

**Former Alba Life ex Britannia Life Assurance / 1 April 2009  
Crusader Insurance  
Growth Pension Fund Policy**

**Your investment with Phoenix Life**

Former Alba Life ex Britannia Life Assurance / Crusader Insurance Growth Pension Fund policies are invested in the Phoenix Life Limited Alba With-Profits Fund ('the with-profits fund').

The table below shows:

- the investment return for the with-profits fund for the investments supporting the Growth Pension Fund policies;
  - the charge for expenses for Growth Pension Fund policies; and
  - the investment return after allowing for expenses for Growth Pension Fund policies;
- for the last four years.

<b>Growth Pension Fund policies</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Investment return on with-profits fund	0.1%	1.2%	3.8%	10.4%
Charge for expenses	1.75%	1.75%	1.75%	1.75%
Investment return after allowing for expenses	-1.6%	-0.6%	2.1%	8.6%

The table below shows the split of investments supporting Growth Pension Fund policies at the end of the last four years.

<b>Investment type</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Company shares (equities)	0%	0%	0%	0%
Fixed interest stocks issued by the UK government (gilts)	51%	75% combined	78% combined	79% combined
Fixed interest stocks - other	24%			
Property	25%	25%	22%	21%
Cash	0%	0%	0%	0%
Other	0%	0%	0%	0%

How much we put into each type of investment will change over time. We aim to make sure that the with-profits fund can always meet the guarantees we have given to policyholders. Subject to this, we aim to get a good investment return while balancing this with the degree of risk being taken. We currently hold some property investments as well as fixed interest stocks. Over time we expect the returns from property to be higher than the returns from fixed interest stocks. However, the

returns on property are likely to be more variable. We expect the amount invested in property to reduce over the next few years as policies mature and the period to maturity for the remaining policies reduces.

We do not invest in company shares (equities) and, because of the high risks associated with them, the with-profits fund is unlikely to invest in them in the future. The majority of investments held are lower risk such as fixed interest stocks (bonds, types of loan usually issued by the government or companies).

The investment return consists of investment income and changes in the market value of the investments over the year.

The return on the investments in the with-profits fund for 2008 was affected by falls in the value of property and also the falls in the value of non-government fixed interest stocks. The with-profits fund is not invested in company shares (equities) and thus the investment return has not been affected by the fall in the value of company shares (equities) in 2008.

The return on the investments in the with-profits fund for 2007 was affected by falls in the value of property and also the falls in the value of non-government fixed interest stocks.

The return on the investments in the with-profits fund for 2006 was affected by poor returns on fixed interest stocks which were partly offset by good returns on property.

The return on the investments in the with-profits fund for 2005 was good and reflected good returns on fixed interest stocks combined by good returns on property.

**This information is correct at 1 April 2009.**

**If you have any questions or would like more information, please contact us using the details shown in the latest letter we sent with you.**

**II\_PLL\_AWP\_bla\_gpf\_04/2009**

Phoenix Life Limited is authorised and regulated by the Financial Services Authority.

Phoenix Life Limited is registered in England No. 1016269

Registered Office: 1 Wythall Green Way, Wythall, Birmingham B47 6WG

[www.phoenixlifegroup.co.uk](http://www.phoenixlifegroup.co.uk)