

Aviva Investors UK Equity Income Fund

As at 30 June 2014



Fund manager
Chris Murphy

Chris has managed the fund since April 2009

Fund manager comment

UK stocks fell, with the FTSE All Share index returning -1.3 per cent in June, after Bank of England Governor Mark Carney suggested UK interest rates could rise sooner than the markets expected. The violence in Iraq also depressed investor sentiment. The oil price climbed, and oil shares rallied, as instability in Iraq led to fears that supply from the country, a significant crude oil producer, could be compromised. Against this backdrop, the fund's avoidance of Royal Dutch Shell and underweight in BP hurt performance. Health care was the strongest-performing sector in June as US drug giant Abbvie made repeated bids

for UK-listed Shire. The fund's zero weighting in Shire and underweight in AstraZeneca, which outperformed, in June was detrimental. On the plus side, the fund's zero weighting in banks, and specifically its avoidance of Barclays and Standard Chartered, served it well. Barclays tumbled after it emerged the New York attorney general is preparing to sue the bank for securities fraud, while Standard Chartered fell after the Asia-focused bank released a profit warning. Stakes in Restaurant Group and catering giant Compass, in the consumer discretionary sector, also had a positive impact on performance in June.

Investment style

Aviva Investors are pragmatic contrarian investors, seeking to separate market perception from actual reality through their experience, diverse investment styles and a disciplined research process. We are truly bottom-up in our approach, seeking out high conviction ideas by combining a common investment philosophy with individualistic flair to deliver a range of high-alpha portfolios.

Investment objective and policy

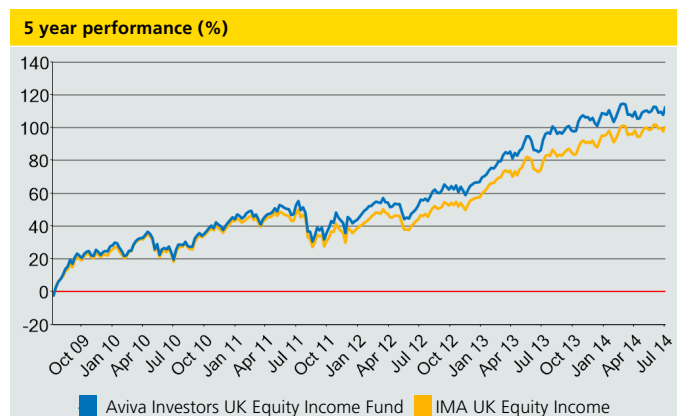
To provide a dividend yield above that obtainable on the FTSE® All-Share Index through investment principally in UK equities judged to offer high yield, above average prospects of dividend growth and long term capital growth. The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions.

Cumulative performance (%)	3m	6m	1yr	3yr	5yr
Fund	0.2	-0.4	11.8	38.3	106.0
IMA Sector *	0.6	1.3	13.8	35.1	94.7
Quartile *	3	4	3	2	2

Source: Lipper as at 30 June 2014, bid to bid, net income reinvested

Discrete performance (%)	30/06/09 30/06/10	30/06/10 30/06/11	30/06/11 29/06/12	29/06/12 28/06/13	28/06/13 30/06/14
Fund	20.2	23.8	1.4	21.9	11.8
IMA Sector *	18.6	21.4	-1.6	20.8	13.8
Quartile *	2	2	1	2	3

Discrete performance to quarter end, bid to bid, net income reinvested.

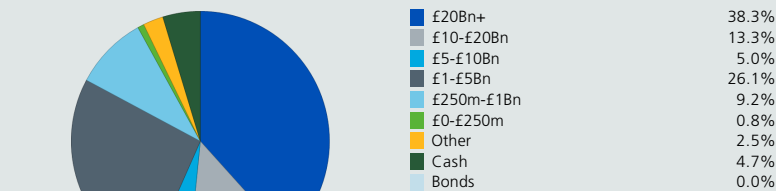


Source: Lipper as at 30 June 2014, bid to bid, net income reinvested

Top ten holdings	%
GlaxoSmithKline	4.2%
Rio Tinto	3.9%
BT Group	3.9%
BP	3.7%
BHP Billiton	3.5%
Compass Group	3.2%
Centrica	3.0%
Vodafone Group	3.0%
BBA Aviation	2.9%
Reed Elsevier	2.7%

Source: Aviva Investors as at June 2014

Breakdown by market cap



Source: Aviva Investors as at June 2014

Fund ratings
Morningstar OBSR Rating Bronze
Benchmark
FTSE® All Share
IMA sector
UK Equity Income
Launch date
28/04/1989
Fund size
£982.7m
No. holdings
56
Historic yield as at 30/06/2014
3.4%
Fund type
OEIC
AMC
Class A: 1.50%
Class 4: 1.00%
Class 2: 0.70%
Class 1*: 1.00%
Initial charge
Class A: 5.00%
Class 4: 5.00%
Class 2: 0.00%
Minimum investment
Class A: £1000
Class 4: £1000
Class 2: £500000
Investment available
ISA
Sedol numbers
Class A Acc: B6R5247
Class A Inc: 3249402
Class 4 Acc: B7RBRN6
Class 4 Inc: B7RBRQ9
Class 2 Acc: B6R51K6
Class 2 Inc: 0446080
Class 1* Inc: 0445719
Distribution dates (ex-dividend/payment)
16 April / 15 June
16 October / 15 December
* Share class 1 is closed for new business.
For full details on the Fund and the risks involved, please contact us for a Key Investor Information document and a supplementary information document.

The Historic Yield reflects distributions declared over the past year as a percentage of the share / unit price, on the date shown. This does not include initial charges and investors may be subject to further tax on their distributions. The fund's expenses are charged to capital. This has the effect of increasing the distributions for the year by 1.62 percentage points and constraining the fund's capital performance to an equivalent extent.

Important notes: Past performance is not a guide to future performance and the value of units may fall as well as rise (due to currency and/or market fluctuations) and is not guaranteed. All performance figures shown are up to the latest month end unless otherwise stated and are on a total return basis. The value of your investment may go down as well as up and can not be guaranteed. FTSE® is a trade mark jointly owned by the London Stock Exchange Plc and The Financial Times Limited and is used by FTSE® International Limited ("FTSE®") under Licence. FTSE® does not sponsor, endorse or promote this product and is not in any way connected to it and does not accept any liability in relation to its issue, operation and trading. All copyright in the index values and constituent list vests in FTSE®.

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