%	18.99%	20.70%	7.13%
Other information				
Closing net asset value (£'000)	8,009	6,554	3,342	1,996
Closing number of shares	10,458,124	8,413,175	5,105,062	3,679,253
Operating charges****	0.87%	0.87%	0.87%	0.89%
Direct transaction costs***	0.12%	0.12%	0.18%	0.15%
Prices				
Highest share price	79.75	78.62	66.21	58.40
Lowest share price	72.74	60.12	49.52	50.04

** 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 II Interim Report & Financial Statements

European Ethical Equity Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	83.86	69.96	57.44	53.29
Return before operating charges*	(1.07)	13.99	12.59	4.23
Operating charges**	(0.05)	(0.09)	(0.07)	(0.08)
Return after operating charges*	(1.12)	13.90	12.52	4.15
Distributions	(0.97)	(1.86)	(1.73)	(1.39)
Retained distributions on accumulation share	0.97	1.86	1.73	1.39
Closing net asset value per share	82.74	83.86	69.96	57.44
* after direct transaction costs of:***	0.05	0.09	0.10	0.08
Performance+				
Return after charges	-1.34%	19.87%	21.80%	7.79%
Other information				
Closing net asset value (£'000)	51	54	34	93
Closing number of shares	61,509	64,281	48,734	161,630
Operating charges****	0.12%	0.12%	0.12%	0.14%
Direct transaction costs***	0.12%	0.12%	0.17%	0.14%
Prices				
Highest share price	85.99	84.60	70.74	61.70
Lowest share price	78.54	64.27	52.65	52.76

** 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.

Standard Life Investment Company II Interim Report & Financial Statements

European Ethical Equity Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	81.30	68.00	56.06	52.11
Return before operating charges*	(1.03)	13.61	12.19	4.20
Operating charges**	(0.17)	(0.31)	(0.25)	(0.25)
Return after operating charges*	(1.20)	13.30	11.94	3.95
Distributions	(0.82)	(1.59)	(1.51)	(1.24)
Retained distributions on accumulation share	0.82	1.59	1.51	1.24
Closing net asset value per share	80.10	81.30	68.00	56.06
* after direct transaction costs of:***	0.05	0.09	0.10	0.08
Performance+				
Return after charges	-1.48%	19.56%	21.30%	7.58%
Other information				
Closing net asset value (£'000)	3,365	3,391	2,031	1,585
Closing number of shares	4,200,915	4,171,373	2,987,017	2,827,280
Operating charges****	0.42%	0.42%	0.42%	0.44%
Direct transaction costs***	0.12%	0.12%	0.17%	0.14%
Prices				
Highest share price	83.31	82.02	68.78	60.24
Lowest share price	76.05	62.47	51.28	51.56

** 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 II Interim Report & Financial Statements

European Ethical Equity Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life B accumulation				
Change in net assets per share				
Opening net asset value per share	84.49	70.32	57.82	53.59
Return before operating charges*	(1.08)	14.18	12.51	4.25
Operating charges**	0.00	(0.01)	(0.01)	(0.02)
Return after operating charges*	(1.08)	14.17	12.50	4.23
Distributions	(1.02)	(1.95)	(1.61)	(1.45)
Retained distributions on accumulation share	1.02	1.95	1.61	1.45
Closing net asset value per share	83.41	84.49	70.32	57.82
* after direct transaction costs of:***	0.05	0.09	0.11	0.08
Performance+				
Return after charges	-1.28%	20.15%	21.62%	7.89%
Other information				
Closing net asset value (£'000)	176,718	166,893	141,592	138,518
Closing number of shares	211,862,870	197,530,860	201,354,231	239,580,173
Operating charges****	0.01%	0.01%	0.01%	0.03%
Direct transaction costs***	0.12%	0.12%	0.18%	0.14%
Prices				
Highest share price	86.66	85.34	71.27	62.07
Lowest share price	79.17	64.77	53.01	53.06

** 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 II Interim Report & Financial Statements

European Ethical Equity Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	113.19	95.17	78.88	73.67
Return before operating charges*	(1.44)	18.98	17.05	5.95
Operating charges**	(0.50)	(0.96)	(0.76)	(0.74)
Return after operating charges*	(1.94)	18.02	16.29	5.21
Distributions	(0.87)	(1.71)	(1.70)	(1.39)
Retained distributions on accumulation share	0.87	1.71	1.70	1.39
Closing net asset value per share	111.25	113.19	95.17	78.88
* after direct transaction costs of:***	0.06	0.13	0.15	0.11
Performance+				
Return after charges	-1.71%	18.93%	20.65%	7.07%
Other information				
Closing net asset value (£'000)	14,267	11,259	6,296	2,946
Closing number of shares	12,824,431	9,947,271	6,615,596	3,734,510
Operating charges****	0.92%	0.92%	0.92%	0.94%
Direct transaction costs***	0.12%	0.12%	0.18%	0.14%
Prices				
Highest share price	115.87	114.23	96.25	84.98
Lowest share price	105.68	87.38	72.03	72.85
<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>				

Standard Life Investment Company II

Interim Report & Financial Statements

European Ethical Equity Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
European Equities (97.14%)		198,776	96.52
Austria (0.00%)		2,005	0.97
56,342	Erste	2,005	0.97
Denmark (8.94%)		16,725	8.12
1,772	A.P. Moller-Maersk	2,074	1.01
233,324	Ambu	3,931	1.91
145,924	Danske Bank	3,708	1.80
28,973	Pandora	2,343	1.14
166,341	Tryg	2,855	1.38
38,590	Vestas Wind Systems	1,814	0.88
Finland (2.53%)		4,612	2.24
75,263	Kesko	3,204	1.56
39,016	Kone	1,408	0.68
France (18.18%)		38,681	18.78
61,648	Accor	2,532	1.23
33,043	Amundi	2,041	0.99
171,608	AXA	3,569	1.73
77,555	Bouygues	2,873	1.40
33,233	Essilor	3,294	1.60
258,669	Orange	3,430	1.67
36,535	Orpea	3,407	1.65
93,001	Plastic Omnium	3,249	1.58
24,461	Renault	1,926	0.94
47,654	Saint-Gobain	1,818	0.88
66,826	Schneider Electric	4,408	2.14
14,555	SEB	2,029	0.98
131,536	Suez	1,379	0.67
23,400	Teleperformance	2,726	1.32

Standard Life Investment Company II

Interim Report & Financial Statements

European Ethical Equity Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Germany (13.96%)		40,947	19.88
22,489	Adidas	4,020	1.95
31,137	Allianz	5,369	2.61
129,185	Deutsche Post	4,098	1.99
211,490	Deutsche Telekom	2,680	1.30
71,594	Deutsche Wohnen	2,454	1.19
405,839	E.ON	3,236	1.57
152,588	Infineon Technology	2,847	1.38
32,755	SAP	2,651	1.29
57,887	Scout24	2,175	1.06
17,275	Siltronic	2,024	0.98
233,194	TUI	3,829	1.86
41,794	Wirecard	4,148	2.01
37,865	Zalando	1,416	0.69
Ireland (5.14%)		8,723	4.24
130,064	CRH	3,358	1.63
230,985	Glanbia	2,830	1.38
77,271	Kingspan	2,535	1.23
Italy (7.61%)		13,534	6.57
867,771	Enel	4,008	1.95
84,872	Interpump	1,961	0.95
896,084	Intesa Sanpaolo	2,482	1.20
296,066	Mediobanca	2,614	1.27
115,472	Prysmian	2,469	1.20
Netherlands (13.25%)		22,471	10.91
33,386	ASML	4,611	2.25
98,014	ASR Nederland	3,365	1.63
242,640	ING	2,973	1.44
111,087	Philips Lighting	2,458	1.19
58,683	Randstad	2,744	1.33
265,896	RELX	4,106	1.99
151,060	Wessanen	2,214	1.08
Norway (1.01%)		3,057	1.48
189,826	Telenor	3,057	1.48

Standard Life Investment Company II

Interim Report & Financial Statements

European Ethical Equity Fund

Portfolio Statement as at 30 April 2018 (Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Spain (6.52%)		13,701	6.66
65,289	Amadeus	3,473	1.69
951,359	Banco Santander	4,482	2.18
368,155	Bankinter	2,803	1.36
130,233	Inditex	2,943	1.43
Sweden (13.08%)		17,814	8.65
108,079	Assa Abloy	1,648	0.80
343,933	Husqvarna	2,401	1.17
205,698	Sandvik	2,554	1.24
210,112	Securitas	2,481	1.20
269,858	Svenska Cellulosa	2,178	1.06
216,794	Swedbank	3,428	1.66
185,116	Thule Group	3,124	1.52
Switzerland (6.92%)		16,506	8.02
327,279	Credit Suisse	4,030	1.96
6,732	Partners	3,587	1.74
17,568	Temenos	1,615	0.78
272,467	UBS	3,349	1.63
16,858	Zurich	3,925	1.91
Forward Currency Contracts (0.00%)		-	-
Total Investment assets		198,776	96.52
Net other assets		7,162	3.48
Total Net Assets		205,938	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 31 October 2017.

Standard Life Investment Company II Interim Report & Financial Statements

European Ethical Equity Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(5,334)		10,930
Revenue	2,652		2,263	
Expenses	(115)		(69)	
Interest payable and similar charges	(3)		(3)	
Net revenue before taxation	2,534		2,191	
Taxation	(143)		(113)	
Net revenue after taxation		2,391		2,078
Total return before distributions		(2,943)		13,008
Distributions		(2,391)		(2,078)
Change in net assets attributable to shareholders from investment activities		(5,334)		10,930

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		191,274		155,367
Amounts receivable on the issue of shares	22,720		11,446	
Amounts payable on the cancellation of shares	(5,199)		(926)	
		17,521		10,520
Dilution adjustment		81		43
Change in net assets attributable to shareholders from investment activities (see above)		(5,334)		10,930
Retained distribution on accumulation shares		2,396		2,088
Closing net assets attributable to shareholders		205,938		178,948

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 II

Interim Report & Financial Statements

European Ethical Equity Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		198,776		185,810
Current assets:				
Debtors	1,124		676	
Cash and bank balances	6,110		4,836	
		7,234		5,512
Total assets		206,010		191,322
Liabilities:				
Creditors	(72)		(48)	
		(72)		(48)
Total liabilities		(72)		(48)
Net assets attributable to shareholders		205,938		191,274

Standard Life Investment Company II Interim Report & Financial Statements

European Ethical Equity Fund

Distribution Tables

for the six months ended 30 April 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 30 April 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	0.4173	-	0.4173*	0.3943
Group 2	0.3630	0.0543	0.4173*	0.3943
Institutional accumulation				
Group 1	0.6187	-	0.6187*	0.5722
Group 2	0.5443	0.0744	0.6187*	0.5722
Standard Life accumulation				
Group 1	0.9678	-	0.9678*	0.8680
Group 2	0.5076	0.4602	0.9678*	0.8680
Institutional regulated accumulation				
Group 1	0.8186	-	0.8186*	0.7418
Group 2	0.6705	0.1481	0.8186*	0.7418
Standard Life B accumulation				
Group 1	1.0216	-	1.0216*	0.9159
Group 2	0.9083	0.1133	1.0216*	0.9159
Platform 1 accumulation				
Group 1	0.8716	-	0.8716*	0.8072
Group 2	0.6920	0.1796	0.8716*	0.8072

* Distribution accumulated on 30 April 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 II Interim Report & Financial Statements

Global Index Linked Bond Fund

Investment Report

Fund Information	
Fund Manager	Katy Forbes & Adam Skerry
Launch Date	19 May 2004
Benchmark	Barclays World Government Inflation Linked Index (hedged to GBP)

Investment objective

The investment 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 primarily in sovereign issued and corporate inflation-linked debt. The Sub-fund may also invest in conventional government bonds, investment grade corporate entities and other interest bearing securities issued anywhere in the world. Additionally, from time to time, the Sub-fund may invest in other forms of transferable securities, deposits, money market instruments and collective investment schemes in accordance with the FCA Rules.

Risk

Up to 100% of the scheme property of the Sub-fund may be invested in transferable securities which are warrants. If more than 5% of the scheme property of the Sub-fund is invested in warrants the net asset value of the Sub-fund may, at times, be highly volatile. Call options are not deemed to be warrants for the purposes of this 5% restriction.

A substantial portion of the scheme property of the Sub-fund may, in exceptional circumstances, be invested in deposits or moneymarket instruments.

The Sub-fund is intended for investors seeking to limit the impact of inflation on the value of their investments over the longer term, particularly those investors looking to meet future liabilities which are linked to inflation. Income will be generated from a portfolio of global bonds, the majority of which will make payments linked to the prevailing level of inflation in the country of issue. Investors must be able to accept some fluctuation in the income generated and accept some losses in the capital value of their investment due to the volatile nature of the assets held and they should, therefore, have an investment time horizon of at least 5 years.

Performance

Over the period under review, the Sub-fund returned -0.04%, versus the Barclays Global Inflation Linked Bond Index (hedged to sterling) return of 0.32%. Please note Sub-fund return is net of retail charges, while index return is gross (Sub-fund return source: Morningstar, basic rate taxpayer, bid to bid basis, and index return source: Factset).

In the first half of the period, our overweight position in New Zealand inflation-linked bonds versus their UK equivalents

performed well as the former rallied following national government elections, signs of fragility in economic data and dovish rhetoric from the central bank. Another positive for the Sub-fund was our overweight in Canadian real yields. The market continued to recover from the sharp sell-off that followed Bank of Canada rate hikes in July and September. However, our short position in French and German real yields detracted from performance as investors chose to focus on Mario Draghi's dovish messaging on Eurozone inflation rather than the ECB's comments on QE tapering.

In the second half of the period, being long of 10-year US inflation 10-years forward versus equivalent European inflation contributed positively, as European inflation data disappointed while US numbers remained strong. Our underweight positioning in UK real yields also added to returns, as these were impacted by a sell-off in core government bonds early in the year. On the downside, our European curve steepening position struggled as investors began to price in an increased probability of interest rate normalisation, adding flattening pressure to curves.

Activity

At the start of November, we closed our long Australia versus US real yields trade after Australian yields rallied sharply. In the US, we reduced our long position in 30-year US TIPS after a strong performance run. We opened a long position in 10-year US CPI as, in our view, the market had underreacted to recent positive inflation developments. With UK real yields performing strongly as new supply and index developments supported the long-dated end, we took the opportunity to close our overweight position. In mid-December, we closed our curve flattening position on the French yield curve for a small profit. The curve had stabilised following significant flattening throughout the quarter.

In the second half of the period, we unwound our long position in 50-year RPI. We foresee less liability-driven demand for this part of the curve as hedging flows move towards the 30-year sector. We also took profits on a tactical long 10-year US CPI position. While we remain long of US inflation, we had benefited since November from the increased size of this position. Staying in the US, we removed a steepening position at the front end of the US curve as risks that this area of the curve could flatten had increased. We also entered into a forward starting curve steepening position in Europe (10-year to 30-year), as the European curve appeared excessively flat. In mid-February, we increased our long position in 10-year US CPI inflation swaps 10-years forward, which we hold against a short position in equivalent European inflation. Elsewhere, we rebalanced our underweight position in the UK real yield curve to weight it more towards the 20-year rather than the 30-year area. In early March, we added back UK duration in the 30-year sector of the curve given we expect to see continued demand from liability driven investing. At the end of March, we took an overweight position in inflation-linked bonds from Italy versus Spain, anticipating that Italy would outperform.

Outlook

Core government bond markets came under renewed pressure in April, but with risk markets proving vulnerable we see increased risk around directional positions. As such, we have positioned the portfolio with a limited overall net duration position and prefer

Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Investment Report (Continued)

relative-value trades in this environment. We continue to hold duration exposure in longer-dated US TIPS, New Zealand index-linked bonds and short-dated Canada rates. We have an underweight exposure in Europe. We have been more tactical in our UK exposure, where domestic influences from liability driven investing demand often results in a low correlation to global rates moves.

As UK inflation has fallen faster than many had expected, we have benefited from our short position in UK RPI (3-year 3 years-forward). We retain this position as we have a more pessimistic view on UK inflation than is reflected in current pricing. We are long of US inflation, both relative to Europe and outright, which has worked well against a backdrop of divergent realised inflation and stronger oil prices.

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 II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	177.04	180.04	164.08	161.75
Return before operating charges*	0.91	(1.14)	17.82	4.29
Operating charges**	(0.91)	(1.82)	(1.75)	(1.82)
Return after operating charges*	0.00	(2.96)	16.07	2.47
Distributions	(0.65)	(0.76)	(0.54)	(0.73)
Retained distributions on accumulation share	0.65	0.72	0.43	0.59
Closing net asset value per share	177.04	177.04	180.04	164.08
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.00%	-1.64%	9.79%	1.53%
Other information				
Closing net asset value (£'000)	18,927	20,018	23,304	118,290
Closing number of shares	10,690,696	11,307,296	12,944,003	72,092,565
Operating charges****	1.03%	1.03%	1.02%	1.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	179.81	181.01	183.40	170.80
Lowest share price	174.56	172.63	161.60	161.60

** 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 II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	185.59	188.28	170.98	167.88
Return before operating charges*	1.25	(1.18)	18.65	4.45
Operating charges**	(0.56)	(1.12)	(1.07)	(1.03)
Return after operating charges*	0.69	(2.30)	17.58	3.42
Distributions	(1.07)	(1.58)	(1.38)	(1.62)
Retained distributions on accumulation share	1.07	1.49	1.10	1.30
Closing net asset value per share	186.28	185.89	188.28	170.98
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.37%	-1.22%	10.28%	2.04%
Other information				
Closing net asset value (£'000)	306,181	278,921	246,581	58,514
Closing number of shares	164,361,515	150,045,590	130,964,432	34,223,020
Operating charges****	0.61%	0.61%	0.60%	0.60%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	188.90	189.94	191.70	177.50
Lowest share price	183.52	180.62	168.50	167.70

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Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	152.25	155.45	142.06	140.55
Return before operating charges*	0.78	(0.98)	15.37	3.73
Operating charges**	(0.78)	(1.57)	(1.51)	(1.58)
Return after operating charges*	0.00	(2.55)	13.86	2.15
Distributions	(0.56)	(0.65)	(0.47)	(0.64)
Closing net asset value per share	151.69	152.25	155.45	142.06
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.00%	-1.64%	9.76%	1.53%
Other information				
Closing net asset value (£'000)	3,624	4,901	10,313	16,333
Closing number of shares	2,388,861	3,218,970	6,634,621	11,497,425
Operating charges****	1.03%	1.03%	1.02%	1.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	154.64	156.03	158.50	148.10
Lowest share price	149.90	149.06	139.90	140.20

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Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	152.52	155.79	142.34	140.81
Return before operating charges*	0.79	(1.04)	15.48	3.75
Operating charges**	(0.46)	(0.93)	(0.89)	(0.86)
Return after operating charges*	0.33	(1.97)	14.59	2.89
Distributions	(0.88)	(1.30)	(1.14)	(1.36)
Closing net asset value per share	151.97	152.52	155.79	142.34
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.22%	-1.26%	10.25%	2.05%
Other information				
Closing net asset value (£'000)	133,004	134,437	244,437	240,664
Closing number of shares	87,517,717	88,141,282	156,904,464	169,077,856
Operating charges****	0.61%	0.61%	0.60%	0.60%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	155.01	156.44	158.90	148.50
Lowest share price	150.21	149.45	140.30	140.50

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Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	68.54	70.00	63.95	63.23
Return before operating charges*	0.35	(0.47)	6.94	1.71
Operating charges**	(0.01)	(0.02)	(0.02)	(0.01)
Return after operating charges*	0.34	(0.49)	6.92	1.70
Distributions	(0.59)	(0.97)	(0.87)	(0.98)
Closing net asset value per share	68.29	68.54	70.00	63.95
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.50%	-0.70%	10.82%	2.69%
Other information				
Closing net asset value (£'000)	1	2	2	1
Closing number of shares	2,157	2,157	2,157	2,157
Operating charges****	0.03%	0.03%	0.02%	0.02%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	69.71	70.37	71.45	66.76
Lowest share price	67.51	67.18	63.07	63.17
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	196.60	198.11	179.21	175.26
Return before operating charges*	1.03	(1.16)	19.57	4.65
Operating charges**	(0.11)	(0.21)	(0.19)	(0.18)
Return after operating charges*	0.92	(1.37)	19.38	4.47
Distributions	(1.62)	(2.65)	(2.38)	(2.61)
Retained distributions on accumulation share	1.62	2.51	1.90	2.09
Closing net asset value per share	197.52	196.60	198.11	179.21
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.47%	-0.69%	10.81%	2.55%
Other information				
Closing net asset value (£'000)	357	582	417	20
Closing number of shares	180,605	295,850	210,664	11,019
Operating charges****	0.11%	0.11%	0.10%	0.10%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	199.91	200.74	201.70	185.70
Lowest share price	194.37	190.15	176.70	175.10

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Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	86.10	87.04	78.93	77.38
Return before operating charges*	0.44	(0.54)	8.60	2.05
Operating charges**	(0.18)	(0.35)	(0.33)	(0.32)
Return after operating charges*	0.26	(0.89)	8.27	1.73
Distributions	(0.58)	(0.90)	(0.80)	(0.91)
Retained distributions on accumulation share	0.58	0.85	0.64	0.73
Closing net asset value per share	86.36	86.10	87.04	78.93
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.30%	-1.03%	10.48%	2.24%
Other information				
Closing net asset value (£'000)	17,685	19,170	21,128	22,538
Closing number of shares	20,477,666	22,266,084	24,273,476	28,554,615
Operating charges****	0.41%	0.41%	0.40%	0.40%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	87.51	87.95	88.62	81.88
Lowest share price	85.05	83.52	77.80	77.31

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Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	57.00	57.75	52.47	51.54
Return before operating charges*	0.30	(0.35)	5.71	1.36
Operating charges**	(0.19)	(0.37)	(0.36)	(0.34)
Return after operating charges*	0.11	(0.72)	5.35	1.02
Distributions	(0.31)	(0.46)	(0.39)	(0.47)
Retained distributions on accumulation share	0.31	0.43	0.32	0.38
Closing net asset value per share	57.11	57.00	57.75	52.47
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.19%	-1.25%	10.20%	1.98%
Other information				
Closing net asset value (£'000)	118,598	117,798	124,103	78,366
Closing number of shares	207,683,782	206,671,313	214,888,091	149,363,888
Operating charges****	0.66%	0.66%	0.65%	0.65%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.92	58.24	58.80	54.48
Lowest share price	56.26	55.39	51.71	51.48
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	54.03	55.21	50.45	49.90
Return before operating charges*	0.29	(0.38)	5.48	1.34
Operating charges**	(0.18)	(0.36)	(0.34)	(0.33)
Return after operating charges*	0.11	(0.74)	5.14	1.01
Distributions	(0.30)	(0.44)	(0.38)	(0.46)
Closing net asset value per share	53.84	54.03	55.21	50.45
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.20%	-1.34%	10.19%	2.02%
Other information				
Closing net asset value (£'000)	46,167	49,910	89,763	35,412
Closing number of shares	85,753,320	92,371,081	162,583,748	70,195,030
Operating charges****	0.66%	0.66%	0.65%	0.65%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	54.91	55.41	56.31	52.62
Lowest share price	53.21	52.96	49.71	49.81

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Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	58.76	59.39	53.84	52.78
Return before operating charges*	0.30	(0.36)	5.89	1.39
Operating charges**	(0.11)	(0.23)	(0.22)	(0.21)
Return after operating charges*	0.19	(0.59)	5.67	1.18
Distributions	(0.40)	(0.63)	(0.56)	(0.62)
Retained distributions on accumulation share	0.40	0.59	0.44	0.50
Closing net asset value per share	58.95	58.76	59.39	53.84
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.32%	-1.00%	10.53%	2.24%
Other information				
Closing net asset value (£'000)	135,141	128,693	103,260	67,750
Closing number of shares	229,251,750	219,015,826	173,880,784	125,839,718
Operating charges****	0.38%	0.38%	0.38%	0.38%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	59.73	60.02	60.46	55.84
Lowest share price	58.05	56.98	53.07	52.72

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Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	56.28	57.46	52.50	51.93
Return before operating charges*	0.29	(0.35)	5.71	1.38
Operating charges**	(0.11)	(0.22)	(0.21)	(0.20)
Return after operating charges*	0.18	(0.57)	5.50	1.18
Distributions	(0.38)	(0.61)	(0.54)	(0.61)
Closing net asset value per share	56.08	56.28	57.46	52.50
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.32%	-0.99%	10.48%	2.27%
Other information				
Closing net asset value (£'000)	468,855	468,303	378,185	238,907
Closing number of shares	836,070,139	832,067,267	658,207,831	455,087,434
Operating charges****	0.38%	0.39%	0.38%	0.38%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.22	57.75	58.63	54.78
Lowest share price	55.43	55.13	51.75	51.84

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Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A accumulation			
Change in net assets per share			
Opening net asset value per share	53.91	54.85	50.00
Return before operating charges*	0.31	(0.36)	5.31
Operating charges**	(0.30)	(0.57)	(0.44)
Return after operating charges*	0.01	(0.93)	4.87
Distributions	(0.20)	(0.20)	(0.08)
Retained distributions on accumulation share	0.20	0.19	0.06
Closing net asset value per share	53.92	53.91	54.85
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	0.02%	-1.69%	9.74%
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%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	54.75	55.12	55.88
Lowest share price	53.16	52.58	50.00

** 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 commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A income			
Change in net assets per share			
Opening net asset value per share	53.70	54.79	50.00
Return before operating charges*	0.29	(0.32)	5.31
Operating charges**	(0.29)	(0.57)	(0.44)
Return after operating charges*	0.00	(0.89)	4.87
Distributions	(0.19)	(0.20)	(0.08)
Closing net asset value per share	53.51	53.70	54.79
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	0.00%	-1.62%	9.74%
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%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	54.54	55.03	55.84
Lowest share price	52.88	52.53	50.00

** 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 commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (98.23%)		1,229,850	98.51
Australian Dollar Denominated Bonds (4.16%)		32,370	2.59
Government Bonds (4.16%)		32,370	2.59
less than 5 years to maturity			
3,536,000	Australia (Commonwealth of) 1% Index-Linked 2018	2,101	0.17
21,181,000	Australia (Commonwealth of) 1.25% Index-Linked 2022	13,363	1.07
5,756,000	Australia (Commonwealth of) 4% Index-Linked 2020	5,767	0.46
between 5 and 10 years to maturity			
14,524,000	Australia (Commonwealth of) 3% Index-Linked 2025	11,139	0.89
Canadian Dollar Denominated Bonds (3.28%)		25,669	2.06
Government Bonds (3.28%)		25,669	2.06
less than 5 years to maturity			
2,393,000	Canada (Govt of) 4.25% Index-Linked 2021	2,463	0.20
between 5 and 10 years to maturity			
1,161,000	Canada (Govt of) 4.25% Index-Linked 2026	1,304	0.10
between 10 and 15 years to maturity			
10,333,000	Canada (Govt of) 4% Index-Linked 2031	12,315	0.99
between 15 and 25 years to maturity			
829,000	Canada (Govt of) 2% Index-Linked 2041	727	0.06
greater than 25 years to maturity			
11,260,000	Canada (Govt of) 1.5% Index-Linked 2044	8,860	0.71
Danish Krone Denominated Bonds (0.23%)		2,808	0.22
Government Bonds (0.23%)		2,808	0.22
between 5 and 10 years to maturity			
21,024,000	Denmark (Govt of) 0.1% Index-Linked 2023	2,808	0.22

Standard Life Investment Company II

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Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Euro Denominated Bonds (15.01%)		225,790	18.08
Government Bonds (15.01%)		225,790	18.08
less than 5 years to maturity			
10,299,000	France (Govt of) 0.25% Index-Linked 2018	9,692	0.78
11,870,000	France (Govt of) 1.1% Index-Linked 2022	12,893	1.03
7,512,000	France (Govt of) 1.3% Index-Linked 2019	7,451	0.60
21,734,000	France (Govt of) 2.25% Index-Linked 2020	26,087	2.09
9,991,000	Italy (Govt of) 2.1% Index-Linked 2021	10,783	0.86
between 5 and 10 years to maturity			
14,895,000	France (Govt of) 0.1% Index-Linked 2025	14,326	1.15
7,777,000	France (Govt of) 2.1% Index-Linked 2023	9,011	0.72
6,891,000	Germany (Fed Rep of) 0.1% Index-Linked 2026	6,800	0.54
24,125,000	Italy (Govt of) 3.1% Index-Linked 2026	28,458	2.28
4,204,000	Italy (Govt of) 2.6% Index-Linked 2023	5,033	0.40
4,804,000	Italy (Republic of) 2.35% Index-Linked 2024	5,032	0.40
3,285,000	Spain (Govt of) 1.8% Index-Linked 2024	3,456	0.28
between 10 and 15 years to maturity			
11,472,000	France (Govt of) 0.7% Index-Linked 2030	11,955	0.96
4,898,000	France (Govt of) 3.15% Index-Linked 2032	8,361	0.67
2,630,000	France (Govt of) 3.4% Index-Linked 2029	4,343	0.35
7,464,000	Germany (Fed Rep of) 0.5% Index-Linked 2030	7,776	0.62
5,271,000	Italy (Govt of) 1.25% Index-Linked 2032	5,000	0.40
7,458,000	Italy (Govt of) 1.3% Index-Linked 2028	7,160	0.57
1,090,000	Spain (Govt of) 1% Index-Linked Bond 2030	1,081	0.09
between 15 and 25 years to maturity			
2,881,000	France (Govt of) 0.1% Index-Linked 2036	2,740	0.22
7,323,000	France (Govt of) 1.8% Index-Linked 2040	11,130	0.89
6,528,000	Italy (Govt of) 2.35% Index-Linked 2035	8,714	0.70
7,749,000	Italy (Govt of) 2.55% Index-Linked 2041	9,588	0.77
greater than 25 years to maturity			
3,017,000	France (Govt of) 0.1% Index-Linked 2047	2,910	0.23
5,702,000	Germany (Fed Rep of) 0.1% Index-Linked 2046	6,010	0.48

Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Japanese Yen Denominated Bonds (2.10%)		25,880	2.07
Government Bonds (2.10%)		25,880	2.07
between 5 and 10 years to maturity			
329,700,000	Japan (Govt of) 0.1% Index-Linked 2024	2,309	0.18
621,000,000	Japan (Govt of) 0.1% Index-Linked 2024	4,454	0.36
1,109,700,000	Japan (Govt of) 0.1% Index-Linked 2025	7,793	0.62
1,253,400,000	Japan (Govt of) 0.1% Index-Linked 2026	8,852	0.71
348,000,000	Japan (Govt of) 0.1% Index-Linked 2027	2,472	0.20
New Zealand Dollar Denominated Bonds (2.55%)		31,469	2.52
Government Bonds (2.55%)		31,469	2.52
between 5 and 10 years to maturity			
49,222,000	New Zealand (Govt of) 2% Index-Linked 2025	27,736	2.22
between 10 and 15 years to maturity			
5,151,000	New Zealand (Govt of) 3% Index-Linked 2030	3,137	0.25
between 15 and 25 years to maturity			
1,048,000	New Zealand (Govt of) 2.5% Index-Linked 2035	596	0.05
Sterling Denominated Bonds (28.44%)		349,512	28.01
Corporate Bonds (3.18%)		38,936	3.12
less than 5 years to maturity			
572,000	National Grid Gas 4.1875% Index-Linked 2022	1,180	0.09
1,291,000	Rabobank 2.25% Index-Linked 2022	1,976	0.16
between 5 and 10 years to maturity			
4,691,000	Network Rail 1.75% Index-Linked 2027	8,408	0.67
between 15 and 25 years to maturity			
5,210,000	Network Rail 1.375% Index-Linked 2037	11,385	0.91
1,700,000	Southern Water 3.706% Index-Linked 2034	4,246	0.34
greater than 25 years to maturity			
2,670,000	Aberdeen City Council 0.1% Index-Linked 2054	3,185	0.26
1,500,000	Affinity Water 1.548% Index-Linked 2045	2,565	0.21
2,425,000	Network Rail 1.125% Index-Linked 2047	5,991	0.48

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Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (25.26%)		310,576	24.89
less than 5 years to maturity			
7,552,000	UK (Govt of) 1.875% Index-Linked 2022	12,082	0.97
3,713,000	UK (Govt of) 2.5% Index-Linked 2020	13,435	1.08
between 5 and 10 years to maturity			
3,500,000	UK (Govt of) 0.125% Index-Linked 2024	4,487	0.36
8,214,320	UK (Govt of) 1.25% Index-Linked 2027	15,286	1.22
between 10 and 15 years to maturity			
980,000	European Investment Bank 2.4% Index-Linked 2030	2,262	0.18
6,288,237	UK (Govt of) 0.125% Index-Linked 2029	8,854	0.71
7,343,000	UK (Govt of) 1.25% Index-Linked 2032	13,832	1.11
3,175,000	UK (Govt of) 4.125% Index-Linked 2030	11,373	0.91
between 15 and 25 years to maturity			
4,560,000	UK (Govt of) 0.125% Index-Linked 2036	6,656	0.53
8,399,000	UK (Govt of) 0.625% Index-Linked 2040	16,978	1.36
7,159,000	UK (Govt of) 0.625% Index-Linked 2042	15,508	1.24
8,831,000	UK (Govt of) 0.75% Index-Linked 2034	15,025	1.20
709,000	UK (Govt of) 1.125% Index-Linked 2037	1,578	0.13
5,914,000	UK (Govt of) 2% Index-Linked 2035	15,675	1.26
greater than 25 years to maturity			
8,186,000	UK (Govt of) 0.125% Index-Linked 2044	14,314	1.15
5,816,000	UK (Govt of) 0.125% Index-Linked 2046	9,815	0.79
5,586,000	UK (Govt of) 0.125% Index-Linked 2048	9,148	0.73
6,576,000	UK (Govt of) 0.125% Index-Linked 2056	12,721	1.02
6,160,000	UK (Govt of) 0.125% Index-Linked 2058	12,614	1.01
4,264,000	UK (Govt of) 0.125% Index-Linked 2065	9,796	0.78
7,302,000	UK (Govt of) 0.125% Index-Linked 2068	18,313	1.47
7,198,000	UK (Govt of) 0.25% Index-Linked 2052	14,679	1.18
7,208,000	UK (Govt of) 0.375% Index-Linked 2062	18,481	1.48
6,565,000	UK (Govt of) 0.5% Index-Linked 2050	15,576	1.25
4,550,000	UK (Govt of) 0.75% Index-Linked 2047	11,186	0.90
3,158,000	UK (Govt of) 1.25% Index-Linked 2055	10,902	0.87

Standard Life Investment Company II

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Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Swedish Krona Denominated Bonds (0.00%)		8,848	0.71
Government Bonds (0.00%)		8,848	0.71
between 5 and 10 years to maturity			
51,200,000	Sweden (Kingdom of) Inflation Linked Bond 1% 2025	5,265	0.42
between 10 and 15 years to maturity			
22,230,000	Sweden Inflation Linked Bond 3.5% 2028	3,583	0.29
US Dollar Denominated Bonds (42.46%)		527,504	42.25
Government Bonds (42.26%)		527,504	42.25
less than 5 years to maturity			
2,585,100	US Treasury 0.125% Index-Linked 2020	1,979	0.16
25,556,900	US Treasury 0.125% Index-Linked 2021	19,216	1.54
419,900	US Treasury 0.125% Index-Linked 2022	330	0.03
147,000	US Treasury 0.125% Index-Linked 2023	112	0.01
20,540,500	US Treasury 0.625% Index-Linked 2021	16,567	1.33
57,804,300	US Treasury 1.125% Index-Linked 2021	48,555	3.89
13,823,900	US Treasury 1.25% Index-Linked 2020	11,695	0.94
10,228,700	US Treasury 1.375% Index-Linked 2020	8,690	0.70
133,271,000	US Treasury 1.625% Note 2022	92,329	7.39
8,695,100	US Treasury 1.875% Index-Linked 2019	7,523	0.60
between 5 and 10 years to maturity			
26,789,300	US Treasury 0.125% Index-Linked 2024	19,764	1.58
3,077,700	US Treasury 0.125% Index-Linked 2026	2,216	0.18
28,512,000	US Treasury 0.25% Index-Linked 2025	21,108	1.69
492,300	US Treasury 0.375% Index-Linked 2023	378	0.03
26,168,700	US Treasury 0.375% Index-Linked 2025	19,535	1.56
16,500,000	US Treasury 0.375% Index-Linked 2027	11,822	0.95
13,328,700	US Treasury 0.375% Index-Linked 2027	9,662	0.77
11,615,100	US Treasury 0.5% Index-Linked 2028	8,304	0.66
23,550,800	US Treasury 0.625% Index-Linked 2024	18,201	1.46
19,955,000	US Treasury 0.625% Index-Linked 2026	15,059	1.21
9,255,600	US Treasury 1.75% Index-Linked 2028	8,719	0.70
35,550,200	US Treasury 2% Index-Linked 2026	35,498	2.84
15,891,100	US Treasury 2.375% Index-Linked 2025	16,919	1.35
12,630,800	US Treasury 2.375% Index-Linked 2027	12,884	1.03

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Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
between 10 and 15 years to maturity			
1,538,500	US Treasury 2.5% Index-Linked 2029	1,523	0.12
3,831,200	US Treasury 3.375% Index-Linked 2032	5,203	0.42
18,898,700	US Treasury 3.875% Index-Linked 2029	27,432	2.20
between 15 and 25 years to maturity			
13,761,000	US Treasury 0.75% Index-Linked 2042	10,703	0.86
greater than 25 years to maturity			
57,785,400	US Treasury 0.75% Index-Linked 2045	42,668	3.42
2,050,000	US Treasury 0.875% Index-Linked 2047	1,522	0.12
16,143,800	US Treasury 1% Index-Linked 2046	12,590	1.01
21,845,200	US Treasury 1.375% Index-Linked 2044	18,798	1.50
Collective Investment Schemes (1.68%)		37,628	3.01
3,405,299	Standard Life CNAV Euro Liquidity Fund	2,987	0.24
34,640,512	Standard Life CNAV Sterling Liquidity Fund	34,641	2.77
Derivatives (-1.55%)		(8,622)	(0.69)
Forward Currency Contracts (-1.52%)		(10,225)	(0.82)
Buy AUD 5,275,830 Sell GBP 2,858,120 16/07/2018		23	0.00
Buy CAD 23,672,243 Sell GBP 13,177,173 11/05/2018		226	0.02
Buy CAD 543,366 Sell GBP 297,734 06/06/2018		10	0.00
Buy CAD 571,858 Sell GBP 318,551 16/07/2018		5	0.00
Buy DKK 94,008,485 Sell GBP 11,118,997 06/06/2018		(38)	0.00
Buy EUR 3,656,300 Sell GBP 3,219,551 06/06/2018		(9)	0.00
Buy GBP 36,017,376 Sell AUD 64,488,583 06/06/2018		737	0.06
Buy GBP 26,611,413 Sell CAD 46,758,967 11/05/2018		137	0.01
Buy GBP 260,197 Sell CAD 474,882 06/06/2018		(9)	0.00
Buy GBP 273,633 Sell CAD 500,523 06/06/2018		(10)	0.00
Buy GBP 280,010 Sell CAD 494,417 06/06/2018		0	0.00
Buy GBP 12,061,228 Sell CAD 21,446,780 06/06/2018		(73)	(0.01)
Buy GBP 424,627 Sell CAD 767,606 16/07/2018		(9)	0.00
Buy GBP 13,811,842 Sell DKK 117,735,588 16/07/2018		(82)	(0.01)
Buy GBP 60,592,391 Sell EUR 68,448,074 11/05/2018		533	0.04
Buy GBP 2,447,412 Sell EUR 2,797,691 06/06/2018		(9)	0.00
Buy GBP 5,932,818 Sell EUR 6,776,468 06/06/2018		(18)	0.00

Standard Life Investment Company II

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Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Forward Currency Contracts (continued)			
	Buy GBP 17,846,642 Sell EUR 20,315,245 06/06/2018	8	0.00
	Buy GBP 77,987,640 Sell EUR 88,584,167 06/06/2018	201	0.02
	Buy GBP 63,738,805 Sell EUR 72,976,122 16/07/2018	(419)	(0.04)
	Buy GBP 12,056,072 Sell JPY 1,802,037,977 06/06/2018	90	0.01
	Buy GBP 14,047,278 Sell JPY 2,117,323,858 17/07/2018	(24)	0.00
	Buy GBP 259,341 Sell NZD 502,650 11/05/2018	2	0.00
	Buy GBP 327,423 Sell NZD 640,271 06/06/2018	1	0.00
	Buy GBP 8,873,761 Sell NZD 17,066,649 06/06/2018	160	0.01
	Buy GBP 22,833,583 Sell NZD 44,362,410 16/07/2018	229	0.02
	Buy GBP 98,570 Sell SEK 1,120,210 11/05/2018	5	0.00
	Buy GBP 9,521,502 Sell SEK 105,713,306 11/05/2018	739	0.06
	Buy GBP 18,258 Sell SEK 207,917 07/06/2018	1	0.00
	Buy GBP 94,673 Sell SEK 1,108,375 07/06/2018	3	0.00
	Buy GBP 2,325,141 Sell USD 3,324,808 11/05/2018	(88)	(0.01)
	Buy GBP 165,237,372 Sell USD 234,094,924 11/05/2018	(4,640)	(0.37)
	Buy GBP 1,464,970 Sell USD 2,021,833 06/06/2018	0	0.00
	Buy GBP 6,625,721 Sell USD 9,334,110 06/06/2018	(139)	(0.01)
	Buy GBP 7,391,151 Sell USD 10,407,340 06/06/2018	(152)	(0.01)
	Buy GBP 180,223,852 Sell USD 254,148,252 06/06/2018	(3,968)	(0.32)
	Buy GBP 175,751,267 Sell USD 248,895,781 16/07/2018	(4,280)	(0.34)
	Buy NZD 622,460 Sell GBP 325,353 06/06/2018	(8)	0.00
	Buy SEK 1,041,948 Sell GBP 93,607 11/05/2018	(7)	0.00
	Buy USD 35,274,968 Sell GBP 24,990,089 06/06/2018	574	0.04
	Buy USD 7,440,315 Sell GBP 5,308,496 16/07/2018	73	0.01
Inflation Swaps (0.02%)		1,759	0.14
EUR 27,940,000	Pay fixed 1.3825% receive floating CPTFEMUY 15/07/2027	304	0.02
USD 34,940,000	Pay fixed 2.155% receive floating USDCPI 25/07/2037	1,320	0.11
USD 147,563,000	Pay fixed 2.261% receive floating USDCPI 16/04/2023	29	0.00
USD 12,910,000	Pay fixed 2.33% receive floating USDCPI 23/03/2047	198	0.02
USD 18,790,000	Pay fixed 2.36125% receive floating USDCPI 14/02/2038	157	0.01
GBP 9,920,000	Pay fixed 3.17% receive floating UKRPI 15/05/2046	1,265	0.10
GBP 2,455,000	Pay fixed 3.19125% receive floating UKRPI 15/05/2046	286	0.02
GBP 51,820,000	Pay fixed 3.5% receive floating UKRPI 15/05/2020	(503)	(0.04)
GBP 32,820,000	Pay fixed 3.64% receive floating UKRPI 15/02/2020	(354)	(0.03)
GBP 49,130,000	Pay fixed 3.705% receive floating UKRPI 15/01/2020	(608)	(0.05)
EUR 27,940,000	Pay floating CPTFEMUY receive fixed 1.705% 15/07/2037	(304)	(0.02)
GBP 9,920,000	Pay floating UKRPI receive fixed 3.1925% 15/05/2041	(963)	(0.08)
GBP 6,530,000	Pay floating UKRPI receive fixed 3.2125% 15/05/2041	(581)	(0.05)

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Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Inflation Swaps (continued)			
GBP 51,820,000	Pay floating UKRPI receive fixed 3.4525% 15/05/2023	654	0.05
GBP 32,820,000	Pay floating UKRPI receive fixed 3.62% 15/02/2023	681	0.06
GBP 49,130,000	Pay floating UKRPI receive fixed 3.655% 15/01/2023	1,122	0.09
USD 34,940,000	Pay floating USDCPI receive fixed 2.0725% 25/07/2027	(796)	(0.06)
USD 12,910,000	Pay floating USDCPI receive fixed 2.1625% 23/03/2022	(26)	0.00
USD 18,790,000	Pay floating USDCPI receive fixed 2.29325% 14/02/2028	(122)	(0.01)
Interest Rate Swaps (0.01%)		(156)	(0.01)
SEK 1,008,000,000	Pay fixed -0.2085% receive floating SEK-STIBOR 30/10/2019	3	0.00
SEK 211,000,000	Pay fixed 1.2228% receive floating SEK-STIBOR 30/10/2027	(149)	(0.01)
CAD 160,000,000	Pay fixed 1.8175% receive floating CAD-BA-CDOR 26/10/2019	424	0.03
CAD 35,000,000	Pay fixed 2.345% receive floating CAD-BA-CDOR 26/10/2027	528	0.04
CAD 160,000,000	Pay floating CAD-BA-CDOR receive fixed 1.8175% 26/10/2019	(424)	(0.03)
CAD 35,000,000	Pay floating CAD-BA-CDOR receive fixed 2.345% 26/10/2027	(528)	(0.04)
CAD 115,462,000	Pay floating CAD-BA-CDOR receive fixed 2.4425% 06/03/2021	(156)	(0.01)
SEK 1,008,000,000	Pay floating SEK-STIBOR receive fixed -0.2085% 30/10/2019	(3)	0.00
SEK 211,000,000	Pay floating SEK-STIBOR receive fixed 1.2228% 30/10/2027	149	0.01
Total investment assets and liabilities		1,258,856	100.83
Net other liabilities		(10,314)	(0.83)
Total Net Assets		1,248,542	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 31 October 2017.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	1,278,355
Investment liabilities	(19,499)
Net investment assets	1,258,856
Net other liabilities	(10,314)
Total Net Assets	1,248,542

Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital losses		(4,688)		(9,611)
Revenue	11,045		9,006	
Expenses	(3,137)		(3,220)	
Interest payable and similar charges	(187)		(5)	
Net revenue before taxation	7,721		5,781	
Taxation	0		0	
Net revenue after taxation		7,721		5,781
Total return before distributions		3,033		(3,830)
Distributions		(7,721)		(5,780)
Change in net assets attributable to shareholders from investment activities		(4,688)		(9,610)

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		1,222,737		1,241,495
Amounts receivable on the issue of shares	87,368		225,548	
Amounts payable on the cancellation of shares	(60,377)		(184,882)	
		26,991		40,666
Dilution adjustment		8		105
Change in net assets attributable to shareholders from investment activities (see above)		(4,688)		(9,610)
Retained distribution on accumulation shares		3,494		2,144
Unclaimed distributions		0		2
Closing net assets attributable to shareholders		1,248,542		1,274,802

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 II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		1,278,355		1,248,327
Current assets:				
Debtors	4,771		37,636	
Cash and bank balances	(3,463)		(11,068)	
		1,308		26,568
Total assets		1,279,663		1,274,895
Liabilities:				
Investment liabilities		(19,499)		(7,703)
Creditors	(9,246)		(42,755)	
Distribution payable	(2,376)		(1,700)	
		(11,622)		(44,455)
Total liabilities		(31,121)		(52,158)
Net assets attributable to shareholders		1,248,542		1,222,737

Standard Life Investment Company II Interim Report & Financial Statements

Global Index Linked Bond Fund

Distribution Tables

for the three months ended 31 January 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 31 January 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	0.2491	-	0.2491*	0.1878
Group 2	0.1481	0.1010	0.2491*	0.1878
Institutional accumulation				
Group 1	0.4602	-	0.4602*	0.3527
Group 2	0.2909	0.1693	0.4602*	0.3527
Retail income				
Group 1	0.2141	-	0.2141**	0.1622
Group 2	0.0605	0.1536	0.2141**	0.1622
Institutional income				
Group 1	0.3777	-	0.3777**	0.2917
Group 2	0.2102	0.1675	0.3777**	0.2917
Standard Life income				
Group 1	0.2679	-	0.2679**	0.2082
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.7373	-	0.7373*	0.5672
Group 2	0.3495	0.3878	0.7373*	0.5672
Institutional regulated accumulation				
Group 1	0.2570	-	0.2570*	0.1974
Group 2	0.0710	0.1860	0.2570*	0.1974
Platform 1 accumulation				
Group 1	0.1339	-	0.1339*	0.1024
Group 2	0.0704	0.0635	0.1339*	0.1024
Platform 1 income				
Group 1	0.1269	-	0.1269**	0.0986
Group 2	0.0706	0.0563	0.1269**	0.0986

Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked 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
Institutional S accumulation				
Group 1	0.1785	-	0.1785*	0.1370
Group 2	0.0893	0.0892	0.1785*	0.1370
Institutional S income				
Group 1	0.1709	-	0.1709**	0.1326
Group 2	0.0920	0.0789	0.1709**	0.1326
Institutional A accumulation				
Group 1	0.0731	-	0.0731*	0.0520
Group 2	-	-	-	-
Institutional A income				
Group 1	0.0704	-	0.0704**	0.0520
Group 2	-	-	-	-

* Distribution accumulated on 31 January 2018

** Distribution paid on 31 March 2018

Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked Bond Fund

Distribution Tables (Continued)

for the three months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 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	0.3974	-	0.3974*	0.1575
Group 2	0.1065	0.2909	0.3974*	0.1575
Institutional accumulation				
Group 1	0.6081	-	0.6081*	0.3554
Group 2	0.2942	0.3139	0.6081*	0.3554
Retail income				
Group 1	0.3412	-	0.3412**	0.1355
Group 2	0.1496	0.1916	0.3412**	0.1355
Institutional income				
Group 1	0.4976	-	0.4976**	0.2933
Group 2	0.2707	0.2269	0.4976**	0.2933
Standard Life income				
Group 1	0.3193	-	0.3193**	0.2270
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.8826	-	0.8826*	0.6223
Group 2	0.3871	0.4955	0.8826*	0.6223
Institutional regulated accumulation				
Group 1	0.3238	-	0.3238*	0.2063
Group 2	0.2596	0.0642	0.3238*	0.2063
Platform 1 accumulation				
Group 1	0.1794	-	0.1794*	0.1022
Group 2	0.1378	0.0416	0.1794*	-
Platform 1 income				
Group 1	0.1698	-	0.1698**	0.0973
Group 2	0.0983	0.0715	0.1698**	0.0973

Standard Life Investment Company II

Interim Report & Financial Statements

Global Index Linked 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
Institutional S accumulation				
Group 1	0.2238	-	0.2238*	0.1442
Group 2	0.1267	0.0971	0.2238*	0.1442
Institutional S income				
Group 1	0.2137	-	0.2137**	0.1389
Group 2	0.1048	0.1089	0.2137**	0.1389
Institutional A accumulation				
Group 1	0.1240	-	0.1240*	0.0400
Group 2	-	-	-	-
Institutional A income				
Group 1	0.1227	-	0.1227**	0.0400
Group 2	-	-	-	-

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 June 2018

Standard Life Investment Company II Interim Report & Financial Statements

Global REIT Fund

Investment Report

Fund Information

Fund Manager	Svitlana Gubriy
Launch Date	16 January 2007
Benchmark	FTSE EPRA/NAREIT Developed Index (Custom Hedged GBP)

Investment objective

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

Investment policy

The investment policy of the Sub-fund is to invest primarily in listed Real Estate Investment Trusts (REITs), listed securities and shares in companies principally engaged in real estate activities on a global basis.

Risk

The Sub-fund is intended for investors seeking exposure to a portfolio consisting primarily of Real Estate Investment Trusts (REITs) and shares in companies principally engaged in real estate activities on a global basis. Investors must be able to accept some fluctuation in the income generated and accept some losses in the capital value of their investment due to the volatile nature of the assets held.

Performance

Over the period under review, the Sub-fund returned 0.57% against the benchmark (sterling-hedged FTSE EPRA NAREIT Global Index) return of 1.23%. Source: Morningstar (Sub-fund) Factset (benchmark), net of fees, basic rate taxpayer, platform 1 share class.

Stock selection within the US central business district (CBD) office REITs sector detracted from returns, with weak performance from our preferred holdings Empire State and Douglas Emmett. Staying in the US, an off-benchmark holding in American Tower, the owner and operator of wireless and broadcast communications infrastructure, proved negative. It underperformed following merger discussions between two of its largest tenants. In Europe, we participated in the initial public offering (IPO) of German housebuilder Instone. It subsequently underperformed but we are confident in our investment case and continue to hold the company.

On the upside, stock selection in Spain proved positive, with office buildings owner Inmobiliaria Colonial and rival company Axiare Patrimonio outperforming following their merger agreement. Stock selection in Scandinavia also added to returns, as Swedish property company Fabege continued to perform well. Finally, our holdings in US-based C Corp hotels proved beneficial, as the sector outperformed the benchmark.

Investment Activity

Activity during the period included introducing data centre provider Equinix to the portfolio, as we believe that strong demand for co-location data centres will lead to faster-than-expected earnings growth. Also in the US, we trimmed our holding in Physicians Realty and National Retail Properties in order to reduce portfolio sensitivity to changes in US interest rates. We also reduced our holding in Public Storage, reflecting our lower conviction in the stock. Instead, we invested in higher-conviction holdings Vornado and Taubman.

Turning to Europe, we sold Buwog after a takeover bid from Vonovia; and we trimmed Unibail following a bid for Westfield. We invested proceeds into Eurocommercial, which has a strong operating platform, and we added to Gecina, on growing conviction that the Paris rental cycle has turned. In the UK, we sold Land Securities and switched into Derwent London. Underlying fundamentals in the London office market remain well balanced and we expect net asset value (NAV) discounts will begin to reduce as Brexit negotiations progress and uncertainty reduces over the next 12-18 months. Derwent London offers better exposure to this theme.

In Asia, we added to our holdings in Singapore developers through Capitaland Commercial Trust, given increased conviction that we are in the early stages of a recovery in the Singapore office market. In Australia, we sold Scentre, which had outperformed in a tough retail environment, and Lendlease, which performed well following good results. Finally, in Japan, we initiated positions in Kenedix Retail (favourable valuation) and Orix (potential for reducing debt).

Outlook

We continue to focus on companies that should benefit from strong real estate fundamentals and earnings. As interest rates begin to rise, investors are no longer paying extra for yield. Therefore, higher-quality, lower-yielding stocks should outperform. At this stage in the capital cycle, we are looking for markets with rental growth, while expecting a benign but rising interest rate environment.

In the US, our focus is on the industrial and digital communications (data centres and cell tower) REIT sectors. We are positive on Canada, as interest rates remain low and economic activity continues to pick up. We are overweight in continental Europe, with a focus on Spain, where the pace of economic recovery is strong. Elsewhere, we have an underweight position in the UK, where we favour exposure to the industrial sector. We are neutral on Japan and maintain an underweight position in Hong Kong, given weak economic fundamentals.

Standard Life Investment Company II Interim Report & Financial Statements

Global REIT 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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	47.15	45.60	48.88	46.30
Return before operating charges*	0.59	2.19	(2.63)	3.38
Operating charges**	(0.32)	(0.64)	(0.65)	(0.80)
Return after operating charges*	0.27	1.55	(3.28)	2.58
Distributions	(0.58)	(1.18)	(1.11)	(0.84)
Retained distributions on accumulation share	0.58	1.18	1.11	0.84
Closing net asset value per share	47.42	47.15	45.60	48.88
* after direct transaction costs of:***	0.05	0.10	0.12	0.12
Performance+				
Return after charges	0.57%	3.40%	-6.71%	5.57%
Other information				
Closing net asset value (£'000)	4,719	4,943	6,749	11,914
Closing number of shares	9,951,465	10,483,769	14,800,573	24,371,392
Operating charges****	1.38%	1.38%	1.35%	1.65%
Direct transaction costs***	0.20%	0.21%	0.25%	0.25%
Prices				
Highest share price	49.11	47.98	51.15	51.70
Lowest share price	44.70	43.58	42.13	44.47

** 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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	50.56	48.72	51.86	48.73
Return before operating charges*	0.62	2.29	(2.69)	3.59
Operating charges**	(0.23)	(0.45)	(0.45)	(0.46)
Return after operating charges*	0.39	1.84	(3.14)	3.13
Distributions	(0.60)	(1.16)	(1.18)	(0.97)
Retained distributions on accumulation share	0.60	1.16	1.18	0.97
Closing net asset value per share	50.95	50.56	48.72	51.86
* after direct transaction costs of:***	0.05	0.10	0.13	0.13
Performance+				
Return after charges	0.77%	3.78%	-6.05%	6.42%
Other information				
Closing net asset value (£'000)	74,373	22,358	18,238	31,241
Closing number of shares	145,968,109	44,221,785	37,433,263	60,237,758
Operating charges****	0.91%	0.91%	0.88%	0.90%
Direct transaction costs***	0.20%	0.21%	0.26%	0.25%
Prices				
Highest share price	52.70	51.45	54.52	54.55
Lowest share price	48.00	46.51	44.83	47.05

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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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	36.96	36.63	40.17	38.68
Return before operating charges*	0.46	1.78	(2.09)	2.86
Operating charges**	(0.25)	(0.51)	(0.53)	(0.66)
Return after operating charges*	0.21	1.27	(2.62)	2.20
Distributions	(0.45)	(0.94)	(0.92)	(0.71)
Closing net asset value per share	36.72	36.96	36.63	40.17
* after direct transaction costs of:***	0.04	0.08	0.10	0.10
Performance+				
Return after charges	0.57%	3.47%	-6.52%	5.69%
Other information				
Closing net asset value (£'000)	235	307	439	1,093
Closing number of shares	640,457	831,646	1,198,467	2,720,986
Operating charges****	1.38%	1.38%	1.35%	1.65%
Direct transaction costs***	0.20%	0.21%	0.26%	0.25%
Prices				
Highest share price	38.47	37.96	41.23	42.94
Lowest share price	34.88	34.92	34.49	36.59

** 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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	39.28	38.73	42.18	40.38
Return before operating charges*	0.45	1.79	(2.13)	2.98
Operating charges**	(0.18)	(0.36)	(0.36)	(0.38)
Return after operating charges*	0.27	1.43	(2.49)	2.60
Distributions	(0.46)	(0.88)	(0.96)	(0.80)
Closing net asset value per share	39.09	39.28	38.73	42.18
* after direct transaction costs of:***	0.04	0.08	0.11	0.11
Performance+				
Return after charges	0.69%	3.69%	-5.90%	6.44%
Other information				
Closing net asset value (£'000)	5,785	1,544	2,447	3,268
Closing number of shares	14,800,032	3,931,122	6,318,678	7,748,017
Operating charges****	0.92%	0.92%	0.88%	0.90%
Direct transaction costs***	0.20%	0.21%	0.27%	0.26%
Prices				
Highest share price	40.90	40.23	43.46	44.95
Lowest share price	37.09	36.86	36.29	38.38

** 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.

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Standard Life Investment Company II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	42.61	41.71	45.05	42.84
Return before operating charges*	0.47	1.81	(2.31)	3.17
Operating charges**	(0.01)	(0.04)	(0.02)	(0.03)
Return after operating charges*	0.46	1.77	(2.33)	3.14
Distributions	(0.47)	(0.87)	(1.01)	(0.93)
Closing net asset value per share	42.60	42.61	41.71	45.05
* after direct transaction costs of:***	0.04	0.09	0.11	0.11
Performance+				
Return after charges	1.08%	4.24%	-5.17%	7.33%
Other information				
Closing net asset value (£'000)	6,511	6,512	6,375	6,885
Closing number of shares	15,283,001	15,283,001	15,283,001	15,283,001
Operating charges****	0.08%	0.08%	0.05%	0.07%
Direct transaction costs***	0.20%	0.21%	0.25%	0.25%
Prices				
Highest share price	44.47	43.55	46.68	47.83
Lowest share price	40.34	36.69	38.84	40.94
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	54.63	52.20	55.15	51.43
Return before operating charges*	0.62	2.52	(2.88)	3.80
Operating charges**	(0.04)	(0.09)	(0.07)	(0.08)
Return after operating charges*	0.58	2.43	(2.95)	3.72
Distributions	(0.61)	(1.30)	(1.21)	(1.11)
Retained distributions on accumulation share	0.61	1.30	1.21	1.11
Closing net asset value per share	55.21	54.63	52.20	55.15
* after direct transaction costs of:***	0.05	0.11	0.14	0.14
Performance+				
Return after charges	1.06%	4.66%	-5.35%	7.23%
Other information				
Closing net asset value (£'000)	6,780	6,717	39,761	27,602
Closing number of shares	12,281,019	12,294,757	76,170,375	50,048,820
Operating charges****	0.16%	0.16%	0.13%	0.15%
Direct transaction costs***	0.20%	0.21%	0.26%	0.26%
Prices				
Highest share price	56.86	55.45	58.24	57.72
Lowest share price	51.94	49.78	47.76	49.92

** 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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	52.26	50.24	53.31	49.94
Return before operating charges*	0.62	2.33	(2.76)	3.68
Operating charges**	(0.16)	(0.31)	(0.31)	(0.31)
Return after operating charges*	0.46	2.02	(3.07)	3.37
Distributions	(0.61)	(1.23)	(1.21)	(1.03)
Retained distributions on accumulation share	0.61	1.23	1.21	1.03
Closing net asset value per share	52.72	52.26	50.24	53.31
* after direct transaction costs of:***	0.05	0.11	0.14	0.13
Performance+				
Return after charges	0.88%	4.02%	-5.76%	6.75%
Other information				
Closing net asset value (£'000)	10,401	11,173	20,770	23,664
Closing number of shares	19,728,885	21,377,543	41,342,918	44,386,813
Operating charges****	0.61%	0.61%	0.58%	0.60%
Direct transaction costs***	0.20%	0.21%	0.27%	0.25%
Prices				
Highest share price	54.49	53.17	56.14	55.97
Lowest share price	49.64	47.93	46.12	48.35

** 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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	74.53	71.84	76.51	71.92
Return before operating charges*	0.89	3.39	(3.97)	5.31
Operating charges**	(0.35)	(0.70)	(0.70)	(0.72)
Return after operating charges*	0.54	2.69	(4.67)	4.59
Distributions	(0.89)	(1.77)	(1.74)	(1.42)
Retained distributions on accumulation share	0.89	1.77	1.74	1.42
Closing net asset value per share	75.07	74.53	71.84	76.51
* after direct transaction costs of:***	0.07	0.15	0.19	0.19
Performance+				
Return after charges	0.72%	3.74%	-6.10%	6.38%
Other information				
Closing net asset value (£'000)	13,985	15,943	19,774	22,965
Closing number of shares	18,627,705	21,392,504	27,524,801	30,015,944
Operating charges****	0.96%	0.96%	0.93%	0.95%
Direct transaction costs***	0.20%	0.21%	0.25%	0.25%
Prices				
Highest share price	77.67	75.84	80.40	80.50
Lowest share price	70.72	68.58	66.12	69.41

** 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 II Interim Report & Financial Statements

Global REIT Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	66.55	65.74	71.63	68.62
Return before operating charges*	0.81	3.04	(3.63)	5.04
Operating charges**	(0.32)	(0.64)	(0.65)	(0.68)
Return after operating charges*	0.49	2.40	(4.28)	4.36
Distributions	(0.79)	(1.59)	(1.61)	(1.35)
Closing net asset value per share	66.25	66.55	65.74	71.63
* after direct transaction costs of:***	0.07	0.14	0.18	0.18
Performance+				
Return after charges	0.74%	3.65%	-5.98%	6.35%
Other information				
Closing net asset value (£'000)	8,793	8,955	8,611	8,413
Closing number of shares	13,271,081	13,455,053	13,099,413	11,744,003
Operating charges****	0.97%	0.97%	0.93%	0.95%
Direct transaction costs***	0.20%	0.21%	0.26%	0.25%
Prices				
Highest share price	69.40	68.26	73.77	76.36
Lowest share price	62.87	62.56	61.62	65.15
<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>				

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Global REIT Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Equities (95.71%)		127,994	97.27
European Equities (11.24%)		18,510	14.07
Austria (1.38%)		-	-
France (4.20%)		5,198	3.95
	16,470 Accor	676	0.51
	36,021 Gecina	4,522	3.44
Germany (1.23%)		5,709	4.34
	123,935 Deutsche Wohnen	4,249	3.23
	84,326 Instone Real Estate	1,460	1.11
Netherlands (0.00%)		2,261	1.72
	74,325 Eurocommercial Properties	2,261	1.72
Spain (2.37%)		2,848	2.16
	35,960 Hispania Activos	554	0.42
	271,379 Inmobiliaria Colonial	2,294	1.74
Sweden (2.06%)		2,494	1.90
	296,992 Fabege	2,494	1.90
Japanese Equities (8.44%)		14,696	11.17
	1,391 Canadian Solar Infrastructure	928	0.71
	526 Daiwa Office Investment	2,254	1.71
	307,016 Hulic	2,398	1.82
	19,931 Invesco Office J-REIT	1,822	1.38
	1,942 LaSalle Logiport REIT	1,441	1.10
	241,439 Mitsui Fudosan	4,503	3.42
	1,222 Orix JREIT	1,350	1.03
North American Equities (56.83%)		67,802	51.53
Canada (3.56%)		3,806	2.89
	104,898 Canadian Apartment Properties	2,191	1.66
	98,996 Smart REIT	1,615	1.23

Standard Life Investment Company II Interim Report & Financial Statements

Global REIT Fund

Portfolio Statement as at 30 April 2018 (Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
United States (53.27%)		63,996	48.64
26,682	Alexandria Real Estate	2,409	1.83
30,758	American Tower	3,046	2.32
17,171	AvalonBay Communications	2,032	1.54
34,103	Brixmor Property	368	0.28
21,517	DCT Industrial Trust	1,025	0.78
37,965	Digital Realty Trust	2,913	2.21
64,336	Douglas Emmett	1,740	1.32
115,473	Duke Realty	2,271	1.73
88,704	Empire State Realty Trust	1,121	0.85
6,792	Equinix	2,075	1.58
50,083	Equity LifeStyle Properties	3,242	2.46
15,188	Essex Property Trust	2,642	2.01
29,993	Extra Space Storage	1,950	1.48
13,335	Federal Realty Investment Trust	1,121	0.85
61,060	Highwoods Properties	1,952	1.48
25,480	Hilton Worldwide	1,458	1.11
97,058	Host Hotels & Resorts	1,378	1.05
111,528	Hudson Pacific Properties	2,658	2.02
22,900	Hyatt Hotels	1,278	0.97
129,387	Invitation Homes	2,173	1.65
29,179	Mid-America Apartment Communities	1,937	1.47
46,305	Pebblebrook Hotel Trust	1,176	0.89
107,890	Physicians Realty Trust	1,170	0.89
97,341	Prologis	4,587	3.49
12,358	Public Storage	1,809	1.38
50,144	Realty Income	1,839	1.40
44,806	Regency Centers	1,913	1.45
31,211	Simon Properties	3,542	2.69
28,460	Taubman Centers	1,156	0.88
73,575	UDR	1,931	1.47
12,925	Vornado Realty	638	0.49
88,824	Welltower	3,446	2.62
Pacific Basin Equities (14.70%)		19,731	14.99
Australia (5.83%)		7,055	5.36
330,269	Dexus Property	1,701	1.29
467,484	Goodman	2,314	1.76
75,952	Lendlease	740	0.56
1,881,934	Mirvac	2,300	1.75

Standard Life Investment Company II

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Global REIT Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Hong Kong (6.68%)		8,673	6.59
555,596	CK Asset Holdings	3,498	2.66
281,278	Hang Lung Properties	484	0.36
371,476	Link REIT	2,392	1.82
116,666	Sun Hung Kai Properties	1,367	1.04
361,622	Swire Properties	932	0.71
Singapore (2.19%)		4,003	3.04
1,209,972	CapitaCommercial REIT	1,208	0.92
273,259	City Developments	1,895	1.44
3,384,286	Oxley	900	0.68
UK Equities (4.50%)		7,255	5.51
Financials (4.50%)		7,255	5.51
41,995	Derwent Valley	1,339	1.02
296,463	Hammerson	1,627	1.23
451,856	Segro	2,919	2.22
164,388	Unite	1,370	1.04
Collective Investment Schemes (1.94%)		377	0.29
415,887	Standard Life CNAV Euro Liquidity Fund	365	0.28
12,076	Standard Life CNAV Sterling Liquidity Fund	12	0.01
Derivatives (2.74%)		(1,512)	(1.15)
Forward Currency Contracts (2.74%)		(1,512)	(1.15)
Buy AUD 42,457 Sell GBP 23,815 11/05/2018		(1)	0.00
Buy AUD 531,348 Sell GBP 297,415 11/05/2018		(6)	0.00
Buy AUD 629,676 Sell GBP 355,054 11/05/2018		(10)	(0.01)
Buy AUD 649,167 Sell GBP 364,531 11/05/2018		(9)	(0.01)
Buy CAD 240,163 Sell GBP 135,009 11/05/2018		1	0.00
Buy CAD 1,108,835 Sell GBP 602,315 13/06/2018		25	0.02
Buy EUR 1,810 Sell GBP 1,611 11/05/2018		0	0.00
Buy EUR 429,754 Sell GBP 382,987 11/05/2018		(6)	0.00
Buy EUR 453,259 Sell GBP 400,243 11/05/2018		(3)	0.00
Buy GBP 189,616 Sell AUD 339,574 11/05/2018		4	0.00
Buy GBP 1,843,367 Sell AUD 3,289,687 11/05/2018		41	0.03

Standard Life Investment Company II

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Global REIT Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Forward Currency Contracts (continued)			
	Buy GBP 2,250,937 Sell AUD 4,025,115 13/06/2018	50	0.04
	Buy GBP 3,665,415 Sell AUD 6,724,072 17/07/2018	(7)	(0.01)
	Buy GBP 151,273 Sell CAD 266,643 11/05/2018	0	0.00
	Buy GBP 298,768 Sell CAD 531,889 11/05/2018	(2)	0.00
	Buy GBP 717,654 Sell CAD 1,260,991 11/05/2018	4	0.00
	Buy GBP 2,563,724 Sell CAD 4,618,550 13/06/2018	(49)	(0.04)
	Buy GBP 918,932 Sell CAD 1,647,954 17/07/2018	(13)	(0.01)
	Buy GBP 259,460 Sell EUR 294,113 11/05/2018	1	0.00
	Buy GBP 506,955 Sell EUR 575,806 11/05/2018	2	0.00
	Buy GBP 1,613,295 Sell EUR 1,813,009 11/05/2018	22	0.02
	Buy GBP 7,112,406 Sell EUR 8,034,515 11/05/2018	62	0.05
	Buy GBP 3,542,878 Sell EUR 3,959,493 13/06/2018	65	0.05
	Buy GBP 391,748 Sell EUR 448,861 17/07/2018	(3)	0.00
	Buy GBP 3,272,207 Sell EUR 3,742,551 17/07/2018	(18)	(0.01)
	Buy GBP 238,641 Sell HKD 2,630,393 11/05/2018	(5)	0.00
	Buy GBP 309,254 Sell HKD 3,382,074 11/05/2018	(4)	0.00
	Buy GBP 2,578,497 Sell HKD 28,512,132 11/05/2018	(59)	(0.04)
	Buy GBP 3,631,993 Sell HKD 39,531,582 13/06/2018	(21)	(0.02)
	Buy GBP 2,647,694 Sell HKD 29,490,288 17/07/2018	(75)	(0.06)
	Buy GBP 633,847 Sell JPY 95,598,714 02/05/2018	0	0.00
	Buy GBP 4,545,347 Sell JPY 691,019,093 11/05/2018	(41)	(0.03)
	Buy GBP 7,066,186 Sell JPY 1,040,282,157 13/06/2018	158	0.12
	Buy GBP 420,610 Sell JPY 63,970,053 17/07/2018	(4)	0.00
	Buy GBP 693,330 Sell JPY 106,099,875 17/07/2018	(12)	(0.01)
	Buy GBP 3,589,662 Sell JPY 543,563,280 17/07/2018	(23)	(0.02)
	Buy GBP 68,927 Sell SEK 786,315 11/05/2018	4	0.00
	Buy GBP 89,671 Sell SEK 1,000,845 11/05/2018	7	0.00
	Buy GBP 106,305 Sell SEK 1,245,700 11/05/2018	3	0.00
	Buy GBP 646,497 Sell SEK 7,177,793 11/05/2018	50	0.04
	Buy GBP 82,496 Sell SEK 939,297 13/06/2018	4	0.00
	Buy GBP 296,772 Sell SEK 3,380,679 13/06/2018	16	0.01
	Buy GBP 75,312 Sell SEK 905,498 17/07/2018	0	0.00
	Buy GBP 93,613 Sell SEK 1,112,922 17/07/2018	1	0.00
	Buy GBP 104,694 Sell SEK 1,247,770 17/07/2018	1	0.00
	Buy GBP 1,125,704 Sell SEK 13,206,357 17/07/2018	26	0.02
	Buy GBP 101,758 Sell SGD 185,827 11/05/2018	0	0.00
	Buy GBP 1,230,405 Sell SGD 2,291,056 11/05/2018	(25)	(0.02)
	Buy GBP 937,036 Sell SGD 1,734,615 13/06/2018	(13)	(0.01)
	Buy GBP 1,299,339 Sell SGD 2,380,745 13/06/2018	(5)	0.00
	Buy GBP 115,189 Sell SGD 214,492 17/07/2018	(2)	0.00

Standard Life Investment Company II

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Global REIT Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Forward Currency Contracts (continued)			
	Buy GBP 1,641,322 Sell SGD 3,051,539 17/07/2018	(29)	(0.02)
	Buy GBP 457,629 Sell USD 646,509 11/05/2018	(11)	(0.01)
	Buy GBP 2,376,326 Sell USD 3,343,789 11/05/2018	(50)	(0.04)
	Buy GBP 26,763,982 Sell USD 37,922,617 11/05/2018	(756)	(0.57)
	Buy GBP 10,013 Sell USD 14,168 13/06/2018	0	0.00
	Buy GBP 75,782 Sell USD 107,738 13/06/2018	(2)	0.00
	Buy GBP 137,522 Sell USD 193,066 13/06/2018	(2)	0.00
	Buy GBP 195,369 Sell USD 276,430 13/06/2018	(5)	0.00
	Buy GBP 322,590 Sell USD 458,411 13/06/2018	(9)	(0.01)
	Buy GBP 634,335 Sell USD 908,202 13/06/2018	(24)	(0.02)
	Buy GBP 825,798 Sell USD 1,175,757 13/06/2018	(26)	(0.02)
	Buy GBP 11,195,151 Sell USD 15,607,479 13/06/2018	(112)	(0.08)
	Buy GBP 25,070,942 Sell USD 35,690,042 17/07/2018	(744)	(0.57)
	Buy HKD 2,474,512 Sell GBP 223,371 11/05/2018	6	0.00
	Buy HKD 4,004,567 Sell GBP 368,436 11/05/2018	2	0.00
	Buy HKD 2,530,031 Sell GBP 228,769 13/06/2018	5	0.00
	Buy JPY 106,099,875 Sell GBP 691,904 02/05/2018	12	0.01
	Buy JPY 132,695,086 Sell GBP 877,758 11/05/2018	3	0.00
	Buy JPY 95,598,714 Sell GBP 634,369 13/06/2018	1	0.00
	Buy SEK 877,252 Sell GBP 75,770 13/06/2018	(3)	0.00
	Buy SEK 782,693 Sell GBP 66,594 17/07/2018	(1)	0.00
	Buy SGD 371,835 Sell GBP 202,576 11/05/2018	1	0.00
	Buy SGD 334,642 Sell GBP 180,968 13/06/2018	2	0.00
	Buy SGD 1,444,212 Sell GBP 778,022 13/06/2018	13	0.01
	Buy SGD 190,494 Sell GBP 102,752 17/07/2018	1	0.00
	Buy USD 923,782 Sell GBP 660,425 11/05/2018	10	0.01
	Buy USD 3,273,233 Sell GBP 2,299,993 11/05/2018	75	0.06
Total Investment assets and liabilities		126,859	96.41
Net other assets		4,723	3.59
Total Net Assets		131,582	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 31 October 2017.

Standard Life Investment Company II Interim Report & Financial Statements

Global REIT Fund

Portfolio Statement as at 30 April 2018 (Continued)

	Market value £'000	Percentage of net assets
Holding Investment		
Reconciliation of assets and liabilities to the balance sheet		
Investment assets as per the Balance Sheet		129,049
Investment liabilities		(2,190)
Net investment assets		126,859
Net other assets		4,723
Total Net Assets		131,582

Standard Life Investment Company II

Interim Report & Financial Statements

Global REIT Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(1,198)		558
Revenue	1,742		1,528	
Expenses	(499)		(316)	
Interest payable and similar charges	(3)		(4)	
Net revenue before taxation	1,240		1,208	
Taxation	(207)		(187)	
Net revenue after taxation		1,033		1,021
Total return before distributions		(165)		1,579
Distributions		(1,511)		(1,316)
Change in net assets attributable to shareholders from investment activities		(1,676)		263

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		78,452		123,164
Amounts receivable on the issue of shares	60,739		5,188	
Amounts payable on the cancellation of shares	(7,360)		(31,626)	
		53,379		(26,438)
Dilution adjustment		130		52
Change in net assets attributable to shareholders from investment activities (see above)		(1,676)		263
Retained distribution on accumulation shares		1,297		1,064
Closing net assets attributable to shareholders		131,582		98,105

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 II

Interim Report & Financial Statements

Global REIT Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		129,049		78,973
Current assets:				
Debtors	5,668		1,370	
Cash and bank balances	754		209	
		6,422		1,579
Total assets		135,471		80,552
Liabilities:				
Investment liabilities		(2,190)		(210)
Creditors	(1,468)		(250)	
Bank overdrafts	(86)		(1,550)	
Distribution payable	(145)		(90)	
		(1,699)		(1,890)
Total liabilities		(3,889)		(2,100)
Net assets attributable to shareholders		131,582		78,452

Standard Life Investment Company II

Interim Report & Financial Statements

Global REIT Fund

Distribution Tables

for the three months ended 31 January 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 31 January 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	0.2338	-	0.2338*	0.2758
Group 2	0.1093	0.1245	0.2338*	0.2758
Institutional accumulation				
Group 1	0.2464	-	0.2464*	0.2945
Group 2	0.1970	0.0494	0.2464*	0.2945
Retail income				
Group 1	0.1837	-	0.1837**	0.2211
Group 2	0.0343	0.1494	0.1837**	0.2211
Institutional income				
Group 1	0.1914	-	0.1914**	0.2336
Group 2	0.1660	0.0254	0.1914**	0.2336
Standard Life income				
Group 1	0.1966	-	0.1966**	0.2462
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.2537	-	0.2537*	0.3085
Group 2	0.1297	0.1240	0.2537*	0.3085
Institutional regulated accumulation				
Group 1	0.2555	-	0.2555*	0.3145
Group 2	-	-	-	-
Platform 1 accumulation				
Group 1	0.3667	-	0.3667*	0.4339
Group 2	0.1519	0.2148	0.3667*	0.4339
Platform 1 income				
Group 1	0.3273	-	0.3273**	0.3963
Group 2	0.1145	0.2128	0.3273**	0.3963

* Distribution accumulated on 31 January 2018

** Distribution paid on 31 March 2018

Standard Life Investment Company II

Interim Report & Financial Statements

Global REIT Fund

Distribution Tables (Continued)

for the three months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 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	0.3451	-	0.3451*	0.2799
Group 2	0.1479	0.1972	0.3451*	0.2799
Institutional accumulation				
Group 1	0.3511	-	0.3511*	0.2920
Group 2	0.2048	0.1463	0.3511*	0.2920
Retail income				
Group 1	0.2708	-	0.2708**	0.2245
Group 2	0.0863	0.1845	0.2708**	0.2245
Institutional income				
Group 1	0.2716	-	0.2716**	0.2586
Group 2	0.2526	0.0190	0.2716**	0.2586
Standard Life income				
Group 1	0.2743	-	0.2743**	0.2583
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.3552	-	0.3552*	0.3440
Group 2	0.1218	0.2334	0.3552*	0.3440
Institutional regulated accumulation				
Group 1	0.3504	-	0.3504*	0.3006
Group 2	0.1733	0.1771	0.3504*	0.3006
Platform 1 accumulation				
Group 1	0.5223	-	0.5223*	0.4500
Group 2	0.2792	0.2431	0.5223*	0.4500
Platform 1 income				
Group 1	0.4639	-	0.4639**	0.4006
Group 2	0.3581	0.1058	0.4639**	0.4006

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 June 2018

Standard Life Investment Company II

Interim Report & Financial Statements

Global REIT 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	21.55%	31.86%
Treat as an annual payment net of Income tax at 20%	78.45%	68.14%

Standard Life Investment Company II Interim Report & Financial Statements

Japanese Equity Index Tracker Fund

Manager's Report

Fund Information	
Launch Date	11 April 2005
Closure Date	20 June 2012

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

Standard Life Investment Company II Interim Report & Financial Statements

Japanese Equity Index Tracker Fund

Portfolio Statement as at 30 April 2018

The Sub-fund has not held any investments since 20 June 2012.

Standard Life Investment Company II

Interim Report & Financial Statements

Japanese Equity Index Tracker Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		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 six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets		0		0
Amounts receivable on the issue of shares	0		0	
Amounts payable on the cancellation of shares	0		0	
		0		0
Change in net assets attributable to shareholders from investment activities (see above)		0		0
Change in provision for Sub-fund closure		0		0
Closing net assets		0		0

Standard Life Investment Company II

Interim Report & Financial Statements

Japanese Equity Index Tracker Fund

Financial Statements Continued

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		0		0
Current assets:				
Debtors	0		2	
Cash and bank balances	0		0	
		0		2
Total assets		0		2
Liabilities:				
Creditors	0		(2)	
		0		(2)
Total liabilities		0		(2)
Net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

Overseas Bond Tracker Fund

Manager's Report

Fund Information	
Launch Date	11 April 2005
Closure Date	7 June 2012

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

Standard Life Investment Company II Interim Report & Financial Statements

Overseas Bond Tracker Fund

Portfolio Statement as at 30 April 2018

The Sub-fund has not held any investments since 7 June 2012.

Standard Life Investment Company II

Interim Report & Financial Statements

Overseas Bond Tracker Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		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 six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets		0		0
Amounts receivable on the issue of shares	0		0	
Amounts payable on the cancellation of shares	0		0	
		0		0
Change in net assets attributable to shareholders from investment activities (see above)		0		0
Change in provision for Sub-fund closure		0		0
Closing net assets		0		0

Standard Life Investment Company II

Interim Report & Financial Statements

Overseas Bond Tracker Fund

Financial Statements Continued

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		0		0
Current assets:				
Debtors	0		2	
Cash and bank balances	0		0	
		0		2
Total assets		0		2
Liabilities:				
Creditors	0		(2)	
		0		(2)
Total liabilities		0		(2)
Net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

Pacific Basin Tracker Fund

Manager's Report

Fund Information	
Launch Date	11 April 2005
Closure Date	7 June 2012

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

Standard Life Investment Company II Interim Report & Financial Statements

Pacific Basin Tracker Fund

Portfolio Statement as at 30 April 2018

The Sub-fund has not held any investments since 7 June 2012.

Standard Life Investment Company II Interim Report & Financial Statements

Pacific Basin Tracker Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		0		1
Revenue	3		10	
Expenses	0		0	
Net revenue before taxation	3		10	
Taxation	0		0	
Net revenue after taxation		3		10
Total return before distributions		3		11
Distributions		0		0
Change in net assets attributable to shareholders from investment activities		3		11

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets		0		0
Amounts receivable on the issue of shares	0		0	
Amounts payable on the cancellation of shares	0		0	
		0		0
Change in net assets attributable to shareholders from investment activities (see above)		3		11
Change in provision for Sub-fund closure		(3)		(11)
Closing net assets		0		0

Standard Life Investment Company II

Interim Report & Financial Statements

Pacific Basin Tracker Fund

Financial Statements Continued

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		0		0
Current assets:				
Debtors	0		0	
Cash and bank balances	102		101	
		102		101
Total assets		102		101
Liabilities:				
Creditors	(102)		(101)	
		(102)		(101)
Total liabilities		(102)		(101)
Net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Investment Report

Fund Information	
Fund Manager	Daniel McKernan
Launch Date	27 October 2016
Benchmark	BofA Merrill Lynch Sterling Non-Gilt exSubordinated Financials

Investment objective

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

Investment policy

The investment policy of the Sub-fund is to invest primarily in investment grade fixed interest securities issued by corporations with a maturity of up to 5 years. The Sub-fund may also invest in government and public securities, sub investment grade securities and other interest bearing securities anywhere in the world. Additionally, the Sub-fund may invest in other forms of transferable securities, money-market instruments, deposits, cash and near cash, derivatives and collective investment schemes.

Risk

This Sub-fund is intended for investors who wish to participate in the potential return afforded by investing in an actively managed portfolio of primarily investment grade corporate assets with a maturity of up to 5 years, 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 bond markets, and should therefore have an investment time horizon of at least 5 years.

Performance

Over the period under review, the Sub-fund returned -0.16% versus the benchmark index return of 0.16% (Bank of America Merrill Lynch Sterling Non-Gilts 1-5yr ex-sub fins GBP Unhedged). Sub-fund return source: Standard Life Investments basic rate taxpayer, bid to bid basis. Sector return source: Factset basic rate taxpayer, bid to bid basis. Please note Sub-fund returns are net of fees, whereas sector returns are gross.

Not holding Provident Financial detracted from performance after the bonds recovered after a Q4 2017 results showed better-than-expected volumes and customer growth. Elsewhere, AA (Automobile Association) benefited from having its rating affirmed as investment grade, something which had been in severe doubt for some time.

There was a positive contribution to performance from our off-benchmark position in the high yield-rated bonds of Teva Pharmaceutical. The company issued a multi-tranche euro and US dollar deal and significantly improved its liquidity position, which was taken positively by the market. We also benefited from our holding in a 2023 CVS Health bond that we had purchased at issue in March and which had gone on to perform well in the secondary market. Not owning GKN's 2022 bond also proved positive for relative performance. The auto and aerospace component manufacturer has been the subject of a hostile takeover bid by Melrose and the covenants on the 2022 bonds lack certain features that offer bondholders some degree of protection in the event of an acquisition, such as a coupon step-up clause.

Activity

We participated in a handful of new issues over the period, including Principality Building Society, National Australia Bank, Crown European, Scania and new sterling-denominated deals from UBS and Barclays. We also participated in a euro-denominated corporate hybrid deal from Telefonica and a 5-year deal from CVS Health in US dollars.

In the secondary market, meanwhile, we began to reduce our underweight exposure to Thames Water following a credit rating downgrade and a bout of spread widening. Other purchases included Orange, Munich Re and Yorkshire Building Society, as well as QBE, one of our favoured names in the insurance sector. We also added to our exposure to Telecom Italia. The company now has a split rating (investment grade with Fitch and high yield with S&P and Moody's) and we view it as a strong candidate for an upgrade to full investment-grade status in the next 6-12 months.

Turning to sales, we reduced our exposure to the UK pub sector via Marston's. We also trimmed our position in Imperial Tobacco given our analyst's concerns about its business profile as the industry moves towards alternatives, such as e-cigarettes and 'heat-not-burn' technology.

Outlook

As we approach the summer months, we remain cautiously constructive on sterling investment-grade credit. Valuations have improved after the weakness in the first quarter of the year, although they remain tight in a historical context and provide only a limited buffer against shocks.

The fundamental picture for credit remains sound and this was reflected in the first quarter earnings season. On average, company results have surprised to the upside, thanks to still-robust global growth dynamics. The recent softening in economic data comes from a relatively high base given the strong growth momentum of 2017. With recession risks in Europe still low, the pace that the European Central Bank tightens policy should remain gradual. For us, the path and speed of interest rate changes remain a key determinant for the short-term outlook for credit spreads – there is room for spreads to compress from current levels should interest rates increase at a gradual rather than rapid pace.

However, the current market turmoil in certain emerging markets (Argentina, Turkey, Russia) is something we are monitoring, even

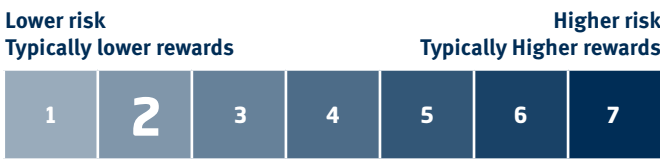
Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Investment Report (Continued)

though risks seem to be relatively contained so far. Other areas to watch are European politics (Italy may require fresh elections) and the uncertainty around US trade policies. From a cross-market perspective (and taking into account potential flows going forward) we believe sterling investment-grade credit should benefit from the fact that US dollar-denominated credit has become less appealing for overseas buyers.

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 II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Retail accumulation++			
Change in net assets per share			
Opening net asset value per share	50.37	49.91	50.00
Return before operating charges*	0.12	0.98	(0.08)
Operating charges**	(0.26)	(0.52)	(0.01)
Return after operating charges*	(0.14)	0.46	(0.09)
Distributions	(0.11)	(0.11)	0.00
Retained distributions on accumulation share	0.11	0.11	0.00
Closing net asset value per share	50.23	50.37	49.91
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.27%	0.92%	-0.18%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	1.03%	1.03%	1.06%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.58	50.73	50.13
Lowest share price	50.05	49.88	49.91

** 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 Sub-fund on 27 October 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional accumulation++			
Change in net assets per share			
Opening net asset value per share	50.57	49.91	50.00
Return before operating charges*	0.12	0.98	(0.09)
Operating charges**	(0.15)	(0.31)	0.00
Return after operating charges*	(0.03)	0.67	(0.09)
Distributions	(0.21)	(0.32)	0.00
Retained distributions on accumulation share	0.21	0.31	0.00
Closing net asset value per share	50.54	50.57	49.91
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.06%	1.34%	-0.18%
Other information			
Closing net asset value (£'000)	97,270	100,121	31,048
Closing number of shares	192,477,522	197,965,425	62,202,200
Operating charges****	0.62%	0.62%	0.64%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.82	50.90	50.14
Lowest share price	50.34	49.90	49.91

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++ From the launch of the Sub-fund on 27 October 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Retail income++			
Change in net assets per share			
Opening net asset value per share	50.25	49.91	50.00
Return before operating charges*	0.13	0.97	(0.08)
Operating charges**	(0.26)	(0.52)	(0.01)
Return after operating charges*	(0.13)	0.45	(0.09)
Distributions	(0.11)	(0.11)	0.00
Closing net asset value per share	50.01	50.25	49.91
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.26%	0.90%	-0.18%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	1.03%	1.03%	1.06%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.45	50.64	50.13
Lowest share price	49.89	49.88	49.91

** 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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++ From the launch of the Sub-fund on 27 October 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional income++			
Change in net assets per share			
Opening net asset value per share	50.25	49.91	50.00
Return before operating charges*	0.13	0.97	(0.09)
Operating charges**	(0.15)	(0.32)	0.00
Return after operating charges*	(0.02)	0.65	(0.09)
Distributions	(0.23)	(0.31)	0.00
Closing net asset value per share	50.00	50.25	49.91
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.04%	1.30%	-0.18%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	0.64%	0.64%	0.64%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.48	50.68	50.14
Lowest share price	49.91	49.89	49.91

** 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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++ From the launch of the Sub-fund on 27 October 2016.

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share
Standard Life income++		
Change in net assets per share		
Opening net asset value per share	49.91	50.00
Return before operating charges*	0.12	0.26
Operating charges**	(0.01)	(0.01)
Return after operating charges*	0.11	0.25
Distributions	(0.35)	(0.34)
Closing net asset value per share	49.67	49.91
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	0.21%	0.50%
Other information		
Closing net asset value (£'000)	2,671	2,684
Closing number of shares	5,377,474	5,377,474
Operating charges****	0.04%	0.04%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	50.19	50.35
Lowest share price	49.62	49.90

** 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 shareclass on 16 March 2017.

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share
Standard Life accumulation++		
Change in net assets per share		
Opening net asset value per share	50.66	50.00
Return before operating charges*	0.12	0.72
Operating charges**	(0.03)	(0.05)
Return after operating charges*	0.09	0.67
Distributions	(0.34)	(0.49)
Retained distributions on accumulation share	0.34	0.48
Closing net asset value per share	50.75	50.66
* after direct transaction costs of:***	0.00	0.00
Performance+		
Return after charges	0.18%	1.34%
Other information		
Closing net asset value (£'000)	1,009	492
Closing number of shares	1,987,155	971,251
Operating charges****	0.14%	0.14%
Direct transaction costs***	0.00%	0.00%
Prices		
Highest share price	50.95	50.95
Lowest share price	50.52	49.96
<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 shareclass on 11 January 2017.</p>		

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Platform 1 accumulation++			
Change in net assets per share			
Opening net asset value per share	50.55	49.91	50.00
Return before operating charges*	0.12	0.99	(0.09)
Operating charges**	(0.17)	(0.34)	0.00
Return after operating charges*	(0.05)	0.65	(0.09)
Distributions	(0.20)	(0.30)	0.00
Retained distributions on accumulation share	0.20	0.29	0.00
Closing net asset value per share	50.50	50.55	49.91
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.10%	1.30%	-0.18%
Other information			
Closing net asset value (£'000)	13,461	13,419	1
Closing number of shares	26,655,900	26,545,990	2,200
Operating charges****	0.67%	0.67%	0.69%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.79	50.88	50.14
Lowest share price	50.30	49.89	49.91

** 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 Sub-fund on 27 October 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Platform 1 income++			
Change in net assets per share			
Opening net asset value per share	50.27	49.91	50.00
Return before operating charges*	0.12	1.00	(0.09)
Operating charges**	(0.17)	(0.34)	0.00
Return after operating charges*	(0.05)	0.66	(0.09)
Distributions	(0.20)	(0.30)	0.00
Closing net asset value per share	50.02	50.27	49.91
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	-0.10%	1.32%	-0.18%
Other information			
Closing net asset value (£'000)	11,537	11,160	1
Closing number of shares	23,065,660	22,202,498	2,200
Operating charges****	0.67%	0.67%	0.69%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.49	50.67	50.13
Lowest share price	49.93	49.90	49.91
<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.</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 27 October 2016.</p>			

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional S accumulation++			
Change in net assets per share			
Opening net asset value per share	50.69	49.92	50.00
Return before operating charges*	0.11	0.99	(0.08)
Operating charges**	(0.10)	(0.20)	0.00
Return after operating charges*	0.01	0.79	(0.08)
Distributions	(0.27)	(0.43)	0.00
Retained distributions on accumulation share	0.27	0.41	0.00
Closing net asset value per share	50.70	50.69	49.92
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	0.03%	1.58%	-0.16%
Other information			
Closing net asset value (£'000)	6,159	5,134	1
Closing number of shares	12,146,902	10,128,994	2,200
Operating charges****	0.40%	0.40%	0.42%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.95	51.00	50.14
Lowest share price	50.49	49.90	49.92

** 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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++ From the launch of the Sub-fund on 27 October 2016.

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional S income++			
Change in net assets per share			
Opening net asset value per share	50.27	49.92	50.00
Return before operating charges*	0.11	0.98	(0.08)
Operating charges**	(0.10)	(0.20)	0.00
Return after operating charges*	0.01	0.78	(0.08)
Distributions	(0.26)	(0.43)	0.00
Closing net asset value per share	50.02	50.27	49.92
* after direct transaction costs of:***	0.00	0.00	0.00
Performance+			
Return after charges	0.02%	1.56%	-0.16%
Other information			
Closing net asset value (£'000)	58,889	58,770	1,917
Closing number of shares	117,737,627	116,918,834	3,839,915
Operating charges****	0.40%	0.40%	0.42%
Direct transaction costs***	0.00%	0.00%	0.00%
Prices			
Highest share price	50.51	50.68	50.14
Lowest share price	49.94	49.90	49.92
<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 27 October 2016.</p>			

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (97.18%)		187,619	98.23
Australian Dollar Denominated Bonds (0.11%)		206	0.11
Corporate Bonds (0.11%)		206	0.11
less than 5 years to maturity			
370,000	Anglo American Capital 5.75% 2018	206	0.11
Euro Denominated Bonds (4.78%)		9,686	5.07
Corporate Bonds (4.78%)		9,686	5.07
less than 5 years to maturity			
1,000,000	Arion Banki 0.75% 2020	886	0.46
974,000	Arion Banki 1% 2023	848	0.44
700,000	BBVA 0.75% 2022	615	0.32
700,000	CaixaBank 1.125% 2023	616	0.32
750,000	China Overseas Land 1.75% 2019	668	0.35
345,000	Crown European 2.25% 2023	305	0.16
350,000	Landsbankinn 1.375% 2022	314	0.17
850,000	Teva Pharmaceutical 0.375% 2020	724	0.38
700,000	Volkswagen International Finance 0.5% 2021	618	0.32
600,000	ZF North America Capital 2.75% 2023	566	0.30
between 5 and 10 years to maturity			
730,000	AT&T 1.05% 2023	646	0.34
1,000,000	CaixaBank 5% 2023	899	0.47
Perpetual			
600,000	ABN Amro 5.75% Perpetual	574	0.30
600,000	BNP Paribas 4.875% Perpetual	537	0.28
1,000,000	Telefonica 3% Perpetual	870	0.46
Sterling Denominated Bonds (87.75%)		170,285	89.15
Corporate Bonds (76.70%)		149,083	78.05
less than 5 years to maturity			
375,000	AA Bond 2.875% 2022	369	0.19
530,000	Aareal Bank 1% 2020	528	0.28
1,252,000	Abbey National 1.875% 2020	1,261	0.66
900,000	Abbey National 5.125% 2021	999	0.52
1,600,000	ABN Amro 1% 2020	1,588	0.83
850,000	AIG 5% 2023	961	0.50

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
640,000	ASIF III 5% 2018	656	0.34
700,000	Atlantia 6.25% 2022	824	0.43
150,000	Ausnet Services 7.125% 2018	151	0.08
1,000,000	Bank Nederlandse Gemeenten 1% 2022	989	0.52
500,000	Bank Nederlandse Gemeenten 1.375% 2019	504	0.26
400,000	Bank Nederlandse Gemeenten 5.75% 2019	414	0.22
700,000	Bank of America 5.5% 2019	746	0.39
1,000,000	Bank of America 6.125% 2021	1,143	0.60
820,000	Bank of Montreal 1.375% 2021	814	0.43
1,180,000	Bank of Nova Scotia 1.25% 2022	1,159	0.61
360,000	Bank of Scotland 9.375% 2021	435	0.23
700,000	Banque Federative du Credit Mutuel 0.875% 2020	693	0.36
700,000	Banque Federative du Credit Mutuel 1.375% 2021	697	0.36
350,000	Barclays 10% 2021	425	0.22
600,000	Barclays 4.25% 2022	662	0.35
232,000	Birmingham Airport 6.25% 2021	259	0.14
1,400,000	BMW 1% 2021	1,373	0.72
767,000	BMW 1.75% 2022	770	0.40
300,000	BMW 3.375% 2018	304	0.16
2,547,000	British American Tobacco 1.75% 2021	2,557	1.34
700,000	British American Tobacco 6% 2022	817	0.43
544,000	British American Tobacco 6.375% 2019	587	0.31
650,000	British Sky Broadcasting 2.875% 2020	674	0.35
1,110,000	BUPA 3.375% 2021	1,168	0.61
458,000	Citigroup 6.25% 2019	488	0.26
574,000	Close Brothers 2.75% 2023	576	0.30
500,000	Close Brothers 3.875% 2021	531	0.28
800,000	Commonwealth Bank of Australia 1.125% 2021	791	0.41
348,000	Co-Operative Bank 4.75% 2021	375	0.20
470,000	Coventry Building Society 1% 2020	467	0.24
600,000	Coventry Building Society 6% 2019	640	0.34
915,000	CPUK 2.666% 2020	930	0.49
1,080,000	Credit Suisse 3% 2022	1,119	0.59
140,000	Daily Mail & General Trust 5.75% 2018	143	0.07
690,000	Daimler 1% 2019	687	0.36
1,231,000	Daimler 1.5% 2022	1,229	0.64
900,000	Daimler 2.125% 2022	920	0.48
680,000	Daimler 2.75% 2020	703	0.37
1,000,000	Danske Bank 5.375% fixed to floating 2021	1,014	0.53
1,600,000	Deutsche Bank 1.875% 2020	1,596	0.84

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
1,500,000	Dexia Credit 1.125% 2022	1,480	0.77
200,000	DNB Bank 4.25% 2020	210	0.11
650,000	Dwr Cymru Financing 6.907% 2021	752	0.39
1,300,000	E.ON Finance 6% 2019	1,390	0.73
864,000	EE Finance 4.375% 2019	888	0.46
650,000	Electricity Supply Board 6.5% 2020	708	0.37
1,417,000	Enel 6.25% 2019	1,495	0.78
584,000	Enterprise Inns 6.5% 2018	592	0.31
1,270,000	Eversholt 5.831% 2020	1,405	0.74
400,000	FCE Bank 2.759% 2019	408	0.21
100,000	Fidelity International 6.75% 2020	112	0.06
1,650,000	First Hydro 9% 2021	2,017	1.06
600,000	FirstGroup 5.25% 2022	666	0.35
150,000	FirstGroup 8.75% 2021	177	0.09
1,200,000	FMS Wertmanagement 0.875% 2021	1,193	0.62
1,000,000	FMS Wertmanagement 0.875% 2022	988	0.52
600,000	FMS Wertmanagement 1.125% 2019	602	0.31
785,000	Friends Life 8.25% 2022	968	0.51
935,000	G4S 7.75% fixed to floating 2019	994	0.52
568,000	GE Capital 4.375% 2019	588	0.31
700,000	GE Capital 5.875% 2020	771	0.40
976,000	Glencore 6% 2022	1,115	0.58
650,000	Glencore 6.5% 2019	677	0.35
1,050,000	Global Switch 4.375% 2022	1,160	0.61
900,000	Grainger 5% 2020	970	0.51
800,000	Great Rolling Stock Co 6.25% 2020	879	0.46
800,000	Heathrow Funding 5.225% 2023	923	0.48
2,423,000	Heathrow Funding 6% 2020	2,625	1.37
463,000	Imperial Brands 7.75% 2019	496	0.26
1,676,000	Innogy 6.5% 2021	1,911	1.00
100,000	International Business Machines 2.75% 2020	104	0.05
1,100,000	Intesa Sanpaolo SpA 5.25% 01/28/2022	1,228	0.64
270,000	Jagaur Land Rover 2.75% 2021	271	0.14
1,681,000	John Lewis 8.375% 2019	1,788	0.94
1,413,000	JPMorgan Chase 1.875% 2020	1,428	0.75
700,000	Kennedy Wilson Europe Real Estate 3.95% 2022	730	0.38
860,000	KFW 0.875% 2022	849	0.44
2,200,000	KFW 5.55% 2021	2,498	1.31
665,000	Leeds Building Society 4.875% 2020	727	0.38
823,000	Lend Lease Europe 6.125% 2021	931	0.49

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
600,000	Lloyds Bank 1.75% 2022	608	0.32
800,000	Lloyds Bank 2.5% 2022	824	0.43
200,000	Lloyds Bank 2.75% 2018	202	0.11
500,000	Lloyds Bank FRN 2019	501	0.26
200,000	London Stock Exchange 9.125% 2019	223	0.12
1,290,000	LVMH 1% 2022	1,272	0.67
900,000	McDonald's 6.375% 2020	977	0.51
400,000	Metlife 5.25% 2020	432	0.23
1,400,000	MetLife Global Funding I 1.125% 2021	1,382	0.72
400,000	MetLife Global Funding I 2.625% 2022	418	0.22
730,000	Motability Operations 6.625% 2019	793	0.42
1,000,000	National Australia Bank 0.875% 2020	989	0.52
900,000	National Australia Bank 1.125% 2021	892	0.47
800,000	National Australia Bank 1.375% 2022	789	0.41
400,000	National Express 6.625% 2020	441	0.23
1,200,000	National Grid 1.125% 2021	1,182	0.62
100,000	National Grid 6.375% 2020	109	0.06
900,000	National Grid North America 1.875% 2018	902	0.47
1,100,000	NatWest 6.5% 2021	1,252	0.66
1,176,000	Network Rail 4.625% 2020	1,270	0.66
800,000	New York Life Global Funding 1% 2021	788	0.41
464,000	Northern Gas Networks 5.875% 2019	488	0.26
215,000	Old Mutual 8% 2021	243	0.13
1,330,000	Orange 7.25% fixed to floating 2020	1,520	0.80
700,000	PCL Funding II FRN 2022	703	0.37
300,000	Porterbrook Rail 5.5% 2019	312	0.16
750,000	Porterbrook Rail 6.5% 2020	836	0.44
1,200,000	RELX 2.75% 2019	1,217	0.64
1,182,000	Royal Bank of Canada 1.125% 2021	1,171	0.61
950,000	RWE 5.5% 2022	1,091	0.57
1,021,000	Santander UK 1.625% 2021	1,022	0.53
496,000	Scania 1.875% 2022	497	0.26
480,000	Scentre 2.375% 2022	491	0.26
200,000	Segro 5.625% 2020	220	0.12
1,380,000	Severn Trent 1.125% 2021	1,361	0.71
548,000	Severn Trent 1.625% 2022	544	0.28
400,000	South East Water 5.6577% 2019	422	0.22
300,000	Southern Gas Networks 4.875% 2020	326	0.17
850,000	Southern Water 5% 2021	932	0.49
836,000	Southern Water 6.125% 2019	872	0.46

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

		Market value £'000	Percentage of total net assets
Holding	Investment		
Corporate Bonds (continued)			
750,000	SPI Australia Assets 5.125% 2021	816	0.43
1,200,000	SSE 4.25% 2021	1,308	0.68
700,000	Svenska Handelsbanken 4% 2019	715	0.37
720,000	Swedbank 1.25% 2021	712	0.37
1,088,000	Swedbank 1.625% 2019	1,094	0.57
600,000	Swedbank Hypotek 1.125% 2021	595	0.31
900,000	Telecom Italia 6.375% 2019	949	0.50
450,000	Telefonica Emisiones 5.289% 2022	517	0.27
1,400,000	Temasek Financial 4.625% 2022	1,577	0.83
480,000	Tesco 5% 2023	535	0.28
850,000	Thames Water 7.75% 2019	894	0.47
140,000	TOTAL 3.875% 2018	143	0.07
1,220,000	Total Capital 2.25% 2022	1,259	0.66
640,000	Toyota Motor 1.125% 2021	635	0.33
587,000	UBS 1.25% 2020	585	0.31
770,000	Volkswagen Financial Services 1.5% 2021	765	0.40
800,000	Volkswagen Financial Services 1.625% 2022	795	0.42
810,000	Volkswagen Financial Services 1.75% 2022	804	0.42
330,000	Volkswagen Financial Services 2.625% 2019	335	0.18
180,000	Volkswagen Financial Services 2.75% 2020	185	0.10
200,000	Wellcome Trust 4.75% 2021	221	0.12
110,000	Western Power 9.25% 2020	131	0.07
600,000	WPP Finance 6.375% 2020	670	0.35
between 5 and 10 years to maturity			
750,000	AA Bond 2.75% 2023	717	0.38
2,282,000	Barclays 2.375% 2023	2,266	1.19
338,000	Citigroup 5.875% 2024	397	0.21
900,000	Intu (SGS) Finance 4.125% 2023	975	0.51
1,300,000	Land Securities 1.974% 2024	1,301	0.68
680,000	Principality Building Society 2.375% 2023	674	0.35
700,000	Thames Water 2.375% 2023	683	0.36
2,000,000	Turbo Finance 7 FRN 2023	2,028	1.06
700,000	Unite (USAF) II 3.374% 2023	745	0.39
630,000	Virgin Media 6% 2025	715	0.37
550,000	Western Power Distribution 3.625% 2023	581	0.30
598,000	Yorkshire Building Society 4.125% 2024	617	0.32
between 10 and 15 years to maturity			
900,000	BL Superstore 5.27% 2030	241	0.13

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Corporate Bonds (continued)			
between 15 and 25 years to maturity			
1,123,000	Arqiva 4.04% 2035	1,167	0.61
720,000	Direct Line 9.25% 2042	899	0.47
150,000	Marston's 5.641% 2035	136	0.07
600,000	Munich Re 6.625% fixed to floating 2042	697	0.36
750,000	QBE Insurance 6.115% 2042	829	0.43
850,000	Southern Water 4.5% 2038	912	0.48
320,000	Wales & West Utilities 6.75% 2036	330	0.17
greater than 25 years to maturity			
300,000	America Movil 6.375% fixed to floating 2073	326	0.17
831,000	Paragon 1.43044% 2050	831	0.44
836,000	RMAC 1.54306% 2046	836	0.44
680,000	SSE 3.625% 2077	699	0.37
650,000	Tolkien Funding Sukuk 1.43283% 2052	652	0.34
Perpetual			
700,000	ELM 6.3024% fixed to floating Perpetual	728	0.38
530,000	HBOS 6.461% Perpetual	543	0.28
650,000	Nationwide Building Society 6.875% Perpetual	678	0.35
975,000	Orange 5.875% Perpetual	1,080	0.57
710,000	Pennon 2.875% Perpetual	711	0.37
600,000	RWE 7% fixed to floating Perpetual	622	0.33
1,020,000	Societe Generale 8.875% fixed to floating Perpetual	1,026	0.54
230,000	SSE 3.875% fixed to floating Perpetual	237	0.12
Government Bonds (11.05%)		21,202	11.10
less than 5 years to maturity			
1,450,000	Caisse d'Amortissement de la Dette Sociale 1% 2019	1,452	0.76
750,000	European Investment Bank 0.625% 2020	747	0.39
2,852,000	European Investment Bank 1.125% 2021	2,852	1.49
2,200,000	European Investment Bank 1.5% 2019	2,206	1.16
1,400,000	European Investment Bank 2.25% 2020	1,435	0.75
3,700,000	European Investment Bank 2.5% 2022	3,898	2.04
2,400,000	European Investment Bank 5.375% 2021	2,713	1.42
500,000	International Bank for Reconstruction & Development 0.375% 2021	489	0.26
450,000	International Bank for Reconstruction & Development 1.375% 2020	454	0.24
2,700,000	KFW 1.625% 2020	2,738	1.43

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
1,000,000	Landwirtschaftliche Rentenbank 1.375% 2020	1,010	0.53
680,000	Province of Alberta Canada 1% 2021	671	0.35
520,000	UK (Govt of) 1.75% 2022	537	0.28
US Dollar Denominated Bonds (4.54%)		7,442	3.90
Corporate Bonds (4.54%)		7,442	3.90
less than 5 years to maturity			
152,000	Anadarko Petroleum 8.7% 2019	116	0.06
380,000	Anheuser-Busch InBev 3.3% 2023	274	0.14
500,000	AT&T 3.2% 2022	359	0.19
1,000,000	BP 2.237% 2019	722	0.38
1,073,000	Braskem 3.5% 2023	736	0.39
200,000	CNPC 2.7% 2019	144	0.08
1,300,000	CVS Health 3.7% 2023	939	0.49
750,000	Energy Transfer Partners 2.5% 2018	544	0.28
430,000	Jaguar Land Rover 4.25% 2019	315	0.16
410,000	Kinder Morgan 3.05% 2019	297	0.16
1,300,000	Kinder Morgan 3.15% 2023	912	0.48
750,000	Santander UK Group 3.571% 2023	533	0.28
830,000	Syngenta Finance 4.441% 2023	601	0.31
280,000	Time Warner 2.1% 2019	201	0.11
708,000	UBS 2.45% 2020	503	0.26
Perpetual			
320,000	HSBC 6.875% Perpetual	246	0.13
Collective Investment Schemes (0.13%)		1,939	1.02
151,286	Standard Life CNAV Euro Liquidity Fund	133	0.07
1,806,316	Standard Life CNAV Sterling Liquidity Fund	1,806	0.95
Derivatives (0.19%)		(207)	(0.11)
Forward Currency Contracts (0.18%)		(211)	(0.11)
	Buy EUR 312,885 Sell GBP 277,738 09/05/2018	(3)	0.00
	Buy GBP 215,950 Sell AUD 385,971 09/05/2018	5	0.00
	Buy GBP 261,637 Sell EUR 299,129 09/05/2018	(1)	0.00
	Buy GBP 621,606 Sell EUR 700,000 09/05/2018	7	0.00
	Buy GBP 860,889 Sell EUR 969,714 09/05/2018	10	0.01

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Forward Currency Contracts (continued)			
	Buy GBP 8,247,318 Sell EUR 9,369,387 09/05/2018	27	0.01
	Buy GBP 584,788 Sell USD 830,000 09/05/2018	(18)	(0.01)
	Buy GBP 925,991 Sell USD 1,288,352 09/05/2018	(9)	0.00
	Buy GBP 6,633,034 Sell USD 9,472,019 09/05/2018	(241)	(0.13)
	Buy USD 195,778 Sell GBP 140,922 09/05/2018	1	0.00
	Buy USD 700,000 Sell GBP 496,859 09/05/2018	11	0.01
Futures (0.01%)		7	0.00
(16)	Short US 5 Year Note Bond Future 29/06/2018	7	0.00
Interest Rate Swaps (0.00%)		(3)	0.00
GBP 1,500,000	Pay floating GBP-LIBOR receive fixed 0.746% 09/12/2019	(5)	0.00
GBP 1,750,000	Pay floating GBP-LIBOR receive fixed 0.8125% 09/01/2021	(14)	(0.01)
GBP 5,000,000	Pay floating GBP-LIBOR receive fixed 1.3683% 25/04/2022	16	0.01
Total investment assets and liabilities		189,351	99.14
Net other assets		1,648	0.86
Total Net Assets		190,999	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 are show the comparative holding as at 31 October 2017.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	189,642
Investment liabilities	(291)
Net investment assets	189,351
Net other assets	1,648
Total Net Assets	190,999

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(936)		694
Revenue	1,376		745	
Expenses	(500)		(319)	
Interest payable and similar charges	(9)		(4)	
Net revenue before taxation	867		422	
Taxation	0		0	
Net revenue after taxation		867		422
Total return before distributions		(69)		1,116
Distributions		(866)		(422)
Change in net assets attributable to shareholders from investment activities		(935)		694

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		191,783		32,971
Amounts receivable on the issue of shares	9,875		102,605	
Amounts payable on the cancellation of shares	(10,217)		(1,115)	
		(342)		101,490
Dilution adjustment		1		272
Change in net assets attributable to shareholders from investment activities (see above)		(935)		694
Retained distribution on accumulation shares		492		193
Closing net assets attributable to shareholders		190,999		135,620

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 II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		189,642		187,026
Current assets:				
Debtors	2,676		3,993	
Cash and bank balances	306		1,845	
		2,982		5,838
Total assets		192,624		192,864
Liabilities:				
Investment liabilities		(291)		(46)
Creditors	(1,139)		(872)	
Distribution payable	(195)		(163)	
		(1,334)		(1,035)
Total liabilities		(1,625)		(1,081)
Net assets attributable to shareholders		190,999		191,783

Standard Life Investment Company II Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Distribution Tables

for the three months ended 31 January 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 31 January 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	0.0472	-	0.0472*	0.0000
Group 2	-	-	-	-
Institutional accumulation				
Group 1	0.0999	-	0.0999*	0.0418
Group 2	0.0366	0.0633	0.0999*	0.0418
Retail income				
Group 1	0.0463	-	0.0463**	0.0000
Group 2	-	-	-	-
Institutional income				
Group 1	0.0900	-	0.0900**	0.0400
Group 2	-	-	-	0.0400
Standard Life income				
Group 1	0.1719	-	0.1719**	-
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.1641	-	0.1641*	0.0222
Group 2	0.0799	0.0842	0.1641*	0.0222
Platform 1 accumulation				
Group 1	0.0934	-	0.0934*	0.0400
Group 2	0.0440	0.0494	0.0934*	0.0400
Platform 1 income				
Group 1	0.0929	-	0.0929**	0.0400
Group 2	0.0421	0.0508	0.0929**	0.0400
Institutional S accumulation				
Group 1	0.1283	-	0.1283*	0.0560
Group 2	0.0608	0.0675	0.1283*	0.0560
Institutional S income				
Group 1	0.1272	-	0.1272**	0.0632
Group 2	0.0733	0.0539	0.1272**	0.0632

* Distribution accumulated on 31 January 2018

** Distribution paid on 31 March 2018

Standard Life Investment Company II

Interim Report & Financial Statements

Short Dated Corporate Bond Fund

Distribution Tables (Continued)

for the three months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 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	0.0604	-	0.0604*	0.0440
Group 2	-	-	-	-
Institutional accumulation				
Group 1	0.1112	-	0.1112*	0.0983
Group 2	0.0943	0.0169	0.1112*	0.0983
Retail income				
Group 1	0.0613	-	0.0613**	0.0440
Group 2	-	-	-	-
Institutional income				
Group 1	0.1363	-	0.1363**	0.0890
Group 2	-	-	-	-
Standard Life income				
Group 1	0.1800	-	0.1800**	0.0854
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.1734	-	0.1734*	0.1593
Group 2	0.1671	0.0063	0.1734*	-
Platform 1 accumulation				
Group 1	0.1051	-	0.1051*	0.0924
Group 2	0.0528	0.0523	0.1051*	0.0924
Platform 1 income				
Group 1	0.1042	-	0.1042**	0.0911
Group 2	0.0569	0.0473	0.1042**	0.0911
Institutional S accumulation				
Group 1	0.1387	-	0.1387*	0.1259
Group 2	0.0869	0.0518	0.1387*	0.1259
Institutional S income				
Group 1	0.1372	-	0.1372**	0.1244
Group 2	0.0681	0.0691	0.1372**	0.1244

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 June 2018

Standard Life Investment Company II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund Investment Report

Fund Information	
Fund Manager	Katy Forbes & Adam Skerry
Launch Date	16 September 2014
Benchmark	70% Barclays World Government Inflation-Linked Bond ex UK 1-10 year (GBP Hedged) /30% Barclays UK Inflation-Linked Bond 1-10 year

Investment objective

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

Investment policy

The investment policy of the Sub-fund is to invest primarily in government and corporate inflation-linked debt with a maturity of up to 10 years. The Sub-fund may also invest in longer dated government and corporate inflation-linked bonds, conventional government bonds, investment grade corporate entities and other interest bearing securities issued anywhere in the world.

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

Risk

A substantial portion of the scheme property of the Sub-fund may, in exceptional circumstances, be invested in deposits or money-market instruments.

Non-sterling denominated assets will generally be hedged back to sterling however from time to time depending on market conditions and at the ACD's discretion, may be unhedged.

The Sub-fund is intended for investors seeking to limit the impact of inflation on the value of their investments over the longer term, particularly those investors looking to meet future liabilities which are linked to inflation. Income will be generated from a portfolio of global bonds, the majority of which will make payments linked to the prevailing level of inflation in the country of issue. Investors must be able to accept some fluctuation in the income generated and accept some losses in the capital value of their investment due to the volatile nature of the assets held and they should, therefore, have an investment time horizon of at least 5 years.

Performance

Over the period under review, the Sub-fund returned -0.50%, versus 70% Barclays World Government Inflation-Linked Bond ex UK 1-10year (GBP Hedged) & 30% Barclays UK Inflation-Linked Bond 1-10 year, return of -0.24%. Please note Sub-fund return is net of retail charges, while index return is gross (Sub-fund return source: Morningstar, basic rate taxpayer, bid to bid basis, and index return source: Thomson Reuters Datastream).

In the first half of the period, our overweight position in New Zealand inflation-linked bonds versus their UK equivalents performed well as the former rallied following national government elections, signs of fragility in economic data and dovish rhetoric from the central bank. Another positive for the Sub-fund was our overweight in Canadian real yields. The market continued to recover from the sharp sell-off that followed Bank of Canada rate hikes in July and September. However, our short position in French and German real yields detracted from performance as investors chose to focus on Mario Draghi's dovish messaging on Eurozone inflation rather than the ECB's comments on QE tapering.

In the second half of the period, being long of 10-year US inflation 10-years forward versus equivalent European inflation contributed positively, as European inflation data disappointed while US numbers remained strong. Our underweight positioning in UK real yields also added to returns, as these were impacted by a sell-off in core government bonds early in the year. On the downside, our European curve steepening position struggled as investors began to price in an increased probability of interest rate normalisation, adding flattening pressure to curves.

Activity

At the start of November, we closed our long Australia versus US real yields trade after Australian yields rallied sharply. In the US, we reduced our long position in 30-year US TIPS after a strong performance run. We opened a long position in 10-year US CPI as, in our view, the market had underreacted to recent positive inflation developments. With UK real yields performing strongly as new supply and index developments supported the long-dated end, we took the opportunity to close our overweight position. In mid-December, we closed our curve flattening position on the French yield curve for a small profit. The curve had stabilised following significant flattening throughout the quarter.

In the second half of the period, we unwound our long position in 50-year RPI. We foresee less liability-driven demand for this part of the curve as hedging flows move towards the 30-year sector. We also took profits on a tactical long 10-year US CPI position. While we remain long of US inflation, we had benefited since November from the increased size of this position. Staying in the US, we removed a steepening position at the front end of the US curve as risks that this area of the curve could flatten had increased. We also entered into a forward starting curve steepening position in Europe (10-year to 30-year), as the European curve appeared excessively flat. In mid-February, we increased our long position in 10-year US CPI inflation swaps 10-years forward, which we hold against a short position in equivalent European inflation. Elsewhere, we rebalanced our underweight position in the UK real yield curve to weight it more towards the 20-year rather than the 30-year area. In early March, we added back UK duration in the 30-year sector of the curve given we expect to see continued demand from liability driven investing. At the end of March, we took an overweight position in inflation-linked bonds from Italy versus Spain, anticipating that Italy would outperform.

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

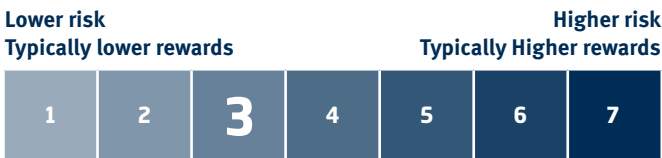
Investment Report (Continued)

Outlook

Core government bond markets came under renewed pressure in April, but with risk markets proving vulnerable we see increased risk around directional positions. As such, we have positioned the portfolio with a limited overall net duration position and prefer relative-value trades in this environment. We continue to hold duration exposure in longer-dated US TIPS, New Zealand index-linked bonds and short-dated Canada rates. We have an underweight exposure in Europe. We have been more tactical in our UK exposure, where domestic influences from liability driven investing demand often results in a low correlation to global rates moves.

As UK inflation has fallen faster than many had expected, we have benefited from our short position in UK RPI (3-year 3 years-forward). We retain this position as we have a more pessimistic view on UK inflation than is reflected in current pricing. We are long of US inflation, both relative to Europe and outright, which has worked well against a backdrop of divergent realised inflation and stronger oil prices.

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 II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	51.16	51.48	49.38	49.88
Return before operating charges*	(0.04)	0.22	2.63	0.07
Operating charges**	(0.26)	(0.53)	(0.52)	(0.56)
Return after operating charges*	(0.30)	(0.31)	2.11	(0.49)
Distributions	(0.12)	(0.13)	(0.05)	(0.05)
Retained distributions on accumulation share	0.12	0.12	0.04	0.04
Closing net asset value per share	50.86	51.16	51.48	49.38
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.58%	-0.60%	4.27%	-0.98%
Other information				
Closing net asset value (£'000)	159	159	161	1
Closing number of shares	311,883	311,883	312,880	2,200
Operating charges****	1.03%	1.03%	1.03%	1.13%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.40	51.66	51.82	50.52
Lowest share price	50.50	50.57	48.98	49.15
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	51.68	51.90	49.61	49.91
Return before operating charges*	(0.04)	0.12	2.65	0.08
Operating charges**	(0.16)	(0.32)	(0.31)	(0.31)
Return after operating charges*	(0.20)	(0.20)	2.34	(0.23)
Distributions	(0.23)	(0.34)	(0.27)	(0.31)
Retained distributions on accumulation share	0.23	0.32	0.22	0.24
Closing net asset value per share	51.48	51.68	51.90	49.61
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.38%	-0.39%	4.72%	-0.46%
Other information				
Closing net asset value (£'000)	816	1,110	3,401	589
Closing number of shares	1,585,852	2,147,609	6,553,625	1,187,224
Operating charges****	0.61%	0.61%	0.61%	0.63%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.93	52.16	52.23	50.64
Lowest share price	51.08	51.00	49.23	49.32

** 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 II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	51.02	51.41	49.35	49.88
Return before operating charges*	(0.04)	0.27	2.62	0.08
Operating charges**	(0.26)	(0.52)	(0.52)	(0.56)
Return after operating charges*	(0.30)	(0.25)	2.10	(0.48)
Distributions	(0.12)	(0.14)	(0.04)	(0.05)
Closing net asset value per share	50.60	51.02	51.41	49.35
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.59%	-0.49%	4.26%	-0.96%
Other information				
Closing net asset value (£'000)	22	21	1	1
Closing number of shares	43,785	42,200	2,200	2,200
Operating charges****	1.02%	1.02%	1.03%	1.13%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.26	51.52	51.77	50.50
Lowest share price	50.33	50.51	48.95	49.12

** 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 II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	50.95	51.38	49.33	49.86
Return before operating charges*	(0.05)	0.22	2.63	0.09
Operating charges**	(0.15)	(0.31)	(0.31)	(0.31)
Return after operating charges*	(0.20)	(0.09)	2.32	(0.22)
Distributions	(0.22)	(0.34)	(0.27)	(0.31)
Closing net asset value per share	50.53	50.95	51.38	49.33
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.39%	-0.18%	4.70%	-0.44%
Other information				
Closing net asset value (£'000)	30,015	39,471	42,787	27,385
Closing number of shares	59,399,314	77,469,782	83,271,317	55,518,684
Operating charges****	0.61%	0.61%	0.61%	0.63%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.20	51.51	51.77	50.53
Lowest share price	50.27	50.50	48.95	49.11
<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>				

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	50.98	51.42	49.35	49.90
Return before operating charges*	(0.06)	0.22	2.64	0.05
Operating charges**	(0.01)	(0.02)	(0.02)	(0.02)
Return after operating charges*	(0.07)	0.20	2.62	0.03
Distributions	(0.37)	(0.64)	(0.55)	(0.58)
Closing net asset value per share	50.54	50.98	51.42	49.35
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.14%	0.39%	5.31%	0.06%
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****	0.03%	0.03%	0.03%	0.05%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.23	51.60	51.85	50.60
Lowest share price	50.30	50.57	49.02	49.16

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Standard Life Investment Company II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	52.48	52.35	49.83	49.93
Return before operating charges*	(0.04)	0.23	2.69	0.08
Operating charges**	(0.03)	(0.06)	(0.06)	(0.07)
Return after operating charges*	(0.07)	0.17	2.63	0.01
Distributions	(0.36)	(0.62)	(0.53)	(0.56)
Retained distributions on accumulation share	0.36	0.58	0.42	0.45
Closing net asset value per share	52.41	52.48	52.35	49.83
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.14%	0.32%	5.28%	0.02%
Other information				
Closing net asset value (£'000)	19	19	24	6
Closing number of shares	36,166	35,595	46,740	12,981
Operating charges****	0.11%	0.11%	0.11%	0.13%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	52.73	52.92	52.67	50.75
Lowest share price	51.94	51.48	49.49	49.50

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Standard Life Investment Company II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	51.74	51.86	49.59	49.91
Return before operating charges*	(0.04)	0.24	2.65	0.08
Operating charges**	(0.17)	(0.34)	(0.33)	(0.34)
Return after operating charges*	(0.21)	(0.10)	2.32	(0.26)
Distributions	(0.21)	(0.32)	(0.25)	(0.28)
Retained distributions on accumulation share	0.21	0.30	0.20	0.22
Closing net asset value per share	51.53	51.74	51.86	49.59
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.41%	-0.19%	4.68%	-0.52%
Other information				
Closing net asset value (£'000)	20,636	20,130	9,734	4,663
Closing number of shares	40,045,723	38,906,068	18,770,378	9,404,496
Operating charges****	0.66%	0.66%	0.66%	0.68%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.99	52.22	52.19	50.63
Lowest share price	51.13	50.96	49.21	49.30
<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>				

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	51.00	51.41	49.34	49.85
Return before operating charges*	(0.04)	0.25	2.64	0.10
Operating charges**	(0.17)	(0.34)	(0.33)	(0.34)
Return after operating charges*	(0.21)	(0.09)	2.31	(0.24)
Distributions	(0.21)	(0.32)	(0.24)	(0.27)
Closing net asset value per share	50.58	51.00	51.41	49.34
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.41%	-0.18%	4.68%	-0.48%
Other information				
Closing net asset value (£'000)	50,207	50,695	24,328	13,847
Closing number of shares	99,262,877	99,404,147	47,325,222	28,064,591
Operating charges****	0.66%	0.66%	0.66%	0.68%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.25	51.53	51.79	50.54
Lowest share price	50.31	50.52	48.97	49.13
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	52.08	52.09	49.70	49.92
Return before operating charges*	(0.04)	0.22	2.66	0.07
Operating charges**	(0.10)	(0.20)	(0.20)	(0.20)
Return after operating charges*	(0.14)	0.02	2.46	(0.13)
Distributions	(0.29)	(0.46)	(0.38)	(0.42)
Retained distributions on accumulation share	0.29	0.43	0.31	0.33
Closing net asset value per share	51.94	52.08	52.09	49.70
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.26%	0.03%	4.95%	-0.26%
Other information				
Closing net asset value (£'000)	183,058	173,876	181,911	79,582
Closing number of shares	352,455,113	333,856,333	349,219,560	160,119,968
Operating charges****	0.39%	0.39%	0.39%	0.41%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	52.34	52.54	52.41	50.68
Lowest share price	51.51	51.20	49.34	49.39

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Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional S income				
Change in net assets per share				
Opening net asset value per share	50.97	51.39	49.33	49.86
Return before operating charges*	(0.04)	0.23	2.64	0.09
Operating charges**	(0.10)	(0.20)	(0.20)	(0.20)
Return after operating charges*	(0.14)	0.03	2.44	(0.11)
Distributions	(0.28)	(0.45)	(0.38)	(0.42)
Closing net asset value per share	50.55	50.97	51.39	49.33
* after direct transaction costs of:***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.27%	0.06%	4.95%	-0.22%
Other information				
Closing net asset value (£'000)	139,833	118,507	94,722	36,202
Closing number of shares	276,623,135	232,507,719	184,309,396	73,386,447
Operating charges****	0.39%	0.39%	0.39%	0.41%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	51.22	51.54	51.80	50.55
Lowest share price	50.29	50.52	48.98	49.12

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Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (97.73%)		425,841	100.25
Australian Dollar Denominated Bonds (3.44%)		7,947	1.87
Government Bonds (3.44%)		7,947	1.87
less than 5 years to maturity			
1,520,000	Australia (Commonwealth of) 1% Index-Linked 2018	903	0.21
6,837,000	Australia (Commonwealth of) 1.25% Index-Linked 2022	4,314	1.02
1,458,000	Australia (Commonwealth of) 4% Index-Linked 2020	1,461	0.34
between 5 and 10 years to maturity			
1,655,000	Australia (Commonwealth of) 3% Index-Linked 2025	1,269	0.30
Canadian Dollar Denominated Bonds (1.81%)		2,660	0.62
Government Bonds (1.81%)		2,660	0.62
less than 5 years to maturity			
876,000	Canada (Govt of) 4.25% Index-Linked 2021	902	0.21
between 5 and 10 years to maturity			
1,565,000	Canada (Govt of) 4.25% Index-Linked 2026	1,758	0.41
Danish Krone Denominated Bonds (0.31%)		1,227	0.29
Government Bonds (0.31%)		1,227	0.29
between 5 and 10 years to maturity			
9,184,000	Denmark (Govt of) 0.1% Index-Linked 2023	1,227	0.29
Euro Denominated Bonds (13.93%)		63,160	14.87
Government Bonds (13.93%)		63,160	14.87
less than 5 years to maturity			
817,000	France (Govt of) 0.1% Index-Linked 2021	772	0.18
4,610,000	France (Govt of) 0.25% Index-Linked 2018	4,338	1.02
4,307,000	France (Govt of) 1.1% Index-Linked 2022	4,678	1.10
2,866,000	France (Govt of) 1.3% Index-Linked 2019	2,843	0.67
2,260,000	France (Govt of) 2.25% Index-Linked 2020	2,713	0.64
953,000	Italy (Govt of) 0.1% Index-Linked 2022	893	0.21
3,522,000	Italy (Govt of) 2.1% Index-Linked 2021	3,801	0.89
1,980,000	Italy (Govt of) 2.35% Index-Linked 2019	2,076	0.49
800,000	Spain (Govt of) 0.3% Index-Linked 2021	762	0.18
1,279,000	Spain (Govt of) 0.55% Index-Linked 2019	1,191	0.28

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
between 5 and 10 years to maturity			
5,763,000	France (Govt of) 0.1% Index-Linked 2025	5,543	1.30
694,000	France (Govt of) 1.85% Index-Linked 2027	837	0.20
5,768,000	France (Govt of) 2.1% Index-Linked 2023	6,683	1.57
1,574,000	Germany (Fed Rep of) 0.1% Index-Linked 2026	1,553	0.37
1,336,000	Italy (Govt of) 2.35% Index-Linked 2024	1,400	0.33
4,517,000	Italy (Govt of) 2.6% Index-Linked 2023	5,408	1.27
11,514,000	Italy (Govt of) 3.1% Index-Linked 2026	13,582	3.20
353,000	Spain (Govt of) 1.8% Index-Linked 2024	371	0.09
between 10 and 15 years to maturity			
2,150,000	Germany (Fed Rep of) 0.5% Index-Linked 2030	2,240	0.53
greater than 25 years to maturity			
1,400,000	Germany (Fed Rep of) 0.1% Index-Linked 2046	1,476	0.35
Japanese Yen Denominated Bonds (2.82%)		11,490	2.71
Government Bonds (2.82%)		11,490	2.71
between 5 and 10 years to maturity			
33,700,000	Japan (Govt of) 0.1% Index-Linked 2023	243	0.06
113,400,000	Japan (Govt of) 0.1% Index-Linked 2024	794	0.19
60,400,000	Japan (Govt of) 0.1% Index-Linked 2024	433	0.10
507,800,000	Japan (Govt of) 0.1% Index-Linked 2025	3,566	0.84
913,900,000	Japan (Govt of) 0.1% Index-Linked 2026	6,454	1.52
New Zealand Dollar Denominated Bonds (2.11%)		8,595	2.02
Government Bonds (2.11%)		8,595	2.02
between 5 and 10 years to maturity			
13,950,000	New Zealand (Govt of) 2% Index-Linked 2025	7,861	1.85
between 10 and 15 years to maturity			
1,206,000	New Zealand (Govt of) 3% Index-Linked 2030	734	0.17

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Sterling Denominated Bonds (30.78%)		137,837	32.45
Corporate Bonds (0.11%)		446	0.10
less than 5 years to maturity			
154,000	National Grid 3.806% Index-Linked 2020	271	0.06
85,000	National Grid Gas 4.1875% Index-Linked 2022	175	0.04
Government Bonds (30.67%)		137,391	32.35
less than 5 years to maturity			
10,795,000	UK (Govt of) 0.125% Index-Linked 2019	12,506	2.95
16,018,000	UK (Govt of) 1.875% Index-Linked 2022	25,627	6.03
7,378,000	UK (Govt of) 2.5% Index-Linked 2020	26,697	6.29
between 5 and 10 years to maturity			
10,880,000	UK (Govt of) 0.125% Index-Linked 2024	13,948	3.28
12,960,000	UK (Govt of) 0.125% Index-Linked 2026	16,018	3.77
8,690,000	UK (Govt of) 1.25% Index-Linked 2027	16,172	3.81
7,355,000	UK (Govt of) 2.5% Index-Linked 2024	26,423	6.22
Swedish Krona Denominated Bonds (0.00%)		2,519	0.59
Government Bonds (0.00%)		2,519	0.59
between 5 and 10 years to maturity			
24,500,000	Sweden (Kingdom of) Inflation Linked Bond 1% 2025	2,519	0.59
US Dollar Denominated Bonds (42.53%)		190,406	44.83
Government Bonds (42.53%)		190,406	44.83
less than 5 years to maturity			
7,578,400	US Treasury 0.125% Index-Linked 2020	5,800	1.37
10,867,800	US Treasury 0.125% Index-Linked 2021	8,172	1.92
3,485,900	US Treasury 0.125% Index-Linked 2022	2,737	0.65
700	US Treasury 0.125% Index-Linked 2023	1	0.00
9,916,000	US Treasury 0.625% Index-Linked 2021	7,998	1.88
20,034,700	US Treasury 1.125% Index-Linked 2021	16,829	3.96
7,075,400	US Treasury 1.25% Index-Linked 2020	5,986	1.41
6,584,900	US Treasury 1.375% Index-Linked 2020	5,594	1.32
44,962,000	US Treasury 1.625% Note 2022	31,149	7.33
4,041,100	US Treasury 1.875% Index-Linked 2019	3,496	0.82

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (continued)			
between 5 and 10 years to maturity			
12,033,100	US Treasury 0.125% Index-Linked 2024	8,878	2.09
6,437,800	US Treasury 0.125% Index-Linked 2026	4,635	1.09
18,878,300	US Treasury 0.25% Index-Linked 2025	13,976	3.29
9,908,800	US Treasury 0.375% Index-Linked 2023	7,616	1.79
8,932,800	US Treasury 0.375% Index-Linked 2025	6,668	1.57
8,000,000	US Treasury 0.375% Index-Linked 2027	5,732	1.35
9,737,200	US Treasury 0.375% Index-Linked 2027	7,059	1.66
3,907,600	US Treasury 0.5% Index-Linked 2028	2,794	0.66
12,196,100	US Treasury 0.625% Index-Linked 2024	9,426	2.22
11,066,100	US Treasury 0.625% Index-Linked 2026	8,351	1.97
1,599,700	US Treasury 1.75% Index-Linked 2028	1,507	0.36
11,672,700	US Treasury 2% Index-Linked 2026	11,656	2.75
5,340,400	US Treasury 2.375% Index-Linked 2027	5,447	1.28
4,635,000	US Treasury 3.625% Index-Linked 2028	6,588	1.55
greater than 25 years to maturity			
2,685,500	US Treasury 1.375% Index-Linked 2044	2,311	0.54
Collective Investment Schemes (2.61%)		17,861	4.20
2,059,202	Standard Life CNAV Euro Liquidity Fund	1,806	0.42
16,054,585	Standard Life CNAV Sterling Liquidity Fund	16,055	3.78
Derivatives (0.89%)		(5,536)	(1.30)
Forward Currency Contracts (0.85%)		(6,065)	(1.43)
Buy CAD 126,521 Sell GBP 71,959 09/05/2018		0	0.00
Buy CAD 7,787,845 Sell GBP 4,335,683 09/05/2018		74	0.02
Buy EUR 1,062,878 Sell GBP 941,280 09/05/2018		(9)	0.00
Buy EUR 1,239,796 Sell GBP 1,090,602 09/05/2018		(3)	0.00
Buy GBP 8,117,773 Sell AUD 14,509,004 09/05/2018		170	0.04
Buy GBP 28,161 Sell CAD 50,968 09/05/2018		(1)	0.00
Buy GBP 94,600 Sell CAD 168,275 09/05/2018		(1)	0.00
Buy GBP 7,097,454 Sell CAD 12,452,854 09/05/2018		46	0.01
Buy GBP 1,226,275 Sell DKK 10,364,549 09/05/2018		6	0.00
Buy GBP 624,439 Sell EUR 717,126 09/05/2018		(4)	0.00
Buy GBP 1,455,275 Sell EUR 1,663,812 09/05/2018		(4)	0.00
Buy GBP 3,056,519 Sell EUR 3,479,825 09/05/2018		3	0.00

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Forward Currency Contracts (continued)			
	Buy GBP 4,554,634 Sell EUR 5,189,608 09/05/2018	1	0.00
	Buy GBP 55,994,807 Sell EUR 63,613,049 09/05/2018	181	0.04
	Buy GBP 11,157,345 Sell JPY 1,740,085,329 09/05/2018	(390)	(0.09)
	Buy GBP 91,960 Sell NZD 179,610 09/05/2018	0	0.00
	Buy GBP 8,701,019 Sell NZD 16,904,601 09/05/2018	57	0.01
	Buy GBP 16,840 Sell SEK 187,007 09/05/2018	1	0.00
	Buy GBP 26,204 Sell SEK 311,510 09/05/2018	0	0.00
	Buy GBP 27,750 Sell SEK 318,081 09/05/2018	1	0.00
	Buy GBP 2,705,456 Sell SEK 30,174,776 09/05/2018	199	0.05
	Buy GBP 254,674 Sell USD 364,139 09/05/2018	(10)	0.00
	Buy GBP 2,966,072 Sell USD 4,179,414 09/05/2018	(67)	(0.01)
	Buy GBP 3,438,464 Sell USD 4,836,873 09/05/2018	(72)	(0.02)
	Buy GBP 5,546,486 Sell USD 7,756,633 09/05/2018	(83)	(0.02)
	Buy GBP 175,841,232 Sell USD 251,102,510 09/05/2018	(6,396)	(1.51)
	Buy NZD 170,443 Sell GBP 88,839 09/05/2018	(1)	0.00
	Buy SEK 382,090 Sell GBP 34,399 09/05/2018	(3)	0.00
	Buy USD 2,546,216 Sell GBP 1,831,460 09/05/2018	17	0.00
	Buy USD 13,388,662 Sell GBP 9,493,421 09/05/2018	223	0.05
Inflation Swaps (0.03%)		582	0.14
EUR 8,600,000	Pay fixed 1.3825% receive floating CPTFEMUY 15/07/2027	94	0.02
USD 10,750,000	Pay fixed 2.155% receive floating USDCPI 25/07/2037	406	0.10
USD 49,783,000	Pay fixed 2.261% receive floating USDCPI 16/04/2023	10	0.00
USD 4,420,000	Pay fixed 2.33% receive floating USDCPI 23/03/2047	68	0.02
USD 6,240,000	Pay fixed 2.36125% receive floating USDCPI 14/02/2038	52	0.01
GBP 240,000	Pay fixed 3.1625% receive floating UKRPI 15/05/2046	32	0.01
GBP 1,960,000	Pay fixed 3.17% receive floating UKRPI 15/05/2046	250	0.06
GBP 1,030,000	Pay fixed 3.19125% receive floating UKRPI 15/05/2046	120	0.03
GBP 17,640,000	Pay fixed 3.5% receive floating UKRPI 15/05/2020	(171)	(0.04)
GBP 11,050,000	Pay fixed 3.64% receive floating UKRPI 15/02/2020	(119)	(0.03)
GBP 16,980,000	Pay fixed 3.705% receive floating UKRPI 15/01/2020	(210)	(0.05)
EUR 8,600,000	Pay floating CPTFEMUY receive fixed 1.705% 15/07/2037	(94)	(0.02)
GBP 240,000	Pay floating UKRPI receive fixed 3.1825% 15/05/2041	(24)	(0.01)
GBP 1,960,000	Pay floating UKRPI receive fixed 3.1925% 15/05/2041	(190)	(0.04)
GBP 2,090,000	Pay floating UKRPI receive fixed 3.2125% 15/05/2041	(186)	(0.04)
GBP 17,640,000	Pay floating UKRPI receive fixed 3.4525% 15/05/2023	222	0.05
GBP 11,050,000	Pay floating UKRPI receive fixed 3.62% 15/02/2023	229	0.05
GBP 16,980,000	Pay floating UKRPI receive fixed 3.655% 15/01/2023	388	0.09

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Inflation Swaps (continued)			
USD 10,750,000	Pay floating USDCPI receive fixed 2.0725% 25/07/2027	(245)	(0.06)
USD 4,420,000	Pay floating USDCPI receive fixed 2.1625% 23/03/2022	(9)	0.00
USD 6,240,000	Pay floating USDCPI receive fixed 2.29325% 14/02/2028	(41)	(0.01)
Interest Rate Swaps (0.01%)		(53)	(0.01)
SEK 325,000,000	Pay fixed -0.2085% receive floating SEK-STIBOR 30/10/2019	1	0.00
SEK 68,000,000	Pay fixed 1.2228% receive floating SEK-STIBOR 30/10/2027	(48)	(0.01)
CAD 51,500,000	Pay fixed 1.8175% receive floating CAD-BA-CDOR 26/10/2019	136	0.03
CAD 11,200,000	Pay fixed 2.345% receive floating CAD-BA-CDOR 26/10/2027	169	0.04
CAD 51,500,000	Pay floating CAD-BA-CDOR receive fixed 1.8175% 26/10/2019	(137)	(0.03)
CAD 11,200,000	Pay floating CAD-BA-CDOR receive fixed 2.345% 26/10/2027	(169)	(0.04)
CAD 38,957,000	Pay floating CAD-BA-CDOR receive fixed 2.4425% 06/03/2021	(52)	(0.01)
SEK 325,000,000	Pay floating SEK-STIBOR receive fixed -0.2085% 30/10/2019	(1)	0.00
SEK 68,000,000	Pay floating SEK-STIBOR receive fixed 1.2228% 30/10/2027	48	0.01
Total investment assets and liabilities		438,166	103.15
Net other liabilities		(13,400)	(3.15)
Total Net Assets		424,766	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 are show the comparative holding as at 31 October 2017.

	Market value £'000
Reconciliation of assets and liabilities to the balance sheet	
Investment assets as per the Balance Sheet	446,906
Investment liabilities	(8,740)
Net investment assets	438,166
Net other liabilities	(13,400)
Total Net Assets	424,766

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital losses		(3,391)		(1,407)
Revenue	3,114		2,698	
Expenses	(922)		(892)	
Interest payable and similar charges	(52)		(1)	
Net revenue before taxation	2,140		1,805	
Taxation	0		0	
Net revenue after taxation		2,140		1,805
Total return before distributions		(1,251)		398
Distributions		(2,140)		(1,804)
Change in net assets attributable to shareholders from investment activities		(3,391)		(1,406)

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		403,989		357,070
Amounts receivable on the issue of shares	51,567		100,362	
Amounts payable on the cancellation of shares	(28,486)		(23,757)	
		23,081		76,605
Dilution adjustment		17		58
Change in net assets attributable to shareholders from investment activities (see above)		(3,391)		(1,406)
Retained distribution on accumulation shares		1,070		942
Closing net assets attributable to shareholders		424,766		433,269

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 II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		446,906		411,079
Current assets:				
Debtors	1,622		1,729	
Cash and bank balances	(1,696)		(1,080)	
		(74)		649
Total assets		446,832		411,728
Liabilities:				
Investment liabilities		(8,740)		(2,106)
Creditors	(12,679)		(5,364)	
Distribution payable	(647)		(269)	
		(13,326)		(5,633)
Total liabilities		(22,066)		(7,739)
Net assets attributable to shareholders		424,766		403,989

Standard Life Investment Company II Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Distribution Tables

for the three months ended 31 January 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 31 January 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	0.0367	-	0.0367*	0.0454
Group 2	0.0119	0.0248	0.0367*	-
Institutional accumulation				
Group 1	0.0919	-	0.0919*	0.0899
Group 2	-	-	-	0.0899
Retail income				
Group 1	0.0367	-	0.0367**	0.0480
Group 2	-	-	-	-
Institutional income				
Group 1	0.0905	-	0.0905**	0.0888
Group 2	0.0519	0.0386	0.0905**	0.0888
Standard Life income				
Group 1	0.1677	-	0.1677**	0.1480
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.1601	-	0.1601*	0.1443
Group 2	0.1046	0.0555	0.1601*	0.1443
Platform 1 accumulation				
Group 1	0.0854	-	0.0854*	0.0846
Group 2	0.0420	0.0434	0.0854*	0.0846
Platform 1 income				
Group 1	0.0843	-	0.0843**	0.0831
Group 2	0.0439	0.0404	0.0843**	0.0831

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked 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
Institutional S accumulation				
Group 1	0.1215	-	0.1215*	0.1129
Group 2	0.0658	0.0557	0.1215*	0.1129
Institutional S income				
Group 1	0.1189	-	0.1189**	0.1111
Group 2	0.0545	0.0644	0.1189**	0.1111

* Distribution accumulated on 31 January 2018

** Distribution paid on 31 March 2018

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked Bond Fund

Distribution Tables (Continued)

for the three months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 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	0.0815	-	0.0815*	0.0273
Group 2	-	-	-	-
Institutional accumulation				
Group 1	0.1350	-	0.1350*	0.0802
Group 2	0.0752	0.0598	0.1350*	0.0802
Retail income				
Group 1	0.0810	-	0.0810**	0.0289
Group 2	0.0768	0.0042	0.0810**	0.0289
Institutional income				
Group 1	0.1329	-	0.1329**	0.0795
Group 2	0.0677	0.0652	0.1329**	0.0795
Standard Life income				
Group 1	0.2054	-	0.2054**	0.1461
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	0.2015	-	0.2015*	0.1462
Group 2	0.1321	0.0694	0.2015*	0.1462
Platform 1 accumulation				
Group 1	0.1289	-	0.1289*	0.0742
Group 2	0.0563	0.0726	0.1289*	0.0742
Platform 1 income				
Group 1	0.1268	-	0.1268**	0.0736
Group 2	0.0593	0.0675	0.1268**	0.0736

Standard Life Investment Company II

Interim Report & Financial Statements

Short Duration Global Index Linked 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
Institutional S accumulation				
Group 1	0.1640	-	0.1640*	0.1088
Group 2	0.0964	0.0676	0.1640*	0.1088
Institutional S income				
Group 1	0.1600	-	0.1600**	0.1073
Group 2	0.0895	0.0705	0.1600**	0.1073

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 June 2018

Standard Life Investment Company II Interim Report & Financial Statements

Short Term Money Market Fund

Investment Report

Fund Information	
Fund Manager	Stuart Lindsay
Launch Date	15 September 2004
Benchmark	IA Short Term Money Market Sector

Investment objective

The investment objective of the Sub-fund is to maintain capital and to achieve a competitive rate of interest.

Investment policy

The investment policy of the Sub-fund is to invest in a portfolio of mainly cash, deposits and other money market instruments in accordance with the FCA Rules. The Sub-fund may also invest in bills of exchange, debentures and other investments (including other forms of transferable securities and collective investment schemes). The Sub-fund will not invest in equities.

Risk

The nature of the Sub-fund is that of a “short-term money market scheme” and it is managed in accordance with the FCA Rules and the European Securities and Markets Authority’s (“ESMA”) Guidelines on a common definition of European money market funds. The Sub-fund will have a variable net asset value. There is no assurance that the objective will be attained over any time period. The Sub-fund price is not guaranteed. The Sub-fund price will vary each day in accordance with movements in the value of the investments held in the Sub-fund. The Sub-fund’s price will also be impacted by factors such as income arising from the assets held in the Sub-fund and charges and expenses paid by the Sub-fund.

The Sub-fund is intended for cautious investors looking to achieve a competitive rate of interest, consistent with preservation of principal (capital) that comes from investing in a portfolio of mainly cash, deposits and other money market instruments.

The Company (or the Depositary acting in accordance with the instructions of the ACD) may enter into repo contracts (repurchase and reverse repurchase agreements) for the purposes of efficient portfolio management (including hedging) where the ACD determines that they provide the Sub-fund with a more cost effective and cost efficient means of altering the Sub-fund’s yield exposure than would be achieved in the cash market. Under a repurchase agreement securities are acquired from a seller (for example, a bank or securities dealer) who agrees, at the time of sale, to repurchase the securities at a mutually agreed upon date (usually not more than seven days from the date of purchase) and price, thereby determining the yield to the Sub-fund during the term of the repurchase agreement. The resale price reflects the purchase price plus an agreed upon market rate of interest which is unrelated to the coupon rate or maturity of the purchased security. Under a reverse repurchase agreement securities are sold and agreed to be repurchased at a mutually agreed upon date and price. Securities may be lent to brokers, dealers and other financial institutions.

Repurchase and reverse repurchase agreements will currently be restricted to fixed income government securities only. The expected proportion of the Sub-fund’s Net Asset Value that will be subject to repurchase and reverse repurchase agreements will vary over time, depending on factors including but not limited to market conditions, but will be between 0% and 100% in aggregate in accordance with UCITS rules.

All revenues and returns (both gains & losses) from repos are accrued to the Sub-fund, net of direct and indirect operational expenses.

Performance

The Sub-fund returned -0.05% over the period, compared to 0.10% for the IA Short Term Money Market sector (Source: Morningstar, basic rate taxpayer, bid-to-bid basis, net of charges).

During 2018 so far, there have been varying expectations of an interest rate increase from the Bank of England, which has so far not materialised. The market probability for a hike at the May meeting was as high as 90% at one point, before dovish commentary from Governor Carney, coupled with weaker economic data, saw the probability fall to below 10%. When the Monetary Policy Committee (MPC) kept rates unchanged, it cited the weaker economic backdrop. As a result, market expectations are now tuned into UK economic data releases. Some commentators still forecast a hike during 2018 mainly on the belief that recent economic data weakness was weather related and should now recover despite Brexit uncertainty. The current probability of a 25-75 basis points rise at the August MPC meeting sits at 47%, which nicely illustrates the uncertainty surrounding UK economic forecasts.

Activity

Capital preservation was the focus of our activity and liquidity remains key to the operation of the Sub-fund. Therefore, we continued to invest the majority of the Sub-fund in shorter maturities, with selective investments further along the yield curve where we can make additional returns. This is subject to constraints imposed by the evolving credit strength of our approved issuer counterparties. During the period, we reduced the weighted average maturity of the Sub-fund in anticipation of an interest rate increase.

Outlook

The three-month London Interbank Sterling Offered Rate (LIBOR) has moved in line with interest rate expectations. The regulatory environment facing banks will drive wholesale money market issuance levels, and therefore Sub-fund performance, in the near term. We will maintain the Sub-fund’s weighted average maturity at a neutral level within the permitted range, with ongoing scrutiny of economic data and Bank of England forecasts until a clearer picture of the UK economy emerges. We will also maintain investments in both fixed coupon and floating coupon instruments, where possible.

Standard Life Investment Company II Interim Report & Financial Statements

Short Term Money Market Fund

Investment Report (Continued)

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. 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 request 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 II Interim Report & Financial Statements

Short Term Money Market Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	57.80	57.83	57.78	57.73
Return before operating charges*	0.11	0.23	0.33	0.34
Operating charges**	(0.14)	(0.26)	(0.26)	(0.28)
Return after operating charges*	(0.03)	(0.03)	0.07	0.06
Distributions	0.00	0.00	(0.09)	(0.07)
Retained distributions on accumulation share	0.00	0.00	0.07	0.06
Closing net asset value per share	57.77	57.80	57.83	57.78
* after direct transaction costs of: ***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	-0.05%	-0.05%	0.12%	0.10%
Other information				
Closing net asset value (£'000)	5,156	5,651	7,580	6,211
Closing number of shares	8,924,664	9,777,539	13,106,744	10,749,194
Operating charges****	0.50%	0.45%	0.45%	0.49%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	57.81	57.84	57.85	57.78
Lowest share price	57.77	57.80	57.78	57.72

** 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 II Interim Report & Financial Statements

Short Term Money Market Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	59.85	59.77	59.57	59.53
Return before operating charges*	0.12	0.22	0.39	0.20
Operating charges**	(0.08)	(0.14)	(0.14)	(0.11)
Return after operating charges*	0.04	0.08	0.25	0.09
Distributions	0.00	(0.10)	(0.26)	(0.24)
Retained distributions on accumulation share	0.00	0.10	0.21	0.19
Closing net asset value per share	59.89	59.85	59.77	59.57
* after direct transaction costs of: ***	0.00	0.00	0.00	0.00
Performance+				
Return after charges	0.07%	0.13%	0.42%	0.15%
Other information				
Closing net asset value (£'000)	82	893	1,265	11
Closing number of shares	136,913	1,492,000	2,116,726	17,786
Operating charges****	0.28%	0.23%	0.23%	0.19%
Direct transaction costs***	0.00%	0.00%	0.00%	0.00%
Prices				
Highest share price	59.93	59.85	59.79	59.57
Lowest share price	59.85	59.77	59.57	59.38

** 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.

Standard Life Investment Company II

Interim Report & Financial Statements

Short Term Money Market Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (9.17%)		200	3.82
Sterling Denominated Bonds (9.17%)		200	3.82
Corporate bonds (9.17%)		200	3.82
less than 5 years to maturity			
200,000	Rabobank FRN 2018	200	3.82
Cash Held For Investment Purposes (85.98%)		4,660	88.97
Call Deposits (6.78%)		344	6.57
	Lloyds TSB Financial 0.25%	344	6.57
Money Market Instruments (33.60%)		3,000	57.28
200,000	ABN AMRO CD 0% 21/08/2018	200	3.81
200,000	Bank of China CD 0% 09/05/2018	200	3.81
200,000	Bank of Tokyo CD 0.58% 25/06/2018	200	3.82
200,000	China Construction CD 0.8% 22/06/2018	200	3.82
200,000	Commerzbank CD 0.53% 07/06/2018	200	3.82
200,000	Credit Suisse CD 0.6% 13/06/2018	200	3.82
200,000	Danske Bank CD 0.52% 06/07/2018	200	3.82
200,000	Deutsche Bank CD 0.845% 12/07/2018	200	3.82
200,000	DZ Bank CD 0.55% 14/05/2018	200	3.82
200,000	First Abu Dhabi Bank CD 0.57% 08/06/2018	200	3.82
200,000	Industrial & Commercial Bank of China CD 0.74% 30/05/2018	200	3.82
200,000	Nationwide Building Society CD 0.59% 21/06/2018	200	3.82
200,000	Natixis CD 0.58% 21/05/2018	200	3.82
200,000	Royal Bank of Scotland CD 0.53% 08/05/2018	200	3.82
200,000	Santander UK CD 0.52% 12/06/2018	200	3.82
Term Deposits (45.60%)		1,316	25.12
200,000	BNP Paribas 0.45% 11/05/2018	200	3.82
250,399	Landesbank Baden Wuerttemberg 0.47% 01/05/2018	250	4.77
196,290	Mizuho Bank 0.45% 01/05/2018	196	3.74
200,592	Qatar National Bank 0.7% 02/05/2018	201	3.84
241,386	SMBC Europe London 0.46% 01/05/2018	241	4.60
227,584	Sumitomo Mitsui Trust Bank 0.47% 01/05/2018	228	4.35

Standard Life Investment Company II

Interim Report & Financial Statements

Short Term Money Market Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (5.00%)		360	6.87
360,278	Standard Life CNAV Sterling Liquidity Fund	360	6.87
Total investment assets and liabilities		5,220	99.66
Net other assets		18	0.34
Total Net Assets		5,238	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 31 October 2017.

Standard Life Investment Company II

Interim Report & Financial Statements

Short Term Money Market Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital losses		0		(1)
Revenue	14		15	
Expenses	(16)		(17)	
Net expense before taxation	(2)		(2)	
Taxation	0		0	
Net revenue after taxation		(2)		(2)
Total return before equalisation		(2)		(3)
Equalisation		(1)		0
Change in net assets attributable to shareholders from investment activities		(3)		(3)

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		6,544		8,845
Amounts receivable on the issue of shares	919		2,526	
Amounts payable on the cancellation of shares	(2,222)		(4,345)	
		(1,303)		(1,819)
Dilution adjustment		0		1
Change in net assets attributable to shareholders from investment activities (see above)		(3)		(3)
Closing net assets attributable to shareholders		5,238		7,024

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 II

Interim Report & Financial Statements

Short Term Money Market Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		5,220		6,554
Current assets:				
Debtors	21		2	
Cash and bank balances	3		2	
		24		4
Total assets		5,244		6,558
Liabilities:				
Creditors	(6)		(14)	
		(6)		(14)
Total liabilities		(6)		(14)
Net assets attributable to shareholders		5,238		6,544

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Investment Report

Fund Information	
Fund Manager	Lesley Duncan
Launch Date	1 February 2018
Benchmark	NA

Investment objective

The objective of the Sub-fund is to generate a return over the long term by investing primarily in equities and equity-related investments of companies which promote and implement good employment opportunities and practices.

Investment policy

The investment policy of the Sub-fund is to invest primarily in a concentrated portfolio of equities and equity-related investments of companies incorporated or domiciled in the UK or which have significant assets or derive significant revenues or profits from UK operations which have the potential to generate return over the long term and create a positive measurable impact by the promotion or implementation of good employment opportunities and practices. The impact criteria will typically include paying above average rates, being located in deprived areas, offering training opportunities and/or employing young people with the majority of these being in the UK. "Equity-related 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 impact criteria applicable to the Sub-fund are set out in an Impact Policy and may be amended from time to time as considered necessary.

The Sub-fund may also invest in other transferable securities, money-market instruments, deposits, cash and near cash and collective investment schemes that comply, where applicable, with the impact 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 concentrated portfolio of primarily UK equities of companies that have a positive impact and comply with certain impact criteria. The nature of the portfolio offers investors a focused investment approach as well as diversification across primarily UK equity exposure with an impact focus. 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 the impact criteria, and should therefore have an investment time horizon of at least 5 years.

Investment Activity & Performance Review

The Sub-fund launched on 1 February 2018, and a full list of its investments are included in the Portfolio. A full update on investment activity and performance will be given in the Annual Report to 31 October 2018.

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. 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 II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Comparative Tables

30 April 2018
pence per share

Retail accumulation++

Change in net assets per share

Opening net asset value per share	50.00
Return before operating charges*	(0.05)
Operating charges**	(0.19)
Return after operating charges*	(0.24)
Distributions	(0.21)
Retained distributions on accumulation share	0.21
Closing net asset value per share	49.76
* after direct transaction costs of: ***	0.07

Performance+

Return after charges	-0.48%
----------------------	--------

Other information

Closing net asset value (£'000)	42
Closing number of shares	85,205
Operating charges****	1.68%
Direct transaction costs***	0.59%

Prices

Highest share price	50.00
Lowest share price	46.28

** 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.

++ Sub-fund Launched on 01 February 2018.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Comparative Tables (Continued)

30 April 2018
pence per share

Institutional accumulation++

Change in net assets per share

Opening net asset value per share	50.00
Return before operating charges*	(0.04)
Operating charges**	(0.14)
Return after operating charges*	(0.18)
Distributions	(0.24)
Retained distributions on accumulation share	0.24
Closing net asset value per share	49.82
* after direct transaction costs of: ***	0.07

Performance+

Return after charges	-0.36%
----------------------	--------

Other information

Closing net asset value (£'000)	1
Closing number of shares	2,200
Operating charges****	1.21%
Direct transaction costs***	0.59%

Prices

Highest share price	50.00
Lowest share price	46.32

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

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++ Sub-fund Launched on 01 February 2018.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Comparative Tables (Continued)

30 April 2018
pence per share

Standard Life accumulation++

Change in net assets per share

Opening net asset value per share	50.00
Return before operating charges*	(0.06)
Operating charges**	(0.05)
Return after operating charges*	(0.11)
Distributions	(0.31)
Retained distributions on accumulation share	0.31
Closing net asset value per share	49.89
* after direct transaction costs of: ***	0.07

Performance+

Return after charges	-0.22%
----------------------	--------

Other information

Closing net asset value (£'000)	5,037
Closing number of shares	10,094,588
Operating charges****	0.46%
Direct transaction costs***	0.59%

Prices

Highest share price	50.00
Lowest share price	46.36

** 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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++ Sub-fund Launched on 01 February 2018.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Comparative Tables (Continued)

30 April 2018
pence per share

Platform 1 accumulation++

Change in net assets per share

Opening net asset value per share	50.00
Return before operating charges*	(0.04)
Operating charges**	(0.14)
Return after operating charges*	(0.18)
Distributions	(0.24)
Retained distributions on accumulation share	0.24
Closing net asset value per share	49.82
* after direct transaction costs of: ***	0.07

Performance+

Return after charges	-0.36%
----------------------	--------

Other information

Closing net asset value (£'000)	1
Closing number of shares	2,200
Operating charges****	1.21%
Direct transaction costs***	0.59%

Prices

Highest share price	50.00
Lowest share price	46.32

** 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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++ Sub-fund Launched on 01 February 2018.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Comparative Tables (Continued)

30 April 2018
pence per share

Institutional S accumulation++

Change in net assets per share

Opening net asset value per share	50.00
Return before operating charges*	(0.03)
Operating charges**	(0.11)
Return after operating charges*	(0.14)
Distributions	(0.28)
Retained distributions on accumulation share	0.28
Closing net asset value per share	49.86
* after direct transaction costs of: ***	0.07

Performance+

Return after charges	-0.28%
----------------------	--------

Other information

Closing net asset value (£'000)	1
Closing number of shares	2,200
Operating charges****	0.96%
Direct transaction costs***	0.59%

Prices

Highest share price	50.00
Lowest share price	46.34

** 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.

++ Sub-fund Launched on 01 February 2018.

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
United Kingdom Equities		4,936	97.13
Basic Materials		51	1.00
1,951	Victrex	51	1.00
Consumer Goods		1,174	23.10
4,400	Bellway	146	2.88
61,028	Boohoo.com*	112	2.20
10,094	Bovis Homes	125	2.45
46,528	Countryside Properties	167	3.29
2,905	Cranswick	85	1.66
18,845	Dixons Carphone	38	0.75
4,595	Fever Tree Drinks*	130	2.56
56,549	Greencore	90	1.77
3,745	Greggs	46	0.90
10,108	JD Sports	39	0.78
24,471	Redrow	153	3.02
2,844	SuperGroup	43	0.84
Consumer Services		905	17.81
12,428	CVS*	122	2.41
17,872	Dunelm	101	1.98
82,120	Enterprise Inns	106	2.08
6,902	Go-Ahead	134	2.63
9,520	Greene King	52	1.02
15,385	Joules*	58	1.14
13,879	Just Eat	107	2.11
52,249	Lookers	53	1.05
30,672	National Express	120	2.37
1,136	Rightmove	52	1.02
Financials		844	16.61
14,524	Aviva	77	1.50
9,640	Close Brothers	148	2.91
38,956	Grainger	122	2.40
6,493	Intermediate Capital	70	1.39
5,345	John Laing Group	15	0.29
18,676	OneSavings Bank	74	1.46

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Portfolio Statement as at 30 April 2018 (Continued)

			Market value £'000	Percentage of total net assets
Holding	Investment			
Financials (continued)				
6,493	Phoenix		51	1.00
7,279	St James's Place		83	1.63
11,083	Unite		92	1.82
40,238	Virgin Money		112	2.21
Health Care			35	0.69
3,993	Clinigen		35	0.69
Industrials			1,316	25.90
1,499	DCC		105	2.06
22,168	Essentra		98	1.92
11,125	Grafton		84	1.65
24,726	Howdens Joinery		118	2.32
10,465	Kier		112	2.21
11,962	Marshalls		51	1.01
8,439	Midwich*		48	0.95
27,748	Mitie Group		51	1.00
38,463	Polypipe		147	2.90
21,307	Porvair		104	2.04
11,456	Ricardo		109	2.14
17,990	RPC		142	2.80
5,054	Sanne Group		31	0.62
4,310	Spectris		116	2.28
Technology			241	4.74
16,322	FDM		166	3.27
20,548	Kainos		75	1.47
Telecommunications			159	3.13
16,496	Gamma Communication*		123	2.43
3,295	Telecom Plus		36	0.70

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Portfolio Statement as at 30 April 2018 (Continued)

			Market value £'000	Percentage of total net assets
	Holding	Investment		
Utilities			211	4.15
	4,680	National Grid	39	0.78
	12,293	Pennon	85	1.67
	4,461	Severn Trent	87	1.70
Total Investment assets			4,936	97.13
Net other assets			146	2.87
Total Net Assets			5,082	100.00

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

* AIM listed.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Financial Statements

Statement of Total Return

for the period 1 February 2018 to 30 April 2018

		30 April 2018
	£'000	£'000
Income:		
Net capital losses		(40)
Revenue	38	
Expenses	(6)	
Net revenue before taxation	32	
Taxation	0	
Net revenue after taxation		32
Total return before distributions		(8)
Distributions		(32)
Change in net assets attributable to shareholders from investment activities		(40)

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 February 2018 to 30 April 2018

		30 April 2018
	£'000	£'000
Opening net assets attributable to shareholders		0
Amounts receivable on the issue of shares	5,090	
		5,090
Change in net assets attributable to shareholders from investment activities (see above)		(40)
Retained distribution on accumulation shares		32
Closing net assets attributable to shareholders		5,082

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018	
	£'000	£'000
Assets:		
Fixed assets:		
Investment assets		4,936
Current assets:		
Debtors	30	
Cash and bank balances	132	
		162
Total assets		5,098
Liabilities:		
Creditors	(16)	
		(16)
Total liabilities		(16)
Net assets attributable to shareholders		5,082

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Impact - Employment Opportunities Fund

Distribution Tables

for the six months ended 30 April 2018

Group 1 - shares purchased prior to 1 February 2018

Group 2 - shares purchased between 1 February 2018 and 30 April 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share
Retail accumulation			
Group 1	0.2102	-	0.2102*
Group 2	0.1209	0.0893	0.2102*
Institutional accumulation			
Group 1	0.2422	-	0.2422*
Group 2	-	-	-
Standard Life accumulation			
Group 1	0.3141	-	0.3141*
Group 2	0.3139	0.0002	0.3141*
Platform 1 accumulation			
Group 1	0.2422	-	0.2422*
Group 2	-	-	-
Institutional S accumulation			
Group 1	0.2790	-	0.2790*
Group 2	-	-	-

* Distribution accumulated on 30 April 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 II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Investment Report

Fund Information	
Fund Manager	Thomas Moore
Launch Date	22 February 2007
Benchmark	IA UK Equity Income Sector

Investment objective

The investment 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 substantially in high yielding 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. Additionally, from time to time, the Sub-fund may invest in other forms of transferable securities, deposits, money market instruments and collective investment schemes in accordance with the FCA rules. The Sub-fund will not be restricted by index weightings, sector constraints or company size.

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 unconstrained, actively managed portfolio of mainly UK equities. The unconstrained and highly concentrated nature of the portfolio makes it suitable for investors who are willing to accept a relatively high degree of stock specific risk as the Sub-fund is not restricted by index weightings, sector constraints or company size. The investor must be able to accept significant temporary losses due to the volatile nature of equity markets and should therefore have an investment horizon of at least 5 years.

Performance

Over the six-month period to the end of April, the Sub-fund rose 0.09%, while the IA UK Equity Income sector rose 1.38% (source: Morningstar, basic-rate taxpayer, bid-to-bid basis).

The Sub-fund's holding in IT business Micro Focus detracted from returns over the period because of weaker-than-expected operational performance and the effects of a profit warning. However, the company's share price did rally towards the end of the period, and we continue to believe that Micro Focus has the ability to identify attractively valued legacy software businesses, stabilise profitability and return cash to shareholders. Saga was also detrimental after a disappointing trading update in which management pointed to lower customer retention because of more competitive insurance markets. Again, the company's shares rebounded latterly, responding positively to encouraging results. Lastly, energy services company Wood Group hindered performance when investors responded negatively to an update that highlighted higher-than-expected net debt levels.

On the upside, performance benefited from our holding in online trading platform IG Group, which delivered impressive full-year results. Its shares responded positively to a spike in volatility levels that has historically coincided with benign trading conditions for spread-betting companies. Our holding in merchant banking group Close Brothers was also positive, as a trading update revealed continued strong trading across all three divisions, with banking proving to be most important for consistent growth. Infrastructure project manager John Laing further added to returns, as its share price recovered sharply when investors gained comfort in the growth rationale for the recently announced rights issue.

Activity

Over the period, we made a number of purchases including Cineworld, whose acquisition of Regal Entertainment caused a significant pullback in the share price. This provided us with an opportunity to re-enter the stock at a depressed valuation. We see scope for significant revenue and cost synergies, which the management team has already demonstrated it can achieve.

In the construction sector, we bought shares in Tyman, a leading supplier of building products, whose share price had decreased due to negative sentiment towards US construction companies. We also initiated a holding in housebuilder Bellway, which has a strong track record of profitable volume growth across a broad geographic area. Meanwhile, we sold clay and concrete building products manufacturer Ibstock. The company had delivered good earnings growth and its valuation had re-rated, reflecting its steady market position.

Elsewhere, we took profits in Hargreaves Lansdown following robust share price performance since initial purchase in September 2015. In that time, it has significantly outperformed the wider UK stock market. The company has benefited from sustained flows onto its Vantage platform and increased confidence in the new management team's ability to accelerate flows and launch new products. Finally, we added to our holding in asset management business Polar Capital, whose strong fund-flow momentum reflects success across a variety of different franchises. There is also potential for the experienced new chief executive to provide growth through various strategic initiatives.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Investment Report (Continued)

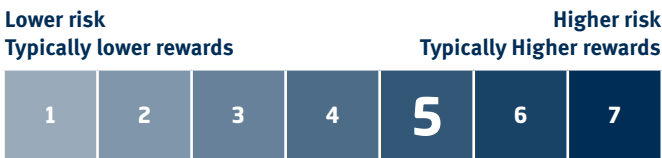
Outlook & strategy

Our focus remains on identifying attractively valued companies with the potential to deliver improving cashflows and dividends, which can act as a trigger for a valuation re-rating and drive total return.

While the economic and political backdrop remains uncertain, we see a wide range of stocks that offer a compelling combination of earnings momentum, dividend growth and attractive valuation. We based the Sub-fund’s positions on high conviction stock-specific insights, which are currently most abundant within the financials, consumer and resources sectors.

We will continue to take an index-agnostic approach to UK equity income, which we believe will provide two key benefits for investors: improved diversification of income sources and the potential for improved total return. With the anchor of cashflows underpinning dividends through volatile markets, we remain positive on the Sub-fund’s prospects.

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 II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	81.90	70.17	71.76	63.50
Return before operating charges*	0.21	12.88	(0.52)	9.60
Operating charges**	(0.61)	(1.15)	(1.07)	(1.34)
Return after operating charges*	(0.40)	11.73	(1.59)	8.26
Distributions	(1.78)	(3.11)	(2.78)	(2.76)
Retained distributions on accumulation share	1.78	3.11	2.78	2.76
Closing net asset value per share	81.50	81.90	70.17	71.76
* after direct transaction costs of:***	0.08	0.22	0.11	0.12
Performance+				
Return after charges	-0.49%	16.72%	-2.22%	13.01%
Other information				
Closing net asset value (£'000)	22,659	23,556	27,806	301,393
Closing number of shares	27,802,718	28,762,536	39,625,957	419,999,832
Operating charges****	1.52%	1.52%	1.52%	1.90%
Direct transaction costs***	0.21%	0.30%	0.16%	0.17%
Prices				
Highest share price	84.64	81.94	75.10	75.19
Lowest share price	75.31	68.39	59.96	63.70
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	95.30	81.18	82.37	72.17
Return before operating charges*	0.24	14.92	(0.46)	10.93
Operating charges**	(0.42)	(0.80)	(0.73)	(0.73)
Return after operating charges*	(0.18)	14.12	(1.19)	10.20
Distributions	(2.08)	(3.61)	(3.21)	(3.16)
Retained distributions on accumulation share	2.08	3.61	3.21	3.16
Closing net asset value per share	95.12	95.30	81.18	82.37
* after direct transaction costs of:***	0.10	0.26	0.13	0.14
Performance+				
Return after charges	-0.19%	17.39%	-1.44%	14.13%
Other information				
Closing net asset value (£'000)	564,199	510,090	404,587	114,741
Closing number of shares	593,152,636	535,257,164	498,407,579	139,295,600
Operating charges****	0.90%	0.90%	0.90%	0.90%
Direct transaction costs***	0.21%	0.30%	0.16%	0.17%
Prices				
Highest share price	98.61	95.35	86.35	85.96
Lowest share price	87.85	79.12	69.21	72.40

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Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail income				
Change in net assets per share				
Opening net asset value per share	54.36	48.45	51.60	47.48
Return before operating charges*	0.13	8.83	(0.41)	7.15
Operating charges**	(0.40)	(0.79)	(0.76)	(0.99)
Return after operating charges*	(0.27)	8.04	(1.17)	6.16
Distributions	(1.18)	(2.13)	(1.98)	(2.04)
Closing net asset value per share	52.91	54.36	48.45	51.60
* after direct transaction costs of:***	0.05	0.15	0.08	0.09
Performance+				
Return after charges	-0.50%	16.59%	-2.27%	12.97%
Other information				
Closing net asset value (£'000)	3,736	3,972	4,525	29,692
Closing number of shares	7,061,171	7,306,914	9,338,942	57,542,621
Operating charges****	1.52%	1.52%	1.52%	1.90%
Direct transaction costs***	0.21%	0.30%	0.16%	0.17%
Prices				
Highest share price	56.18	55.24	54.00	55.02
Lowest share price	49.99	47.22	42.22	47.63

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Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional income				
Change in net assets per share				
Opening net asset value per share	59.18	52.44	55.41	50.48
Return before operating charges*	0.15	9.56	(0.35)	7.62
Operating charges**	(0.26)	(0.51)	(0.48)	(0.50)
Return after operating charges*	(0.11)	9.05	(0.83)	7.12
Distributions	(1.29)	(2.31)	(2.14)	(2.19)
Closing net asset value per share	57.78	59.18	52.44	55.41
* after direct transaction costs of:***	0.06	0.17	0.08	0.10
Performance+				
Return after charges	-0.19%	17.26%	-1.50%	14.10%
Other information				
Closing net asset value (£'000)	253,325	259,498	266,874	280,897
Closing number of shares	438,413,492	438,461,318	508,916,977	506,956,091
Operating charges****	0.90%	0.90%	0.90%	0.90%
Direct transaction costs***	0.21%	0.30%	0.15%	0.18%
Prices				
Highest share price	61.24	60.15	58.08	58.85
Lowest share price	54.56	51.11	45.60	50.64
<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>				

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UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	64.05	56.25	58.91	53.19
Return before operating charges*	0.15	10.27	(0.38)	8.05
Operating charges**	(0.01)	(0.01)	(0.01)	(0.01)
Return after operating charges*	0.14	10.26	(0.39)	8.04
Distributions	(1.39)	(2.46)	(2.27)	(2.32)
Closing net asset value per share	62.80	64.05	56.25	58.91
* after direct transaction costs of:***	0.06	0.18	0.09	0.10
Performance+				
Return after charges	0.22%	18.24%	-0.66%	15.12%
Other information				
Closing net asset value (£'000)	42,592	43,434	40,716	34,481
Closing number of shares	67,816,011	67,816,011	72,387,091	58,534,594
Operating charges****	0.02%	0.02%	0.02%	0.02%
Direct transaction costs***	0.21%	0.30%	0.16%	0.17%
Prices				
Highest share price	66.39	65.05	61.84	62.33
Lowest share price	59.24	54.83	48.76	53.37

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Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	98.43	83.18	83.73	72.78
Return before operating charges*	0.26	15.34	(0.47)	11.03
Operating charges**	(0.05)	(0.09)	(0.08)	(0.08)
Return after operating charges*	0.21	15.25	(0.55)	10.95
Distributions	(2.15)	(3.72)	(3.27)	(3.14)
Retained distributions on accumulation share	2.15	3.72	3.27	3.14
Closing net asset value per share	98.64	98.43	83.18	83.73
* after direct transaction costs of:***	0.10	0.27	0.13	0.14
Performance+				
Return after charges	0.21%	18.33%	-0.66%	15.05%
Other information				
Closing net asset value (£'000)	2,356	2,886	2,881	2,523
Closing number of shares	2,388,349	2,932,370	3,463,299	3,013,596
Operating charges****	0.10%	0.10%	0.10%	0.10%
Direct transaction costs***	0.21%	0.30%	0.16%	0.17%
Prices				
Highest share price	102.03	98.49	87.88	87.10
Lowest share price	91.03	81.09	70.73	73.02
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	91.64	77.98	79.05	69.18
Return before operating charges*	0.23	14.34	(0.45)	10.49
Operating charges**	(0.36)	(0.68)	(0.62)	(0.62)
Return after operating charges*	(0.13)	13.66	(1.07)	9.87
Distributions	(2.00)	(3.47)	(3.08)	(3.03)
Retained distributions on accumulation share	2.00	3.47	3.08	3.03
Closing net asset value per share	91.51	91.64	77.98	79.05
* after direct transaction costs of:***	0.09	0.25	0.12	0.14
Performance+				
Return after charges	-0.14%	17.52%	-1.35%	14.27%
Other information				
Closing net asset value (£'000)	23,136	24,080	24,745	24,804
Closing number of shares	25,282,688	26,277,927	31,734,504	31,379,308
Operating charges****	0.80%	0.80%	0.80%	0.80%
Direct transaction costs***	0.21%	0.30%	0.15%	0.18%
Prices				
Highest share price	94.84	91.69	82.87	82.46
Lowest share price	84.50	76.00	66.46	69.41

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Standard Life Investment Company II

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UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	111.60	95.30	96.95	85.15
Return before operating charges*	0.29	17.49	(0.56)	12.89
Operating charges**	(0.63)	(1.19)	(1.09)	(1.09)
Return after operating charges*	(0.34)	16.30	(1.65)	11.80
Distributions	(2.43)	(4.23)	(3.77)	(3.72)
Retained distributions on accumulation share	2.43	4.23	3.77	3.72
Closing net asset value per share	111.26	111.60	95.30	96.95
* after direct transaction costs of:***	0.11	0.31	0.15	0.17
Performance+				
Return after charges	-0.30%	17.10%	-1.70%	13.86%
Other information				
Closing net asset value (£'000)	356,537	313,400	252,475	191,783
Closing number of shares	320,467,287	280,818,994	264,928,519	197,824,624
Operating charges****	1.15%	1.15%	1.15%	1.15%
Direct transaction costs***	0.21%	0.30%	0.16%	0.18%
Prices				
Highest share price	115.43	111.66	101.60	101.30
Lowest share price	102.77	92.88	81.32	85.42

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Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 income				
Change in net assets per share				
Opening net asset value per share	90.12	80.05	84.80	77.44
Return before operating charges*	0.22	14.58	(0.54)	11.69
Operating charges**	(0.51)	(0.99)	(0.95)	(0.98)
Return after operating charges*	(0.29)	13.59	(1.49)	10.71
Distributions	(1.96)	(3.52)	(3.26)	(3.35)
Closing net asset value per share	87.87	90.12	80.05	84.80
* after direct transaction costs of:***	0.09	0.26	0.13	0.15
Performance+				
Return after charges	-0.32%	16.98%	-1.76%	13.83%
Other information				
Closing net asset value (£'000)	107,424	98,630	85,545	79,477
Closing number of shares	122,245,943	109,443,884	106,863,128	93,726,261
Operating charges****	1.15%	1.15%	1.15%	1.15%
Direct transaction costs***	0.21%	0.30%	0.16%	0.18%
Prices				
Highest share price	93.21	91.59	88.85	90.15
Lowest share price	82.99	78.02	69.67	77.70

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Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A accumulation++			
Change in net assets per share			
Opening net asset value per share	59.45	51.12	50.00
Return before operating charges*	0.17	9.37	1.84
Operating charges**	(0.55)	(1.04)	(0.72)
Return after operating charges*	(0.38)	8.33	1.12
Distributions	(1.30)	(2.27)	(1.78)
Retained distributions on accumulation share	1.30	2.27	1.78
Closing net asset value per share	59.07	59.45	51.12
* after direct transaction costs of:***	0.06	0.16	0.08
Performance+			
Return after charges	-0.64%	16.29%	2.24%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	1.88%	1.88%	1.90%
Direct transaction costs***	0.21%	0.30%	0.16%
Prices			
Highest share price	61.39	59.48	53.63
Lowest share price	54.59	49.82	43.75

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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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++ From commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A income++			
Change in net assets per share			
Opening net asset value per share	55.12	49.32	50.00
Return before operating charges*	0.14	8.97	1.79
Operating charges**	(0.51)	(1.00)	(0.71)
Return after operating charges*	(0.37)	7.97	1.08
Distributions	(1.20)	(2.17)	(1.76)
Closing net asset value per share	53.55	55.12	49.32
* after direct transaction costs of:***	0.06	0.16	0.08
Performance+			
Return after charges	-0.67%	16.16%	2.16%
Other information			
Closing net asset value (£'000)	1	1	1
Closing number of shares	2,200	2,200	2,200
Operating charges****	1.90%	1.90%	1.90%
Direct transaction costs***	0.21%	0.30%	0.16%
Prices			
Highest share price	56.92	56.02	52.80
Lowest share price	50.60	48.07	43.07

** 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 commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (99.02%)		1,319,001	95.86
Basic Materials (5.09%)		73,077	5.31
1,159,600	Anglo American	19,820	1.44
1,248,572	Rio Tinto	49,262	3.58
548,699	Vedanta Resources	3,995	0.29
Consumer Goods (9.24%)		130,269	9.47
657,937	Bellway	21,811	1.58
398,208	British American Tobacco	15,922	1.16
2,383,449	Countryside Properties	8,557	0.62
8,344,079	DFS Furniture	18,941	1.38
3,131,778	Galliford Try	28,734	2.09
597,687	Imperial Brands	15,564	1.13
3,528,422	Majestic Wine*	14,713	1.07
105,715	Reckitt Benckiser	6,027	0.44
Consumer Services (10.05%)		165,689	12.04
14,589,020	Cineworld	37,961	2.76
2,903,912	Dunelm	16,363	1.19
4,186,658	GVC	37,345	2.71
10,399,961	National Express	40,768	2.96
24,485,830	Saga	33,252	2.42
Financials (40.91%)		548,890	39.89
6,563,336	Ashmore	27,015	1.96
8,112,805	Aviva	42,900	3.12
3,950,057	Beazley	23,345	1.70
2,223,951	Charter Court Financial Services	6,995	0.51
6,584,292	Chesnara	26,633	1.94
2,646,620	Close Brothers	40,626	2.95
6,590,967	Direct Line	24,663	1.79
6,305,357	Grainger	19,748	1.43
10,901,689	Hansteen REIT	14,467	1.05
6,038,092	HSBC	43,794	3.18
4,752,890	International Personal Finance	11,550	0.84
17,859,797	John Laing Group	50,436	3.67
13,356,258	Just	18,846	1.37

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Financials (continued)			
9,318,291	Legal & General	25,150	1.83
6,602,730	Newriver REIT	19,115	1.39
1,520,891	Phoenix	11,962	0.87
3,513,140	Polar Capital	18,620	1.35
1,768,075	Prudential	33,134	2.41
6,851,319	Real Estate Credit Investments	10,996	0.80
3,428,640	River & Mercantile Group	10,423	0.76
4,003,887	Sabre Insurance	10,210	0.74
2,681,709	Standard Chartered	20,566	1.49
4,290,124	Tullett Prebon	20,211	1.47
6,275,972	Virgin Money	17,485	1.27
Industrials (17.58%)		198,145	14.40
2,924,660	BAE Systems	17,864	1.30
1,818,800	Bodycote	16,360	1.19
7,091,312	Connect	4,248	0.31
9,375,509	Equiniti	25,783	1.87
273,354	Ferguson	15,248	1.11
1,797,412	Kier	19,304	1.40
4,788,695	Mitie Group	8,778	0.64
814,990	Morgan Sindall	10,187	0.74
28,881,431	Speedy Hire	15,423	1.12
1,597,138	Staffline*	15,556	1.13
10,835,661	Tyman	33,861	2.46
7,904,900	Volusion	15,533	1.13
Oil & Gas (7.25%)		126,818	9.22
8,668,947	BP	46,630	3.39
12,073,579	Diversified Gas & Oil	10,407	0.76
1,885,090	Royal Dutch Shell 'A'	47,702	3.47
3,884,319	Wood Group	22,079	1.60
Technology (6.28%)		44,827	3.26
1,500,486	Micro Focus	18,794	1.37
4,099,730	Sage	26,033	1.89

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Telecommunications (1.16%)		14,966	1.09
7,694,822	Manx Telecom*	14,966	1.09
Utilities (1.46%)		16,320	1.19
2,358,392	Pennon	16,320	1.19
Collective Investment Schemes (1.67%)		17,999	1.31
17,999,295	Standard Life CNAV Sterling Liquidity Fund	17,999	1.31
Total Investment assets		1,337,000	97.17
Net other assets		38,966	2.83
Total Net Assets		1,375,966	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 31 October 2017

* AIM listed.

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(25,192)		95,161
Revenue	29,275		23,996	
Expenses	(6,194)		(5,280)	
Interest payable and similar charges	0		(2)	
Net revenue before taxation	23,081		18,714	
Taxation	(33)		(184)	
Net revenue after taxation		23,048		18,530
Total return before distributions		(2,144)		113,691
Distributions		(29,103)		(23,696)
Change in net assets attributable to shareholders from investment activities		(31,247)		89,995

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		1,279,548		1,110,156
Amounts receivable on the issue of shares	130,992		45,762	
Amounts payable on the cancellation of shares	(25,519)		(112,149)	
		105,473		(66,387)
Dilution adjustment		1,006		239
Change in net assets attributable to shareholders from investment activities (see above)		(31,247)		89,995
Retained distribution on accumulation shares		21,186		15,180
Closing net assets attributable to shareholders		1,375,966		1,149,183

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 II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		1,337,000		1,288,408
Current assets:				
Debtors	49,027		13,755	
Cash and bank balances	142		142	
		49,169		13,897
Total assets		1,386,169		1,302,305
Liabilities:				
Creditors	(1,111)		(14,988)	
Distribution payable	(9,092)		(7,769)	
		(10,203)		(22,757)
Total liabilities		(10,203)		(22,757)
Net assets attributable to shareholders		1,375,966		1,279,548

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained Fund

Distribution Tables

for the six months ended 30 April 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 30 April 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	1.7839	-	1.7839*	1.5685
Group 2	1.0657	0.7182	1.7839*	1.5685
Institutional accumulation				
Group 1	2.0797	-	2.0797*	1.8184
Group 2	1.1727	0.9070	2.0797*	1.8184
Retail income				
Group 1	1.1839	-	1.1839**	1.0831
Group 2	0.6575	0.5264	1.1839**	1.0831
Institutional income				
Group 1	1.2917	-	1.2917**	1.1749
Group 2	0.8596	0.4321	1.2917**	1.1749
Standard Life income				
Group 1	1.3910	-	1.3910**	1.2489
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	2.1539	-	2.1539*	1.8679
Group 2	1.1854	0.9685	2.1539*	1.8679
Institutional regulated accumulation				
Group 1	2.0006	-	2.0006*	1.7476
Group 2	1.2319	0.7687	2.0006*	1.7476
Platform 1 accumulation				
Group 1	2.4331	-	2.4331*	2.1331
Group 2	1.3708	1.0623	2.4331*	2.1331
Platform 1 income				
Group 1	1.9648	-	1.9648**	1.7920
Group 2	1.3743	0.5905	1.9648**	1.7920

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Income Unconstrained 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 accumulation				
Group 1	1.2968	-	1.2968*	1.1464
Group 2	-	-	-	-
Institutional A income				
Group 1	1.2022	-	1.2022**	1.1050
Group 2	-	-	-	-

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund Investment Report

Fund Information	
Fund Manager	Wes McCoy
Launch Date	29 September 2005
Benchmark	IA UK All Companies Sector

Investment objective

The investment 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 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. Additionally, from time to time, the Sub-fund may invest in other forms of transferable securities, deposits, money-market instruments and collective investment schemes in accordance with the FCA Rules. The Sub-fund will not be restricted by index weightings, sector constraints or company size.

Risk

The Sub-fund is intended for investors who wish to participate in the potential capital growth opportunities afforded by investing in an unconstrained, actively managed portfolio of mainly UK equities. 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 horizon of at least five years.

Performance

Over the six-month period to the end of April, the Sub-fund rose 3.94%, while the IA UK All Companies Sector rose 1.80% (source: Morningstar, basic-rate taxpayer, bid-to-bid basis).

IWG, the flexible workspace provider, made a material positive contribution to the Sub-fund's performance over the review period. We initiated this position following a profit warning, in the belief that the longer-term structural story remained intact and that the inherent value in the business made it attractive to private equity. Subsequently, IWG received a bid from Canada's Brookfield Asset Management. While this bid was rebuffed, the company's share price moved sharply higher. We reduced this position in April after strong performance.

The Sub-fund's holdings in betting companies GVC Holdings and Ladbrokes Coral both made positive contributions on the back of a successful £4 billion merger, which was cleared by the competitions watchdog.

Elsewhere, an improving economic outlook and a corresponding increase in metal prices boosted Anglo American. We sold down this position in April, on the grounds that a turnaround had already taken place and was reflected in the share price.

Housebuilders Crest Nicholson, Bellway and Redrow detracted from performance; their share prices suffered in November as the Bank of England raised interest rates, weakening further in early 2018 as investors became more sceptical on earnings upgrades.

Our holding in fund administration provider Sanne was negative; however, we believe its share price fall was simply down to profit taking. We remain comfortable with this holding as recent price action reflects strong performance over the last six months rather than any underlying fundamental issue.

Activity

At the start of the period, we added a new position in Ultra Electronics in a bid to take advantage of market mispricing following negative news. The company had a profit warning and management change, providing an opportunity to buy at a low valuation relative to its recent share price history.

In January, we added to the existing holding in Provident Financial, where a resolution of a product issue with the Financial Conduct Authority brought forward a key problem holding back the share price, requiring the company to raise equity capital via a rights issue.

During February, we sold some profitable positions after strong performance. Petrofac, Go Ahead and Tynan had all been added as recovery situations following profit warnings. They responded with strong returns, hence our decision to bank the share price recovery.

Finally, during April, we sought to take advantage of further weakness in stocks we believed traded significantly below fair value. As a result, we initiated new holdings in William Hill and Barclays, and increased our holding in pub retailer Greene King.

Outlook & strategy

We aim to take advantage of companies where value is high and the potential for change can crystallise this. As discount rates begin to rise, many highly valued companies in both growth and stable areas are likely to suffer. As a result, the heavily divided market will favour value and those companies that have missed the revaluation higher of all risk assets in the last decade. If executed well, this approach will provide a defence to portfolio value. Overall, we believe opportunities are still skewed towards those sectors exposed to the UK. We therefore continue to add exposure to those companies where we know the investment cases well and understand their potential.

Standard Life Investment Company II Interim Report & Financial Statements

UK 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. 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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Retail accumulation				
Change in net assets per share				
Opening net asset value per share	251.74	197.21	217.66	193.25
Return before operating charges*	10.74	57.91	(17.39)	28.54
Operating charges**	(1.91)	(3.38)	(3.06)	(4.13)
Return after operating charges*	8.83	54.53	(20.45)	24.41
Distributions	(2.50)	(3.52)	(2.18)	(2.00)
Retained distributions on accumulation share	2.50	3.52	2.18	2.00
Closing net asset value per share	260.57	251.74	197.21	217.66
* after direct transaction costs of:***	0.36	0.71	0.31	0.66
Performance+				
Return after charges	3.51%	27.65%	-9.40%	12.63%
Other information				
Closing net asset value (£'000)	81,373	82,861	86,318	290,771
Closing number of shares	31,228,613	32,915,906	43,768,800	133,588,560
Operating charges****	1.52%	1.52%	1.52%	1.90%
Direct transaction costs***	0.28%	0.32%	0.15%	0.30%
Prices				
Highest share price	268.93	251.89	222.50	235.19
Lowest share price	240.54	194.67	166.10	191.50

** 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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional accumulation				
Change in net assets per share				
Opening net asset value per share	281.85	219.44	240.31	211.23
Return before operating charges*	12.06	64.65	(18.86)	31.23
Operating charges**	(1.27)	(2.24)	(2.01)	(2.15)
Return after operating charges*	10.79	62.41	(20.87)	29.08
Distributions	(3.68)	(5.47)	(4.50)	(4.69)
Retained distributions on accumulation share	3.68	5.47	4.50	4.69
Closing net asset value per share	292.64	281.85	219.44	240.31
* after direct transaction costs of:***	0.40	0.79	0.34	0.73
Performance+				
Return after charges	3.83%	28.44%	-8.68%	13.77%
Other information				
Closing net asset value (£'000)	274,041	271,584	301,526	456,469
Closing number of shares	93,645,331	96,358,759	137,408,688	189,951,819
Operating charges****	0.90%	0.90%	0.90%	0.90%
Direct transaction costs***	0.28%	0.32%	0.15%	0.31%
Prices				
Highest share price	301.49	282.02	245.80	258.73
Lowest share price	269.38	216.63	184.50	209.60

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

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Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life income				
Change in net assets per share				
Opening net asset value per share	184.74	146.78	164.10	147.06
Return before operating charges*	9.59	43.11	(12.88)	21.78
Operating charges**	(0.02)	(0.04)	(0.03)	(0.03)
Return after operating charges*	9.57	43.07	(12.91)	21.75
Distributions	(3.31)	(5.11)	(4.41)	(4.71)
Closing net asset value per share	191.00	184.74	146.78	164.10
* after direct transaction costs of:***	0.26	0.52	0.23	0.50
Performance+				
Return after charges	5.18%	29.34%	-7.87%	14.79%
Other information				
Closing net asset value (£'000)	4	7,156	18,964	21,202
Closing number of shares	2,000	3,873,383	12,919,909	12,919,909
Operating charges****	0.02%	0.02%	0.02%	0.02%
Direct transaction costs***	0.28%	0.32%	0.15%	0.30%
Prices				
Highest share price	198.80	186.61	168.00	178.51
Lowest share price	176.63	144.92	124.60	146.10
<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>				

Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life accumulation				
Change in net assets per share				
Opening net asset value per share	310.89	240.12	260.86	227.44
Return before operating charges*	13.34	71.05	(20.50)	33.68
Operating charges**	(0.16)	(0.28)	(0.24)	(0.26)
Return after operating charges*	13.18	70.77	(20.74)	33.42
Distributions	(5.31)	(8.20)	(6.86)	(7.12)
Retained distributions on accumulation share	5.31	8.20	6.86	7.12
Closing net asset value per share	324.07	310.89	240.12	260.86
* after direct transaction costs of:***	0.44	0.88	0.37	0.79
Performance+				
Return after charges	4.24%	29.47%	-7.95%	14.69%
Other information				
Closing net asset value (£'000)	7,916	7,836	6,051	6,667
Closing number of shares	2,442,589	2,520,531	2,519,810	2,555,727
Operating charges****	0.10%	0.10%	0.10%	0.10%
Direct transaction costs***	0.28%	0.32%	0.15%	0.31%
Prices				
Highest share price	333.11	311.09	267.10	280.05
Lowest share price	297.24	237.08	201.30	225.90

** 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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional regulated accumulation				
Change in net assets per share				
Opening net asset value per share	294.01	228.06	248.88	217.97
Return before operating charges*	12.64	67.35	(19.55)	32.27
Operating charges**	(0.81)	(1.40)	(1.27)	(1.36)
Return after operating charges*	11.83	65.95	(20.82)	30.91
Distributions	(4.38)	(6.66)	(5.49)	(5.75)
Retained distributions on accumulation share	4.38	6.66	5.49	5.75
Closing net asset value per share	305.84	294.01	228.06	248.88
* after direct transaction costs of:***	0.42	0.83	0.35	0.76
Performance+				
Return after charges	4.02%	28.92%	-8.37%	14.18%
Other information				
Closing net asset value (£'000)	6	6	5	5
Closing number of shares	2,000	2,000	2,000	2,000
Operating charges****	0.54%	0.54%	0.55%	0.55%
Direct transaction costs***	0.28%	0.32%	0.15%	0.31%
Prices				
Highest share price	314.75	294.20	254.70	267.61
Lowest share price	281.06	225.16	191.50	216.40

** 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.

+ 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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Standard Life A accumulation				
Change in net assets per share				
Opening net asset value per share	187.54	144.74	157.11	136.89
Return before operating charges*	8.06	42.84	(12.34)	20.25
Operating charges**	(0.02)	(0.04)	(0.03)	(0.03)
Return after operating charges*	8.04	42.80	(12.37)	20.22
Distributions	(3.28)	(5.08)	(4.25)	(4.41)
Retained distributions on accumulation share	3.28	5.08	4.25	4.41
Closing net asset value per share	195.58	187.54	144.74	157.11
* after direct transaction costs of:***	0.27	0.53	0.22	0.47
Performance+				
Return after charges	4.29%	29.57%	-7.87%	14.77%
Other information				
Closing net asset value (£'000)	170,167	177,504	162,831	201,537
Closing number of shares	87,007,405	94,647,414	112,501,039	128,277,317
Operating charges****	0.02%	0.02%	0.02%	0.02%
Direct transaction costs***	0.28%	0.32%	0.15%	0.30%
Prices				
Highest share price	200.98	187.66	160.80	168.63
Lowest share price	179.32	142.90	121.30	136.00

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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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Platform 1 accumulation				
Change in net assets per share				
Opening net asset value per share	120.10	93.74	102.92	90.69
Return before operating charges*	5.14	27.58	(8.08)	13.41
Operating charges**	(0.69)	(1.22)	(1.10)	(1.18)
Return after operating charges*	4.45	26.36	(9.18)	12.23
Distributions	(1.42)	(2.07)	(1.69)	(1.76)
Retained distributions on accumulation share	1.42	2.07	1.69	1.76
Closing net asset value per share	124.55	120.10	93.74	102.92
* after direct transaction costs of:***	0.17	0.34	0.14	0.31
Performance+				
Return after charges	3.71%	28.12%	-8.92%	13.49%
Other information				
Closing net asset value (£'000)	132,973	135,069	166,493	248,469
Closing number of shares	106,764,512	112,459,630	177,604,135	241,426,035
Operating charges****	1.15%	1.15%	1.15%	1.15%
Direct transaction costs***	0.28%	0.32%	0.15%	0.30%
Prices				
Highest share price	128.41	120.18	105.30	110.91
Lowest share price	114.78	92.54	78.87	89.94

** 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 II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share	31 October 2015 pence per share
Institutional S accumulation				
Change in net assets per share				
Opening net asset value per share	73.75	57.38	62.80	55.16
Return before operating charges*	3.19	16.91	(4.94)	8.16
Operating charges**	(0.30)	(0.54)	(0.48)	(0.52)
Return after operating charges*	2.89	16.37	(5.42)	7.64
Distributions	(1.03)	(1.49)	(1.22)	(1.27)
Retained distributions on accumulation share	1.03	1.49	1.22	1.27
Closing net asset value per share	76.64	73.75	57.38	62.80
* after direct transaction costs of:***	0.10	0.21	0.09	0.19
Performance+				
Return after charges	3.92%	28.53%	-8.63%	13.85%
Other information				
Closing net asset value (£'000)	1	1	1	139
Closing number of shares	2,000	2,000	2,000	221,527
Operating charges****	0.82%	0.82%	0.83%	0.83%
Direct transaction costs***	0.28%	0.32%	0.15%	0.30%
Prices				
Highest share price	78.91	73.80	64.25	67.60
Lowest share price	70.50	56.65	48.22	54.73

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Standard Life Investment Company II Interim Report & Financial Statements

UK Equity Unconstrained Fund

Comparative Tables (Continued)

	30 April 2018 pence per share	31 October 2017 pence per share	31 October 2016 pence per share
Institutional A accumulation++			
Change in net assets per share			
Opening net asset value per share	63.01	49.55	50.00
Return before operating charges*	2.69	14.51	0.26
Operating charges**	(0.60)	(1.05)	(0.71)
Return after operating charges*	2.09	13.46	(0.45)
Distributions	(0.49)	(0.66)	(0.64)
Retained distributions on accumulation share	0.49	0.66	0.64
Closing net asset value per share	65.10	63.01	49.55
* after direct transaction costs of:***	0.09	0.18	0.07
Performance+			
Return after charges	3.32%	27.16%	-0.90%
Other information			
Closing net asset value (£'000)	637	735	2,330
Closing number of shares	977,975	1,165,706	4,702,908
Operating charges****	1.92%	1.92%	1.90%
Direct transaction costs***	0.28%	0.32%	0.14%
Prices			
Highest share price	67.27	63.05	52.35
Lowest share price	60.20	48.91	41.80

** 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 commencement of the shareclass on 27 January 2016.

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Unconstrained Fund

Portfolio Statement as at 30 April 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (97.90%)		672,726	100.84
Basic Materials (8.79%)		45,629	6.84
384,857	Anglo American	6,578	0.99
761,145	Johnson Matthey	25,064	3.76
2,826,813	Synthomer	13,987	2.09
Consumer Goods (17.03%)		109,929	16.48
849,737	Bellway	28,169	4.22
4,943,937	Crest Nicholson	24,067	3.61
9,175,981	Dixons Carphone	18,618	2.79
7,238,569	Greencore Group	11,488	1.72
4,399,917	Redrow	27,587	4.14
Consumer Services (18.13%)		103,862	15.57
5,502,309	888 Holdings	15,054	2.26
2,344,223	Dunelm	13,210	1.98
2,485,203	Greene King	13,589	2.04
3,173,790	GVC	28,310	4.24
8,931,135	ITV	13,540	2.03
15,053,303	Ladbrokes Coral Rights	0	0.00
2,172,457	Mitchells & Butlers	6,122	0.92
643,920	Thomas Cook	795	0.12
4,524,084	William Hill	13,242	1.98
Financials (13.14%)		115,638	17.33
1,281,593	Aviva	6,777	1.02
9,500,577	Barclays	19,685	2.95
419,607	Close Brothers	6,441	0.96
8,915,605	International Personal Finance	21,665	3.25
5,094,596	Provident Financial	33,869	5.08
2,446,400	Standard Chartered	18,761	2.81
8,000,000	Sherborne Investors	8,440	1.26
Health Care (5.45%)		70,597	10.58
795,206	Genus	20,103	3.01
594,205	NMC Healthcare	21,190	3.18

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Unconstrained Fund

Portfolio Statement as at 30 April 2018 (Continued)

Holding	Investment	Market value £'000	Percentage of total net assets
Health Care (continued)			
581,873	Shire	22,492	3.37
2,990,413	Spire Healthcare	6,812	1.02
Industrials (29.54%)		175,096	26.25
832,535	Aggreko	6,096	0.91
3,154,706	Bodycote	28,377	4.25
3,448,229	Essentra	15,200	2.28
3,308,728	Howdens Joinery	15,769	2.36
4,074,931	IWG	10,094	1.51
2,581,509	Keller	26,744	4.01
6,642,785	Mitie Group	12,176	1.83
3,163,341	Polypipe	12,116	1.82
2,492,384	Sanne Group	15,453	2.32
6,481,788	Senior	19,134	2.87
6,175,742	St Ives	5,330	0.80
597,447	Ultra Electronics	8,406	1.26
34,285	Vesuvius	201	0.03
Oil & Gas (3.43%)		31,804	4.77
1,981,722	Petrofac	11,958	1.79
8,719,624	Tullow Oil	19,846	2.98
Technology (2.39%)		20,171	3.02
399,948	Aveva	8,607	1.29
178,616	First Derivatives*	6,734	1.01
4,595,837	IQE*	4,830	0.72
Collective Investment Schemes (0.85%)		1	0.00
719	Standard Life CNAV Sterling Liquidity Fund	1	0.00
Total Investment assets		672,727	100.84
Net other Liabilities		(5,609)	(0.84)
Total Net Assets		667,118	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 31 October 2017.

* AIM listed.

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Unconstrained Fund

Financial Statements

Statement of Total Return

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		15,716		80,907
Revenue	11,426		12,646	
Expenses	(2,593)		(2,853)	
Interest payable and similar charges	(4)		(7)	
Net revenue before taxation	8,829		9,786	
Taxation	0		(232)	
Net revenue after taxation		8,829		9,554
Total return before distributions		24,545		90,461
Distributions		(8,829)		(9,554)
Change in net assets attributable to shareholders from investment activities		15,716		80,907

Statement of Change in Net Assets Attributable to Shareholders

for the period 1 November 2017 to 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		682,752		744,519
Amounts receivable on the issue of shares	6,652		1,922	
Amounts payable on the cancellation of shares	(46,881)		(137,444)	
		(40,229)		(135,522)
Dilution adjustment		153		524
Change in net assets attributable to shareholders from investment activities (see above)		15,716		80,907
Retained distribution on accumulation shares		8,726		8,940
Closing net assets attributable to shareholders		667,118		699,368

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 II

Interim Report & Financial Statements

UK Equity Unconstrained Fund

Financial Statements (Continued)

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		672,727		674,204
Current assets:				
Debtors	29,685		14,352	
Cash and bank balances	0		1	
		29,685		14,353
Total assets		702,412		688,557
Liabilities:				
Creditors	(22,752)		(5,714)	
Bank overdrafts	(12,542)		0	
Distribution payable	0		(91)	
		(35,294)		(5,805)
Total liabilities		(35,294)		(5,805)
Net assets attributable to shareholders		667,118		682,752

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Unconstrained Fund

Distribution Tables

for the six months ended 30 April 2018

Group 1 - shares purchased prior to 1 November 2017

Group 2 - shares purchased between 1 November 2017 and 30 April 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	2.4988	-	2.4988*	2.1269
Group 2	1.9831	0.5157	2.4988*	2.1269
Institutional accumulation				
Group 1	3.6780	-	3.6780*	3.1059
Group 2	2.8094	0.8686	3.6780*	3.1059
Standard Life income				
Group 1	3.3095	-	3.3095**	2.7829
Group 2	-	-	-	-
Standard Life accumulation				
Group 1	5.3126	-	5.3126*	4.4472
Group 2	3.6833	1.6293	5.3126*	4.4472
Institutional regulated accumulation				
Group 1	4.3840	-	4.3840*	3.6869
Group 2	-	-	-	-
Standard Life A accumulation				
Group 1	3.2808	-	3.2808*	2.7439
Group 2	2.0796	1.2012	3.2808*	2.7439
Platform 1 accumulation				
Group 1	1.4161	-	1.4161*	1.1989
Group 2	1.0896	0.3265	1.4161*	1.1989
Institutional S accumulation				
Group 1	1.0270	-	1.0270*	0.8573
Group 2	-	-	-	-
Institutional A accumulation				
Group 1	0.4947	-	0.4947*	0.4313
Group 2	-	-	-	0.4313

* Distribution accumulated on 30 April 2018

** Distribution payable on 30 June 2018

Standard Life Investment Company II

Interim Report & Financial Statements

UK Equity Unconstrained 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 II Interim Report & Financial Statements

UK Gilt Index Tracker Fund

Manager's Report

Fund Information	
Launch Date	11 April 2005
Closure Date	26 June 2012

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

Standard Life Investment Company II Interim Report & Financial Statements

UK Gilt Index Tracker Fund

Portfolio Statement as at 30 April 2018

The Sub-fund has not held any investments since 26 June 2012.

Standard Life Investment Company II Interim Report & Financial Statements

UK Gilt Index Tracker Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains		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 six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets		0		0
Amounts receivable on the issue of shares	0		0	
Amounts payable on the cancellation of shares	0		0	
		0		0
Change in net assets attributable to shareholders from investment activities (see above)		0		0
Change in provision for Sub-fund closure		0		0
Closing net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

UK Gilt Index Tracker Fund

Financial Statements Continued

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		0		0
Current assets:				
Debtors	0		0	
Cash and bank balances	1		3	
		1		3
Total assets		1		3
Liabilities:				
Creditors	(1)		(3)	
		(1)		(3)
Total liabilities		(1)		(3)
Net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

US Equity Index Tracker Fund

Manager's Report

Fund Information	
Launch Date	11 April 2005
Closure Date	26 June 2012

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

Standard Life Investment Company II Interim Report & Financial Statements

US Equity Index Tracker Fund

Portfolio Statement as at 30 April 2018

The Sub-fund has not held any investments since 26 June 2012.

Standard Life Investment Company II

Interim Report & Financial Statements

US Equity Index Tracker Fund

Financial Statements

Statement of Total Return

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Income:				
Net capital (losses)/gains		(3)		1
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		(3)		1
Distributions		0		0
Change in net assets attributable to shareholders from investment activities		(3)		1

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 30 April 2018

	30 April 2018		30 April 2017	
	£'000	£'000	£'000	£'000
Opening net assets		0		0
Amounts receivable on the issue of shares	0		0	
Amounts payable on the cancellation of shares	0		0	
		0		0
Change in net assets attributable to shareholders from investment activities (see above)		(3)		1
Change in provision for Sub-fund closure		3		(1)
Closing net assets		0		0

Standard Life Investment Company II

Interim Report & Financial Statements

US Equity Index Tracker Fund

Financial Statements Continued

Balance Sheet

as at 30 April 2018

	30 April 2018		31 October 2017	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		0		0
Current assets:				
Debtors	4		4	
Cash and bank balances	76		75	
		80		79
Total assets		80		79
Liabilities:				
Creditors	(80)		(79)	
		(80)		(79)
Total liabilities		(80)		(79)
Net assets		0		0

Standard Life Investment Company II Interim Report & Financial Statements

Further Information

Report and financial statements

The Long Report is available online at standardlifeinvestments.com. The annual accounting year for the Company finishes on 31 October and the interim accounting period finishes on 30 April.

Prospectus

The Prospectus for Standard Life Investment Company II 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.

The following Sub-fund's, with the exception of Standard Life Investments Emerging Market Debt Unconstrained Fund, redeemed all shares during 2012 and the Sub-funds net asset value was reduced to nil. Standard Life Investments Emerging Market Debt Unconstrained Fund redeemed all shares, and reduced its net asset value to nil, during 2016. These Sub-funds are no longer open to investors: Standard Life Investments Japanese Equity Index Tracker Fund; Standard Life Investments US Equity Index Tracker Fund; Standard Life Investments Pacific Basin Equity Index Tracker Fund; Standard Life Investments European Equity Index Tracker Fund; Standard Life Investments Overseas Bond Index Tracker Fund and Standard Life Investments UK Gilt Index Tracker Fund.

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.

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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