

# Halifax Unit Linked Property Fund (Pension)

Monthly Investor Factsheet  
May 2009



## Fund Objective

To provide long term growth by investing in retail, office and industrial properties. The Fund may also finance developments and acquire land for development. The Fund is not invested in quoted property company shares and does not carry gearing.

## Investment Approach

- Invests directly in property investments and does not invest in property shares, real estate investment trusts or property derivatives.
- Holds a portfolio of property investments that is diversified across the main commercial property sectors and across UK regions, weighted in accordance with strategies designed to achieve optimum performance.
- Holds a mixture of property investments let on secure long leases and those offering opportunities for active management.
- Actively managed property portfolio designed to achieve optimum performance consistent with normal property investment risk.
- Achieves exposure to larger property investments through joint investment with other Group-managed funds.

## Fund Performance

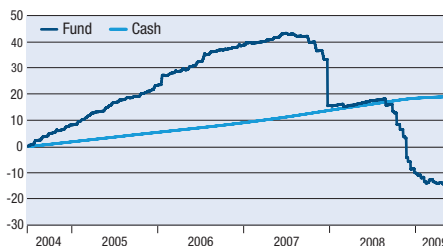
### Percentage Annual Performance (%)

	12 Months to End May 2009				
	2004 2005	2005 2006	2006 2007	2007 2008	2008 2009
Pension	16.73	13.27	8.18	-18.22	-27.88

Basis: % growth, total return (gross), bid to bid. Net income has been re-invested and returns are shown after the deduction of annual management charges.

Source: Lipper, a REUTERS company.

### Cumulative Investment Performance – Five Years



Basis: % growth, Total return (gross), bid to bid after the deduction of annual management charges only. Net income re-invested. From 1 June 2004 to 31 May 2009.

Source: Lipper, a REUTERS company. Cash is represented by Moneyfacts Average 90 days 10k.

### Performance Notes

The performance data above refers to past performance and should not be seen as an indication of future returns. The past performance of property funds is not always represented by the performance of the property market as a whole.

The value of property is a matter of a valuer's opinion rather than one of fact and investments in property are relatively illiquid and more difficult to realise than equities or bonds. The value of investments and any income from them can go down as well as up and you may get back less than you invested. Cash on deposit is more secure, generally more accessible and provides greater certainty of growth.

## Investment Manager's Comments

According to the IPD Monthly Index, UK commercial property values fell by -1.6% in May 2009, producing a total return for the month of -0.9%. This improvement reflects a degree of stabilisation in the prime end of the investment market (moderately-sized quality investments let to strong covenants on relatively long leases) offering secure income returns. Although, with the UK economy still in recession, weak occupier demand, increasing vacancies and falling rental values, there is little demand for more secondary stock. This is translating into a continuing price polarisation between the prime and secondary markets. Whilst we anticipate a more widespread recovery in values in due course, the timing and speed of recovery remains uncertain and asset specific.

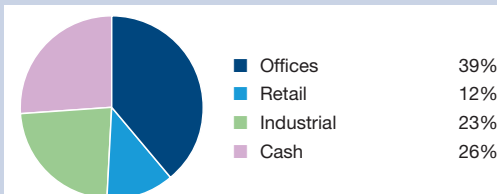
## Fund Facts

At 31 May 2009

<b>Fund Size</b> (part of larger portfolio)	<b>£86.34m</b>
Fund Manager	Halifax Life Limited
Investment Manager	Invista Real Estate Investment Management Limited
Launch Date	5 November 2001
Annual Management Charges	0.5% to 1.45%
ABI Sector	UK Direct Property
Availability	Life

## Fund Structure: Sector Split by Valuation

At 31 May 2009



## 10 Largest Holdings by Value at 31.05.09

Address	Town	%
*Portman Square House, 43/45 Portman Square	London W1	7.4%
*Regis House, 41/46 King William St	London EC4	6.7%
*Rolls House, 110 Fetter Lane	London EC4	6.7%
48/49 Chancery Lane	London WC2	6.6%
Plot 11b, Pride Park	Derby	5.8%
Ashford & Link Houses, Walsgrave Triangle	Coventry	4.7%
*Energis House, Forbury Road	Reading	4.2%
Units 2-8 Market Place, Charter Quay	Kingston-upon-Thames	4.1%
*Rose Court, 2 Southwark Bridge	London SE1	4.0%
Widewater Place, Moorhall Road, Harefield	Uxbridge	3.9%
<b>Total</b>		<b>54.1%</b>

\*Indicates a shared-ownership property.

## Further Information

For details on all of our Halifax fund ranges or to obtain any literature please contact your local Halifax branch or visit our website:

[www.halifax.co.uk/investments](http://www.halifax.co.uk/investments)