



ALLIANCE TRUST INVESTMENT FUNDS ICVC SIMPLIFIED PROSPECTUS

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INTRODUCTION

This document contains key information about Alliance Trust Investment Funds ICVC, an open-ended investment company ("OEIC") (the "Company") as at 12 July 2010.

It is a guide to investing in the sub-funds of the Company (each a "Fund" or together the "Funds"), either directly or via an Individual Savings Account ("ISA"), providing a summary of the information you need to help you decide whether you want to invest in one or more of the Funds.

It does not replace the full prospectus in respect of the Company (the "Prospectus"), which contains the full terms and conditions of the Company.

In this document, any reference to "Alliance Trust", "we", "us", "our" is a reference to Alliance Trust Asset Management Limited, the authorised corporate director ("ACD") of the Company, whose contact details are set out on page 34 of this document.

How can I get more information?

Before you invest in a Fund, we recommend that you read a copy of the Prospectus. This is available free of charge by contacting us at the address on page 34. When published, copies of the half-yearly and annual report and accounts in respect of the Company are also available free of charge. Alternatively, you can download these documents from our website, www.alliancetrust.co.uk/assetmanagement.

If, after reading this document, you have any further questions, please contact your authorised financial adviser, telephone us or write to us at the address shown on page 34.

Please note that we are not able to provide advice and therefore cannot assess the suitability or appropriateness for you of an investment in any of our Funds. This means you do not benefit from the rules of the Financial Services Authority ("FSA") on assessing suitability or appropriateness. If you are in any doubt as to whether an investment in the Funds is suitable for you, we recommend you consult an authorised financial adviser.

GENERAL INFORMATION AND RISK FACTORS

What is an OEIC?

OEIC stands for Open Ended Investment Company. An OEIC uses the pooled money of its shareholders (“Shareholders”) to invest in the stock market. Investors own shares in the OEIC – not the underlying investments – and each OEIC creates shares to allow investors to buy as many shares as they want.

An OEIC may be structured as an umbrella company, in that different Funds may be established from time to time within its structure. The Funds that have been established in the Company are set out in the Fund profiles pages (the “Fund Profiles pages”).

Each Fund is managed by a team of investment professionals so all the day-to-day investment decisions are taken care of.

OEICs use the money from each investor to invest into a wide range of companies or other investments. This allows each investor to have a diversified investment even if they are investing small amounts of money. This is known as a collective investment.

Shares are bought at a price calculated at midday for each Fund with the exception of the Alliance Trust Monthly Income Bond Fund which has its price calculated at 7.30am. When OEICs pay income to investors this is known as a distribution.

Investing in the Funds

The minimum amount you can invest in a Fund is shown on the Fund Profiles pages.

Your investment does not need to be held for a minimum or maximum length of time and you can sell all or some of your shares at any time.

The investment decision is yours and you may choose to switch or sell your holdings whenever you wish. However, you should view your investment in the Funds as medium to long term with, for example, an investment outlook of at least five years.

You can invest in an OEIC in a tax efficient way through an ISA. Alliance Trust Asset Management Limited does not currently offer an ISA. If you wish to invest in the Funds in this way you can contact Alliance Trust Savings Limited, the financial services subsidiary of the Alliance Trust PLC, on 08000 326 323 or any other authorised ISA Plan Manager for more information.

Investment objectives and policies of the Funds

The investment objective and policy of each of the Funds, together with any restrictions on the types of investment that can be held, can be found under each Fund’s profile on the Fund Profiles pages.

What is the Portfolio Turnover Rate?

The Portfolio Turnover Rate, or PTR, expresses as a percentage the portion of the Fund that was traded during the previous year through the sale and purchase of assets. The PTR for each Fund is shown on the Fund Profiles pages.

The PTR is calculated on a yearly basis using the following formula:

$$\frac{(\text{Purchase of securities} + \text{Sales of securities}) - (\text{Subscription of shares} + \text{Redemption of shares})}{(\text{Average fund value over 12 months})} \times 100$$

The PTR gives an indication of how often the ACD buys and sells shares in the Fund’s investment portfolio. The more the ACD buys and sells shares, the higher the PTR will be, and vice versa. A high PTR may result in the Fund suffering more costs associated with buying and selling investments, but may also mean that the ACD is actively managing the Fund’s investment portfolio in line with its stated objective.

As the Alliance Trust European Equity Fund launched on 14 December 2009 and the Alliance Trust Monthly

Income Bond Fund launched on 14 June 2010, this information is currently unavailable for these Funds.

What are the risks of investing in the Funds?

There are a number of general risks you will face when investing in the Funds and some risks which are specific to a particular Fund.

We have shown the specific risks attached to each Fund on the Fund Profiles pages. General risks that you should be aware of include the following.

- **Investing in the stock market.** The investments of the Funds are subject to normal market fluctuations and other risks inherent in investing in securities. There can be no assurance that any increase in the value of investments will occur. The value of investments and the income derived from them may fall as well as rise and investors may not recoup the original amount invested in the Funds. There is no assurance that the investment objective of any Fund will actually be achieved.
- **Currency exchange rates.** Exchange rate changes may cause the value of underlying overseas investments and any income from them to go down as well as up.
- **Concentration.** Funds which invest in a narrow range of stocks or in specialised sectors may be more volatile than more broadly diversified Funds which may result in frequent rises and falls in the Funds' share price.
- **Market risk.** External factors can cause an entire asset class to decline in value. Prices and values of all shares or all bonds could decline at the same time.
- **Inflation risk.** Inflation will affect the future buying power of your investment. If the returns on your investment have not beaten the rate of inflation it will have less buying power.
- **Tax benefits and liabilities.** The level of tax benefits and liabilities arising from investment will depend on individual circumstances and may change in the future. We cannot guarantee that the Funds will remain eligible for ISAs or that the tax advantages of ISAs will be maintained.
- **Derivatives.** Where derivative transactions are used in a Fund solely for the purposes of efficient portfolio management they are not intended to increase the risk profile of a Fund. The use of derivative and forward transactions for the purpose of meeting the Fund's investment objectives may increase the risk profile of the Fund.
- **Suspension of dealings in shares.** In certain circumstances shareholders' right to buy or sell shares may be suspended. For a purchase of shares, this could mean that an instruction may not be executed at the desired point in time. For a sale of shares, this could result in a delay in receiving the requested sale proceeds.
- **Effect of initial charge.** Where an initial charge is imposed, a shareholder who realises their investment after a very short period may not get back the amount originally invested, even where the share price has risen.
- **Charges to capital.** Where the investment objective of a Fund is to provide income combined with capital growth, some or all of the Fund's fees, charges and expenses (including any fee payable to the ACD) may be taken from the capital of the Fund.

Charges deducted from capital will increase distributable income by the amount charged and the capital of the Fund will decrease by the same amount. Accordingly capital growth may be constrained or the capital eroded.
- **Effect of performance fees.** The ACD may receive a performance fee from a Fund calculated as a percentage of the Fund's outperformance of its performance benchmark index on an annual basis (see the Fund Profiles pages for details). The operation of such incentive compensation arrangements may impact on the risk profile of a Fund.
- **Liabilities of the Company.** The scheme property of any particular Fund is not ring-fenced and in the event of a Fund being unable to meet liabilities attributable to it, the remaining liabilities may have to be met out of the assets attributable to other Funds. This may have the effect of reducing the value of your investment.

Further details of all the general and specific risks attached to each Fund are detailed in the Prospectus.

MORE INFORMATION ABOUT INVESTING IN THE FUNDS

Who can invest in a Fund?

Anyone over the age of 18 can invest in the Funds. Children under 18 may not hold an investment in their own name, although investment can be made in an account on their behalf.

What is the profile of the typical investor?

A typical investor in the Funds will be comfortable taking on the general and specific risks as set out in "What are the risks of investing in the Funds?" and the Fund Profiles pages. A typical investor will be prepared to accept the higher risk associated with investment in securities based funds, such as the Funds, and have at least a five year investment horizon.

The Prospectus and the Fund Profiles pages contain further details about the type of investor we believe each Fund may be suitable for. We recommend that retail investors always seek professional advice before making any investment decisions.

What are the minimum and maximum amounts I can invest?

The minimum investment amounts in respect of each Fund are set out in the Fund Profiles pages.

There is no maximum amount you can invest in a Fund outside an ISA.

If you invest in an ISA, the current maximum amount you can invest in any one tax year is currently £10,200. Up to £5,100 of the new ISA allowance can be saved in a cash ISA with one provider. The remainder of the £10,200 can be invested in a stocks and shares ISA with either the same or another provider. Alternatively, the full £10,200 can be invested in a stocks and shares ISA with one provider.

The minimum amounts you can sell or withdraw from your investment are also shown on the Fund Profiles pages.

What classes of shares are available?

Shares of different classes may, from time to time, be issued in respect of each Fund. The Fund Profiles pages set out which classes of shares in each Fund are currently available to investors. In most cases either A class or B class shares are available. Each class can comprise net or gross income shares and net or gross accumulation shares.

A class shares are intended for retail investors.
B class shares are intended for institutional investors.
P class shares are intended for institutional investors (only available in the Alliance Trust Monthly Income Bond Fund).
Z class shares are intended for institutional investors (only available in the Alliance Trust Monthly Income Bond Fund).

Income shares are shares on which income is distributed periodically to Shareholders net of any tax deducted or accounted for by the Fund for net income shares or gross of any such tax for gross income shares. Gross income shares are only available to investors who are eligible for gross interest distributions.

Accumulation shares are shares on which income is accumulated in the Funds share price instead of being distributed to Shareholders. Accumulation shares enable the accumulation of income net of any tax deducted or accounted for by the Fund for net accumulation shares or gross of any such tax for gross accumulation shares. Gross accumulation shares are only available to investors who are eligible for gross interest distributions.

Further information about share classes is set out in the Prospectus.

How do I invest?

Before you invest in a Fund, we recommend that you read the Prospectus. This may be obtained from us free of charge or downloaded from our website, www.alliancetrust.co.uk/assetmanagement.

To invest in a Fund, please complete the application form and return it to us or to your authorised financial adviser. We will allocate shares to you at the next available valuation point after we receive your application.

Where you wish to invest a specific amount of money this will represent the total cost to you.

Where you wish to purchase a specific number of shares, the total price to be paid by you cannot be determined in advance. However, it is calculated on the following basis: on the purchase of 1 share, the amount payable by you will be equal to the aggregate of the share price, calculated by reference to the value of the scheme property to which it is linked as at the relevant valuation point, plus any initial charge, as detailed in the Fund Profiles pages.

Can I invest through an ISA?

Yes, you can invest in the Funds in a tax efficient way through an ISA.

Alliance Trust Asset Management Limited does not currently offer an ISA. If you wish to invest in the Funds in this way you can contact Alliance Trust Savings Limited, the financial services subsidiary of the Alliance Trust PLC, on 08000 326 323 or any other authorised ISA Plan Manager for more information.

Further information about ISAs can be found at *"What is an Individual Savings Account?"*

Can I save monthly?

Yes, you can save a monthly amount into the Funds.

Alliance Trust Asset Management Limited does not currently offer a regular savings plan. If you wish to invest in the Funds in this way you can contact Alliance Trust Savings Limited on 08000 326 323 or any other authorised regular savings plan manager for more information.

Can I change my mind?

If you have received advice from an authorised financial adviser you may qualify for cancellation rights. If applicable a cancellation notice will be sent with your contract note.

If you wish to cancel your investment, please advise us in writing by signing and returning the cancellation notice no later than 14 days after you receive it.

If the Fund's price has fallen, you will not get back the full amount you invested; the fall in value will be deducted from the amount you originally invested. If your investment has not been paid in full, you will still have to pay us the full amount originally invested.

What will I receive to confirm I have invested?

If you invest a lump sum, we will send you a contract note on the business day after your investment has been made detailing the shares bought on your behalf. Share certificates will not be issued. If applicable, we will also send you a cancellation notice as described under *"Can I change my mind?"*

What other documentation will I receive?

We will send you a statement confirming the value of your investment as at 5 April and 1 October and the annual and interim short reports for the Fund(s) in which you invest, which will provide you with details of the Fund(s)' investments, performance and distributions where applicable.

If the Fund has paid you a distribution, we will send you a tax credit certificate. The tax credit certificate details the tax credit on any distribution and should be retained; you may need it to give HM Revenue & Customs details about your investment on your tax return.

How do I sell my investment?

You can instruct us to sell all or part of your investment by telephone on any working day between 9.00am and 5.00pm or by post or fax. Our contact details are shown on page 34. Any instruction given by telephone must be followed up in writing.

You will be sent a contract note and, if your instruction was by fax or telephone, a renunciation form on the business day after your instruction has been actioned. Except for a switch, the sale proceeds will be sent to you four business days after the sale or, where applicable, of our receipt of your completed renunciation form.

Where a valid instruction to sell shares is received before the relevant Fund's dealing cut-off point, the sale will be made at the valuation point for that Fund on that day (unless dealing in that Fund's shares are suspended), otherwise it will be carried over to the next business day. All the Funds have, unless otherwise stated, a dealing cut-off point of 11.59am.

For the Alliance Trust Monthly Income Bond Fund, only, where a valid instruction to sell shares is received before the dealing cut-off point, the sale will be made at the valuation point on the following day (unless dealing in shares is suspended). The

MORE INFORMATION ABOUT INVESTING IN THE FUNDS

dealing cut-off for the Alliance Trust Monthly Income Bond Fund is 5.00pm.

The sale proceeds will normally be paid to you by BACS or cheque.

If you instruct us to sell or withdraw part of your investment and the amount left is less than the minimum holding, we may, at our discretion, terminate your investment by giving you written notice.

Can I switch between share classes and / or into other Funds?

Yes, you can. Just let us know in the same way as for buying and selling shares above. Subject to the minimum investment limits, switching between share classes in the same Fund or to another Fund is free of charge unless otherwise stated in the Fund Profiles pages.

Where can I find the latest Fund share prices?

The latest share prices for the Funds are quoted daily on our website www.alliancetrust.co.uk/assetmanagement. Alternatively, you can call us on 0844 892 0349 between 9.00am to 5.00pm on any working day.

Can I take an income from my investment?

Yes, you can take income from your investment by purchasing income shares where such shares are in issue in a Fund. Income will be paid to you by direct credit into your bank account or by cheque. Income allocation dates can be found under each Fund's profile on the Fund Profiles pages. You will normally receive the income payment on or prior to each income allocation date.

The amount of income payable is calculated by taking the total income received or expected to be received in the Fund's relevant distribution period and deducting any charges or expenses which are to be paid from the income received. We may also then make other adjustments after consultation with the Fund's auditors.

Can I reinvest my income?

No, but you can purchase accumulation shares where such shares are in issue in a Fund. This means any distributions paid by the Fund are accumulated within the Fund with the intention of increasing the value of each share.

What is an Individual Savings Account?

An Individual Savings Account, or ISA, is a tax efficient "wrapper" allowing you to protect your investments from income tax and capital gains tax. ISAs are available to all UK residents over the age of 18.

Currently, the maximum amount you may invest in an ISA is currently £10,200 in each tax year. Up to £5,100 of the new ISA allowance can be saved in a cash ISA with one provider. The remainder of the £10,200 can be invested in a stocks and shares ISA with either the same or another provider. Alternatively, the full £10,200 can be invested in a stocks and shares ISA with one provider.

You can invest in our Funds through a stocks and shares ISA. Further details are shown on the Fund Profiles pages.

Alliance Trust Asset Management Limited does not currently offer an ISA. If you wish to invest in the Funds through a stocks and shares ISA you can contact Alliance Trust Savings Limited, the financial services subsidiary of the Alliance Trust PLC, on 08000 326 323 or any other authorised ISA Plan Manager for more information.

Can I invest through a financial adviser?

Yes, a financial adviser may submit an application on your behalf and any commission should be agreed directly by you with them. If you would like more information, please contact your financial adviser directly.

If you do not currently have a financial adviser details of authorised financial advisers in your area can be found at www.aifa.com.

How much will advice cost?

Should you decide to take advice about investing in the Funds, your adviser will give you details about the cost. The amount will depend on the size of your investment and will be paid for out of the Fund's charges.

We cannot advise you on the suitability of an investment in the Funds; this must be done by a qualified financial adviser.

CHARGES AND EXPENSES

What charges will apply to my investment?

When you invest in the Funds, you may pay an initial charge which will be taken from your initial investment. There is also an annual management charge. The rates of initial charge and annual management charge for each Fund can be found under each Fund's profile on the Fund Profiles pages, along with details of how these charges will affect your investment.

Ordinary operating expenses incurred by the Company will be paid by the Funds. These are also shown on the Fund Profiles pages as "Other Expenses" and may include administration costs, depositary fees, audit fees, registrar fees, legal costs, distribution costs, Stamp Duty and Stamp Duty Reserve Tax, FSA and regulatory fees. Further details about these expenses are available in the Prospectus.

The Funds may also be liable to pay the ACD a performance fee calculated as a percentage of the Fund's outperformance of its performance benchmark index. The rate of any applicable performance fee can be found under each Fund's profile on the Fund Profiles pages. Further details about the operation of the performance fee are contained in the Prospectus.

A Fund's fees, charges and expenses may be deducted from capital (i.e. from its underlying investment portfolio), from income (i.e. from the income the Fund receives from its underlying investment portfolio) or a mixture of both, as set out under each Fund's profile on the Fund Profiles pages.

Where the investment objective of a Fund is to provide income combined with capital growth, some or all of the Fund's fees, charges and expenses (including any fee payable to the ACD) may be taken from the capital of the Fund. Charges deducted from capital will increase distributable income by the amount charged and the capital of the Fund will decrease by the same amount. Accordingly capital growth may be constrained.

No charges are currently payable on the switching or sale of shares.

What is the Total Expense Ratio?

The Total Expense Ratio, or TER, is the ratio of the total operating costs of a Fund to its average net assets, calculated according to a formula prescribed by the FSA. All European funds highlight the TER to help you compare the annual operating expenses of funds.

It is calculated by reference to the average net asset value of each of the Funds over the year. The TER shows the annual operating expenses of the Funds, such as management costs including performance fees, registration costs, administration costs, charges for the depositary's services, payments to the registrar, payments to lawyers, custody, audit and regulatory fees. The TER does not include transaction costs, which are those costs incurred in connection with transactions on the portfolios of the Funds, including brokerage fees, taxes, interest on borrowings, the initial charge paid by you or any other costs paid directly by you.

Our Funds' TERs are shown on the Fund Profiles pages. As the Alliance Trust European Equity Fund launched on 14 December 2009 and the Alliance Trust Monthly Income Bond Fund launched on 14 June 2010 the TERs are estimated on the basis of expected costs. The actual TERs for these Funds may be higher or lower than the estimates provided.

How will these charges affect my investment?

Effect of charges figures are shown under each Fund's profile on the Fund Profiles pages. The figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

What is a Dilution Adjustment?

The actual cost of purchasing or selling the Fund's investments may be higher or lower than the mid-market value used in calculating the Fund's share price – for example, due to dealing charges, or through dealing at prices other than the mid-market price. Under certain circumstances (for example, large volumes of deals) this may have an adverse effect on the shareholders' interest in the Fund.

In order to prevent this effect, called "dilution", we are permitted to make a dilution adjustment, but will only do so for the purpose of reducing dilution in a Fund, or to recover any amount which it has already paid or reasonably expects to pay in the future in relation to the issue or cancellation of

CHARGES AND EXPENSES

shares. Any dilution adjustment charged is added to the Fund's property and is effectively used to offset the expenses incurred through the purchase and sale of investments within the Fund.

The dilution adjustment for each Fund is calculated based upon the costs of buying and selling shares held in the Fund's investment portfolio, including any dealing spreads, commissions and transfer taxes. An estimated rate is shown in the Prospectus.

A dilution adjustment may be made in particular in the following circumstances:

- (a) where a Fund is in continual decline;
- (b) where a Fund is experiencing large levels of net sales relative to its size;
- (c) where there is a net issue or cancellation of shares in a Fund having a value of 1 per cent or more of the relevant Fund's net asset value which occurs in the period between one valuation point and the following valuation point;
- (d) in any other case where we are of the opinion that the interests of shareholders require the making of a dilution adjustment.

TAXATION

Taxation of the Funds

The Funds are sub-funds of an open-ended investment company resident in the United Kingdom for tax purposes to which Authorised Investment Funds (Tax) Regulations 2006 apply. Each Fund will be treated as a separate entity for UK tax purposes. The Funds are exempt from UK tax on capital gains realised on the disposal of investments (including interest paying investments) held within them. The Funds are chargeable to UK corporation tax at the applicable rate, currently 20% on income net of allowable expenses.

Taxation of Shareholders – General

Your tax liability on any income received or capital gain made on your investment will depend on your own individual circumstances, including where you live or where you made your investment. If you are unsure about your own position, you should seek appropriate professional advice.

UK Taxation – ISAs

If you hold your investment through an ISA, you are not liable to pay any additional income tax on income distributions from the Fund.

If you sell your ISA, the proceeds are free from capital gains tax. The favourable tax treatment applicable to ISAs may not be maintained in the future.

UK Taxation – Non-ISA Investments

Investors who are resident or ordinarily resident in the UK are subject to income tax on any income distributions paid by a Fund. Any income you receive from the Fund as a distribution is paid either as a dividend or interest. Dividend distributions will carry a notional tax credit equivalent of 10% of the aggregate of the distribution and the tax credit. Interest distributions are paid net of 20% tax. The distribution types applicable to each Fund are shown on the Fund Profiles pages.

If you are a higher rate tax payer, you will be subject to income tax on the gross dividend distributions at 32.5% (but will be able to set the tax credit off against part of this liability) or on the gross interest distribution at 20%. If you are liable to income tax at the additional rate, you will be subject to income tax on the gross dividend distributions at 42.5% (but you will again be able to set the tax credit off against part of this liability). If you are a basic rate tax payer, you will have no further tax to pay. If you are a non-tax payer, you will not be able to reclaim the tax already

deducted from interest distributions or excess tax credit applicable to dividend distributions.

When you switch Funds or sell shares, any capital returns may be subject to capital gains tax (CGT) if your overall gains for the tax year are over the current limit. Gains in excess of the exemption limit are currently taxed at 18%.

More detailed information about taxation is contained in the Prospectus.

Stamp Duty Reserve Tax

Schedule 19 Finance Act 1999 imposes a 0.5% Stamp Duty Reserve Tax (SDRT) charge to the value of shares cancelled by the ACD. The liability for SDRT on share cancellations is calculated each week by reference to share cancellations in that and the following week. This basic charge may be reduced if more shares are surrendered than issued over the relevant period or if a Fund is invested in assets that are exempt from stamp duty and SDRT, i.e., broadly, other than in UK equities. When a Fund does not issue any shares during the relevant period or is invested wholly in exempt investments, there is no liability to SDRT for that period.

The Company is liable for the payment of Schedule 19 SDRT but the ACD may make a provision on sales of shares or transfers (which would have the effect of increasing the amount payable on the purchase of shares or reducing the amount receivable on the sale of shares) or against the Company (as a charge against the income of each Fund), to provide for that liability.

It is the current intention of the ACD that any SDRT liability will be paid as a charge against the Fund. The ACD may in the future introduce a provision on individual sales of shares or transfers to provide for any SDRT liability. Shareholders will be given 60 days' prior notice of such an introduction. However, the ACD may charge any individual shareholder a SDRT provision of up to 0.5% on a sale of shares or transfer that constitutes a "large deal". A "large deal" is defined for these purposes as any transaction (between one Valuation Point and the following Valuation Point) to buy, sell or exchange shares having a value of £250,000 or more.

OTHER IMPORTANT INFORMATION

Structure

The Company is structured as an umbrella company, authorised and regulated by the FSA under the Financial Services and Markets Act 2000, and is made up of the Funds listed in this document.

The base currency of the Company is pounds sterling. The Company was authorised by the FSA on 28 November 2008 and is incorporated in Scotland with registered number IC000716.

The Company is a UCITS scheme and is of unlimited duration.

The Authorised Corporate Director

The ACD of the Company is Alliance Trust Asset Management Limited, whose head office is located at 8 West Marketgait, Dundee, DD1 1QN. The ACD is authorised and regulated by the FSA and entered on the FSA register under number 479764. The main business of the ACD is investment management and related activities.

Depositary

The depositary of the Company is The Royal Bank of Scotland plc, whose head office is located at Gogarburn, PO Box 1000, Edinburgh EH12 1HQ. The depositary is authorised and regulated by the FSA and entered on the FSA register under number 121882.

Auditor

The auditor of the Company is KPMG LLP of Saltire Court, 20 Castle Terrace, Edinburgh EH1 2EG.

Financial Services Authority

The FSA, which is the competent authority which has authorised the Company as a UCITS scheme, has its offices at 25 The North Colonnade, Canary Wharf, London E14 5HS (telephone 0845 606 1234).

Data Protection

The information you provide on your application form (or afterwards) will be held and processed by us as data controller for the purposes of the Data Protection Act 1998.

We may hold and process information for the administration of the service(s) for which you are currently applying or may apply for in the future, for the operation of your investment (including, for example, for registration and distribution purposes), for the purposes of statistical analysis, monitoring and the prevention and detection of crime, and

the marketing of goods and services by us or other companies in the Alliance Trust group.

Your personal information may be passed to and used by companies within the Alliance Trust group and third parties including credit referencing, regulatory and law enforcement agencies and our agents and sub-contractors who administer or process the information on our behalf. This may include the transfer of your information overseas to countries where different levels of data protection apply. Please write to our Compliance Officer for an up-to-date list of the current members of the Alliance Trust group or if you do not wish to receive marketing of goods and services by us or other companies in the Alliance Trust group.

Where an authorised financial adviser acts on your behalf, we may disclose information concerning your investment to that financial adviser.

Other than as noted above, we will not provide any other third party with any information about you unless you have given your consent or unless we are required to do so by law. We will never sell, rent or trade your personal information to a company outside those described above without your permission.

You are entitled to request details of information we hold about you upon payment of a fee and to require us to correct any inaccuracies in your personal data. Please contact our Compliance Officer for these purposes.

Money Laundering

All transactions relating to the Funds provided by us are covered by the Proceeds of Crime Act 2002, the Money Laundering Regulations 2007 and relevant guidance notes. We, as a company conducting investment business, are responsible for compliance with such rules, including, but not limited to, verifying the identity and address of our investors.

The verification of your identity may include the use of a credit reference agency who will record that an enquiry has been made (this should not affect your credit rating) or requesting further information from you.

We may delay processing your instruction(s) and/or withhold any payments due to you in respect of your investment, until satisfactory evidence is received. Any cash will be held in a non-interest

bearing client money account. We will not be held responsible for any losses caused by any delay in implementing an accepted application whilst establishing your identity.

Compensation

Alliance Trust Asset Management Limited is covered by the Financial Services Compensation Scheme, which means if we become insolvent, you may be entitled to compensation.

The level of compensation will depend on the type of business and the circumstances of your claim. Currently, investments are covered for 100% of the first £50,000.

Further details of the Financial Services Compensation Scheme are available from:

The Financial Services Compensation Scheme

7th floor, Lloyds Chambers
1 Portsoken Street
London E1 8BN

Telephone: 020 7892 7370

A statement describing your rights to compensation is available from us on request.

Complaints

If you would like to make a complaint, you should write to us at our Administration Office address which is shown on page 28. Alternatively, you may wish to make a complaint through your financial adviser. We can give you full details of the procedure we have set up for dealing with complaints.

If you are not satisfied with our response, you may take your complaint to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR (telephone 0845 080 1800).

Conflicts of interest

In the normal course of business, circumstances resulting in conflicts of interest may arise. We will identify the types of conflicts that may arise between the interests of our clients and our own interests or those of our other clients.

Where a potential conflict arises, we are committed to managing these to prevent abuse and protect our employees, clients and other counterparties and to ensure that transactions and services are effected on terms which are not materially less favourable to the client had the potential conflict not existed.

The circumstances in which conflicts of interest might arise include where we deal on your behalf with another company in the Alliance Trust group, where we act for other investors with an interest in such investments or where we act as investment managers or advisers to other companies or funds which follow similar investment objectives to those of the Funds.

We are required to identify, manage, record and, where relevant, disclose actual or potential conflicts of interest between ourselves and our clients and between one client and another and to have a written policy in place. Further detail on our conflicts of interest policy is available on request.

Fee sharing and soft commission arrangements

Our Funds do not currently operate any fee sharing or soft commission agreements. If we receive rebates from any of the Fund's underlying investments, then this is paid back into the Fund.

Law and Language

All matters relating to any proposed or actual investment in the Funds are subject to English law.

All communications between you and us will be in the English language.

FUND PROFILE – ALLIANCE TRUST NORTH AMERICAN EQUITY FUND – CLASS A SHARES

Investment objective and policy

The Fund aims to produce long term total return from investment in a portfolio of companies in any economic sector in the United States and Canada. Holdings will be listed on a regulated stock exchange or market in either the United States or Canada.

The Fund will aim to meet its objective by investing in a concentrated portfolio of North American companies. The portfolio will be diversified and unconstrained by reference to North American indices or by market cap. The manager will employ a fundamental, long term approach to stock selection with a focus on “Value/Growth at a Reasonable Price”.

Currently, it is intended that the Fund will enter into derivative and forward transactions only for the purposes of efficient portfolio management (including hedging) (“EPM”). The specific aims of EPM are the reduction of risk, the reduction of cost or the generation of additional capital or income with a risk level which is consistent with the risk profile of the Fund and the risk diversification rules laid down by the FSA. The Fund, however, at the discretion of the ACD, may in future decide to enter into derivative and forward transactions also for the purpose of meeting its investment objectives. The ACD must give Shareholders no less than 60 days’ notice of any such decision. The use of derivative and forward transactions for the purpose of meeting the Fund’s investment objectives may increase the risk profile of the Fund.

Profile of a Typical Investor

This Fund is most suited to investors who are seeking long term total return. Since the Fund is equity based it is most suited to investors who are prepared to take higher risk and may be better suited to investors with at least a five year investment horizon. We recommend that retail investors always seek professional advice before making any investment decisions.

Launch Date

6 February 2009

Fund Specific Risk Factors

- **Charges to capital.** Any Performance Fee payable will be charged against capital instead of against income. This may increase the amount of income available for distribution to Shareholders in the Fund, but constrain capital growth or lead to capital erosion.
- **Currency Risk.** Exchange rate changes may cause the value of underlying overseas investments and any income from them to go down as well as up.
- **Investing in smaller companies.** This Fund may invest in smaller companies’ securities, which may be less liquid than the securities of larger companies as a result of inadequate trading volume or restrictions on trading. Smaller companies may possess greater potential for growth, but can also involve greater risks, such as limited product lines and markets, and financial or managerial resources. Trading in such securities may be subject to more abrupt price movements and greater fluctuations in available liquidity than trading in the securities of larger companies which may result in frequent rises and falls in the Funds’ share price.
- **Concentration Risk.** This Fund invests in a geographically narrow range of stocks and therefore may be more volatile than more broadly diversified equity funds which may result in frequent rises and falls in the Funds’ share price.

Performance Benchmark

FTSE North America All Cap Index (Total Return)

Accounting Dates

31st January and 31st July

Income Allocation Dates

31st March and 30th September

Distribution Type

Dividend

Valuation Point

12 noon on each UK business day

Base Currency

Pounds sterling

ISA Status

Qualifying investment for stocks and shares ISA

Share Class

Class A shares (Retail Investors)

Type of Shares

Net income and net accumulation

Gross income and gross accumulation¹

Initial Charge

Maximum of 5% of your investment

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

1.2% of the value of your investment

The annual management charge for this Fund will be charged to income.

Estimated Other Expenses

0.24%

These other expenses will be charged to income.

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this Fund will be charged to capital.

Total Expense Ratio (TER) as at 31 January 2010

1.44%

Portfolio Turnover Rate (PTR) as at 31 January 2010

19.87%

Estimated Rates of Dilution Adjustment

Offer basis: 0.25% Bid basis: 0.25%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£5,000	£5,000
Holding	£5,000	£5,000
Top-up	£500	£500
Switching	£1,000	£1,000
Sales	Lower of £5,000 and total remaining holding	Lower of £5,000 and total remaining holding

¹ Class A gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

Effect of Charges

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

OEIC Investment**Example 1 - Class A net income shares**

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£12	£67	£979
3	£1,000	£37	£107	£1,040
5	£1,000	£64	£155	£1,100
10	£1,000	£140	£310	£1,290

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £310. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 3.9%.

FUND PROFILE – ALLIANCE TRUST NORTH AMERICAN EQUITY FUND – CLASS A SHARES

Example 2 - Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£67	£992
3	£1,000	Nil	£108	£1,080
5	£1,000	Nil	£157	£1,180
10	£1,000	Nil	£323	£1,460

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £323. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 3.9%.

ISA Investment

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

Example 1 - Class A net income shares

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£12	£68	£989
3	£1,000	£38	£111	£1,070
5	£1,000	£66	£162	£1,160
10	£1,000	£147	£341	£1,420

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £341. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 4.9%.

Example 2 - Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£68	£1,000
3	£1,000	Nil	£111	£1,110
5	£1,000	Nil	£165	£1,230
10	£1,000	Nil	£355	£1,610

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £355. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 4.9%.

Past Performance of the Fund

Past performance for the Fund is detailed in the Alliance Trust North American Equity Fund Past Performance Addendum. This is not an indicator of future performance.

FUND PROFILE – ALLIANCE TRUST NORTH AMERICAN EQUITY FUND – CLASS B SHARES

Share Class

Class B shares (Institutional Investors)

Type of Shares

Net income and net accumulation
Gross income and gross accumulation²

Initial Charge

Nil

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

0.45% of the value of your investment

The annual management charge for this Fund will be charged to income.

Estimated Other Expenses

0.24%

These other expenses will be charged to income.

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this Fund will be charged to capital.

Total Expense Ratio (TER) as at 31 January 2010

0.69%

Portfolio Turnover Rate (PTR) as at 31 January 2010

19.87%

Estimated Rates of Dilution Adjustment

Offer basis: 0.25% Bid basis: 0.25%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£1,000,000	£1,000,000
Holding	£1,000,000	£1,000,000
Top-up	£250,000	£250,000
Switching	£1,000,000	£1,000,000
Sales	Lower of £250,000 and total remaining holding	Lower of £250,000 and total remaining holding

² Class B gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

FUND PROFILE – ALLIANCE TRUST UK EQUITY INCOME FUND – CLASS A SHARES

Investment objective and policy

The Fund aims to produce long term growth in both income and capital from a portfolio primarily of listed UK companies with the balance invested in other eligible quoted equity investments or corporate and sovereign debt.

The Fund will aim to meet its objective by investing primarily in a concentrated portfolio of UK companies with the balance invested in international companies or debt instruments. The manager will employ a fundamental, long term approach to stock selection with a focus on value and sustainable real cash generation at a reasonable price.

Currently, it is intended that the Fund will enter into derivative and forward transactions only for the purposes of efficient portfolio management (including hedging) (“EPM”). The specific aims of EPM are the reduction of risk, the reduction of cost or the generation of additional capital or income with a risk level which is consistent with the risk profile of the Fund and the risk diversification rules laid down by the FSA. The Fund, however, at the discretion of the ACD, may in future decide to enter into derivative and forward transactions also for the purpose of meeting its investment objectives. The ACD must give Shareholders no less than 60 days’ notice of any such decision. The use of derivative and forward transactions for the purpose of meeting the Fund’s investment objectives may increase the risk profile of the Fund.

Profile of a Typical Investor

This Fund is most suited to investors who are seeking long term growth in both income and capital. Since the Fund is equity based it is most suited to investors who are prepared to take higher risk and may be better suited to investors with at least a five year investment horizon. We recommend that retail investors always seek professional advice before making any investment decisions.

Launch Date

6 February 2009

Fund Specific Risk Factors

- **Charges to capital.** The ACD’s annual management charge and any Performance Fee payable will be charged against capital instead of against income. This may increase the amount of income available for distribution to Shareholders in the Fund, but constrain capital growth or lead to capital erosion.

- **Currency Risk.** Exchange rate changes may cause the value of underlying overseas investments and any income from them to go down as well as up.
- **Concentration Risk.** This Fund invests in a geographically narrow range of stocks and therefore may be more volatile than more broadly diversified equity funds which may result in frequent rises and falls in the Funds’ share price.

Performance Benchmark

FTSE All-Share Index (Total Return)

Accounting Dates

31st January and 31st July

Income Allocation Dates

31st March, 30th June, 30th September and 31st December

Distribution Type

Dividend

Valuation Point

12 noon on each UK business day

Base Currency

Pounds sterling

ISA Status

Qualifying investment for stocks and shares ISA

Share Class

Class A shares (Retail Investors)

Type of Shares

Net income and net accumulation
Gross income and gross accumulation³

Initial Charge

Maximum of 5% of your investment

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

1.2% of the value of your investment

The annual management charge for this Fund will be charged to capital.

Estimated Other Expenses

0.24%

These other expenses will be charged to income.

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this Fund will be charged to capital.

Total Expense Ratio (TER) as at 31 January 2010

1.44%

Portfolio Turnover Rate (PTR) as at 31 January 2010

125.35%

Estimated Rates of Dilution Adjustment

Offer basis: 0.70% Bid basis: 0.20%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£5,000	£5,000
Holding	£5,000	£5,000
Top-up	£500	£500
Switching	£1,000	£1,000
Sales	Lower of £5,000 and total remaining holding	Lower of £5,000 and total remaining holding

³ Class A gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

Effect of Charges

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

OEIC Investment

Example 1 – Class A net income shares

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£54	£67	£937
3	£1,000	£160	£105	£911
5	£1,000	£263	£147	£887
10	£1,000	£509	£271	£828

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £271. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 3.7%.

Example 2 – Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£67	£992
3	£1,000	Nil	£109	£1,080
5	£1,000	Nil	£158	£1,170
10	£1,000	Nil	£325	£1,460

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £325. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 3.9%.

FUND PROFILE – ALLIANCE TRUST UK EQUITY INCOME FUND – CLASS A SHARES

ISA Investment**Example 1 – Class A net income shares**

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£54	£68	£945
3	£1,000	£162	£108	£937
5	£1,000	£269	£154	£929
10	£1,000	£533	£298	£910

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £298. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 4.7%.

Example 2 – Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£68	£1,000
3	£1,000	Nil	£112	£1,110
5	£1,000	Nil	£165	£1,230
10	£1,000	Nil	£357	£1,600

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £357. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 4.9%.

Past Performance of the Fund

Past performance of the Fund is detailed in the Alliance Trust UK Equity Income Fund Past Performance Addendum. This is not an indicator of future performance.

FUND PROFILE – ALLIANCE TRUST UK EQUITY INCOME FUND – CLASS B SHARES

Share Class

Class B shares (Institutional Investors)

Type of Shares

Net income and net accumulation
Gross income and gross accumulation⁴

Initial Charge

Nil

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

0.45% of the value of your investment

The annual management charge for this Fund will be charged to capital.

Estimated Other Expenses

0.24%

These other expenses will be charged to income.

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this Fund will be charged to capital.

Total Expense Ratio (TER) as at 31 January 2010

0.69%

Portfolio Turnover Rate (PTR) as at 31 January 2010

125.35%

Estimated Rates of Dilution Adjustment

Offer basis: 0.70% Bid basis: 0.20%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£1,000,000	£1,000,000
Holding	£1,000,000	£1,000,000
Top-up	£250,000	£250,000
Switching	£1,000,000	£1,000,000
Sales	Lower of £250,000 and total remaining holding	Lower of £250,000 and total remaining holding

⁴ Class B gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

FUND PROFILE – ALLIANCE TRUST EUROPEAN EQUITY FUND – CLASS A SHARES

Investment objective and policy

The Fund aims to produce long-term total return from investment in a portfolio of companies in any economic sector in Europe, excluding the United Kingdom.

The Fund will aim to meet its objective by investing in a concentrated portfolio of European (ex UK) companies. The portfolio will be diversified and unconstrained by reference to European indices or by market cap. The Manager will employ a fundamental, long-term approach to stock selection.

Currently, it is intended that the Fund will enter into derivative and forward transactions only for the purposes of efficient portfolio management (including hedging) (“EPM”). The specific aims of EPM are the reduction of risk, the reduction of cost or the generation of additional capital or income with a risk level which is consistent with the risk profile of the Fund and the risk diversification rules laid down by the FSA. The Fund, however, at the discretion of the ACD, may in future decide to enter into derivative and forward transactions also for the purpose of meeting its investment objectives. The ACD must give Shareholders no less than 60 days’ notice of any such decision. The use of derivative and forward transactions for the purpose of meeting the Fund’s investment objectives may increase the risk profile of the Fund.

Profile of a Typical Investor

This Fund is most suited to investors who are seeking long term total return. Since the Fund is equity based it is most suited to investors who are prepared to take higher risk and may be better suited to investors with at least a five year investment horizon. We recommend that retail investors always seek professional advice before making any investment decisions.

Launch Date

14 December 2009

Fund Specific Risk Factors

- **Charges to capital.** Any Performance Fee payable will be charged against capital instead of against income. This may increase the amount of income available for distribution to Shareholders in the Fund, but constrain capital growth or lead to capital erosion.

- **Currency Risk.** Exchange rate changes may cause the value of underlying overseas investments and any income from them to go down as well as up.
- **Investing in smaller companies.** This Fund may invest in smaller companies’ securities, which may be less liquid than the securities of larger companies as a result of inadequate trading volume or restrictions on trading. Smaller companies may possess greater potential for growth, but can also involve greater risks, such as limited product lines and markets, and financial or managerial resources. Trading in such securities may be subject to more abrupt price movements and greater fluctuations in available liquidity than trading in the securities of larger companies which may result in frequent rises and falls in the Funds’ share price.
- **Concentration Risk.** This Fund invests in a geographically narrow range of stocks and therefore may be more volatile than more broadly diversified equity funds which may result in frequent rises and falls in the Funds’ share price.

Performance Benchmark

FTSE All World Developed Europe ex UK (Total Return)

Accounting Dates

31st January and 31st July

Income Allocation Dates

31st March and 30th September

Distribution Type

Dividend

Valuation Point

12 noon on each UK business day

Base Currency

Pounds sterling

ISA Status

Qualifying investment for stocks and shares ISA

Share Class

Class A shares (Retail Investors)

Type of Shares

Net income and net accumulation

Gross income and gross accumulation⁵

Initial Charge

Maximum of 5% of your investment

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

1.2% of the value of your investment

The annual management charge for this Fund will be charged to income.

Estimated Other Expenses

0.35%

These other expenses will be charged to income.

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this Fund will be charged to capital.

Total Expense Ratio (TER)

1.55%

Please note that TER for this Fund is estimated as the Fund has only recently been launched. The actual TER for this Fund may be higher or lower than the estimate provided.

Portfolio Turnover Rate (PTR)

This information is unavailable as the Fund has only recently been launched.

Estimated Rates of Dilution Adjustment

Offer basis: 0.30% Bid basis: 0.30%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£5,000	£5,000
Holding	£5,000	£5,000
Top-up	£500	£500
Switching	£1,000	£1,000
Sales	Lower of £5,000 and total remaining holding	Lower of £5,000 and total remaining holding

⁵ Class A gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

Effect of Charges

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

OEIC Investment

Example 1 - Class A net income shares

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£12	£68	£978
3	£1,000	£39	£110	£1,030
5	£1,000	£68	£159	£1,100
10	£1,000	£147	£319	£1,270

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £319. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 3.8%.

FUND PROFILE – ALLIANCE TRUST EUROPEAN EQUITY FUND – CLASS A SHARES

Example 2 - Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£68	£991
3	£1,000	Nil	£110	£1,080
5	£1,000	Nil	£161	£1,170
10	£1,000	Nil	£333	£1,450

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £333. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 3.8%.

ISA Investment

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

Example 1 - Class A net income shares

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£12	£69	£987
3	£1,000	£40	£113	£1,060
5	£1,000	£70	£166	£1,150
10	£1,000	£155	£351	£1,400

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £351. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 4.8%.

Example 2 - Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£69	£1,000
3	£1,000	Nil	£114	£1,110
5	£1,000	Nil	£169	£1,230
10	£1,000	Nil	£366	£1,600

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £366. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 4.8%.

Past Performance of the Fund

The Fund has not been launched for a sufficient period of time to be able to compile annual performance data.

Share Class

Class B shares (Institutional Investors)

Type of Shares

Net income and net accumulation
Gross income and gross accumulation⁶

Initial Charge

Nil

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

0.45% of the value of your investment

The annual management charge for this Fund will be charged to income.

Estimated Other Expenses

0.35%

These other expenses will be charged to income.

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this Fund will be charged to capital.

Total Expense Ratio (TER)

0.80%

Please note that TER for this Fund is estimated as the Fund has only recently been launched. The actual TER for this Fund may be higher or lower than the estimate provided.

Portfolio Turnover Rate (PTR)

This information is unavailable as the Fund has only recently been launched.

Estimated Rates of Dilution Adjustment

Offer basis: 0.30% Bid basis: 0.30%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£1,000,000	£1,000,000
Holding	£1,000,000	£1,000,000
Top-up	£250,000	£250,000
Switching	£1,000,000	£1,000,000
Sales	Lower of £250,000 and total remaining holding	Lower of £250,000 and total remaining holding

⁶ Class B gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

FUND PROFILE – ALLIANCE TRUST MONTHLY INCOME BOND FUND – CLASS A SHARES

Investment objective and policy

The Fund aims to produce a monthly income yield and the prospect of capital growth by investing in a portfolio of assets which predominantly comprises corporate bonds, and also includes government bonds, whilst at the same time actively managing the interest rate exposure of the Fund. The Fund will pay interest distributions monthly.

The Fund will hold investment-grade sterling corporate bonds, government bonds, non-sterling investment-grade corporate bonds and relevant derivative instruments. In addition the Fund may also invest from time to time in sub-investment grade bonds, covered bonds and preference shares. The Fund may also invest in collective investment schemes, other transferable securities and other debt instruments, cash and near cash deposits, warrants and money market instruments.

The Fund may enter into derivative and forward transactions for the purposes of efficient portfolio management (including hedging) (“EPM”) and for investment purposes. The Fund may also use interest rate swaps to manage the Fund’s exposure to fluctuations in interest rates. Currency exposure in the fund will predominantly be hedged back into sterling through forward currency transactions. The specific aims of EPM are the reduction of risk, the reduction of cost or the generation of additional capital or income with a risk level which is consistent with the risk profile of the Fund and the risk diversification rules laid down in COLL. The use of derivative and forward transactions for the purpose of meeting the Fund’s investment objectives will lower the risk profile of the Fund.

Profile of a Typical Investor

This Fund is most suited to investors who wish to participate in the potential to achieve a high level of income which is compatible with maintaining the security of capital by investing in a portfolio of mainly sterling investment grade corporate bonds. The nature of the portfolio affords investors a focused investment approach whilst diversification across mainly investment grade corporate bond exposure provides a degree of protection from the risk of default. Whilst the level of income provision is likely to be relatively stable, the investor must be able to accept temporary capital losses due to the volatile nature of bond markets and should therefore have an investment horizon of at least

five years. We recommend that retail investors always seek professional advice before making any investment decisions.

Launch Date

14 June 2010

Fund Specific Risk Factors

- **Charges to capital.** The ACD’s annual management charge and any Performance Fee payable will be charged against capital instead of against income. This may increase the amount of income available for distribution to Shareholders in the Fund, but constrain capital growth or lead to capital erosion.
- **Currency Risk.** Exchange rate changes may cause the value of underlying overseas investments and any income from them to go down as well as up.
- **Interest Rate Risk.** Some of the Fund’s financial instruments may be interest bearing. As such, the Fund will be exposed to interest rate risk due to fluctuations in the prevailing market rates.
- **Corporate Bonds.** Corporate bonds are subject to credit, liquidity, duration and interest rate risks. Adverse changes in the financial position of an issuer of corporate bonds or in general economic conditions may impair the ability of the issuer to make payments of principal and interest or may cause the liquidation or insolvency of an issuer.

Debt instruments held by the Company will be affected by general changes in interest rates that will, in turn, result in increases and decreases in the market value of those instruments.
- **Convertibles.** As convertibles are fixed interest or fixed dividend securities, they share in large part the same characteristics as normal debt securities and, accordingly, the risk factors set out above in the section entitled “Corporate Bonds” apply equally in relation to convertibles. However, in addition, as convertibles may be converted into equities at a future date, convertibles will be sensitive to the market value of the equities to which they relate (the market value of which may go down as well as up).
- **Sub Investment Grade Securities.** Where the Fund invests in sub-investment grade securities, Shareholders should be aware that the value of their investment will fall should an issuer default or receive a reduced credit rating.

Accounting Dates

31st January and 31st July

Income Allocation Dates

28th February, 31st March, 30th April, 31st May, 30th June, 31st July, 31st August, 30th September, 31st October, 30th November, 31st December and 31st January.

Distribution Type

Interest

Valuation Point

7.30 am on each UK business day

Base Currency

Pounds sterling

ISA Status

Qualifying investment for stocks and shares ISA

Share Class

Class A shares (Retail Investors)

Type of Shares

Net income and net accumulation

Gross income and gross accumulation⁷

Initial Charge

Maximum of 5% of your investment

Sale Charge

Nil

Switching Charge

"Free" switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

1.0% of the value of your investment

The annual management charge for this Fund will be charged to capital.

Estimated Other Expenses

0.16%

These other expenses will be charged to income.

Performance Fee

No Performance Fee is applicable to this share class.

Total Expense Ratio (TER)

1.16%

Please note that TER for this Fund is estimated as the Fund has only recently been launched. The actual TER for this Fund may be higher or lower than the estimate provided.

Portfolio Turnover Rate (PTR)

This information is unavailable as the Fund has only recently been launched.

Estimated Rates of Dilution Adjustment

Offer basis: 0.75% Bid basis: 0.75%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£5,000	£5,000
Holding	£5,000	£5,000
Top-up	£500	£500
Switching	£1,000	£1,000
Sales	Lower of £5,000 and total remaining holding	Lower of £5,000 and total remaining holding

⁷ Class A gross income and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

Effect of Charges

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

OEIC Investment

Example 1 - Class A net income shares

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£50	£64	£943
3	£1,000	£150	£95	£931
5	£1,000	£248	£130	£919
10	£1,000	£489	£235	£890

FUND PROFILE – ALLIANCE TRUST MONTHLY INCOME BOND FUND – CLASS A SHARES

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £235. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 4.1%.

Example 2 - Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 6% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£64	£995
3	£1,000	Nil	£98	£1,090
5	£1,000	Nil	£138	£1,190
10	£1,000	Nil	£275	£1,510

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £275. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 6% a year to 4.2%.

ISA Investment

The effect of charges examples below illustrate how charges might affect your investment in the Fund. Please note that the growth figures used for these calculations are based on notional growth rates which may or may not be achieved and serve only to illustrate the effect of charges and expenses on an example investment.

Example 1 - Class A net income shares

If we assume:

- you invest £1,000 in Class A net income shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- any income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	£62	£64	£940
3	£1,000	£187	£97	£920
5	£1,000	£308	£134	£901
10	£1,000	£601	£249	£855

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £249. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 5.0%.

Example 2 - Class A net accumulation shares

If we assume:

- you invest £1,000 in Class A net accumulation shares,
- your money grows at 7% a year (not guaranteed),
- you do not make any withdrawals, and
- no income from the Fund is paid out to you,

then the effect of the charges will be as follows:

At the end of year	Investment to date	Income received	Effect of deductions to date	What you might get back
1	£1,000	Nil	£65	£1,000
3	£1,000	Nil	£101	£1,120
5	£1,000	Nil	£145	£1,250
10	£1,000	Nil	£303	£1,660

The last line in the table shows that over 10 years, the effect of the total charges and expenses could amount to £303. Putting it another way, this would have the same effect as bringing the illustrated investment growth rate down from 7% a year to 5.2%.

Past Performance of the Fund

The Fund has not been launched for a sufficient period of time to be able to compile annual performance data.

Share Class

Class B shares (Institutional Investors)

Type of Shares

Net income and net accumulation
Gross income and gross accumulation⁸

Initial Charge

Nil

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

0.50% of the value of your investment

The annual management charge for this Fund will be charged to income.

Estimated Other Expenses

0.16%

These other expenses will be charged to income.

Performance Fee

No performance fee is applicable to this share class.

Total Expense Ratio (TER)

0.66%

Please note that TER for this Fund is estimated as the Fund has only recently been launched. The actual TER for this Fund may be higher or lower than the estimate provided.

Portfolio Turnover Rate (PTR)

This information is unavailable as the Fund has only recently been launched.

Estimated Rates of Dilution Adjustment

Offer basis: 0.75% Bid basis: 0.75%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£1,000,000	£1,000,000
Holding	£1,000,000	£1,000,000
Top-up	£250,000	£250,000
Switching	£1,000,000	£1,000,000
Sales	Lower of £250,000 and total remaining holding	Lower of £250,000 and total remaining holding

⁸ Class B gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

FUND PROFILE – ALLIANCE TRUST MONTHLY INCOME BOND FUND – CLASS P SHARES

Share Class

Class P shares (Institutional Investors)

Type of Shares

Net income and net accumulation
Gross income and gross accumulation

Initial Charge

Nil

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

0.20% of the value of your investment

The annual management charge for this Fund will be charged to capital.

Estimated Other Expenses

0.16%

These other expenses will be charged to income.

Performance Benchmark

iBoxx 5-15 year Sterling Corporates (Total Return)

Performance Fee

Performance Fee Rate: 20% for outperformance of Performance Benchmark Index.

Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period.

The Performance Fee for this fund will be charged to capital.

Total Expense Ratio (TER)

0.36%

Please note that TER for this Fund is estimated as the Fund has only recently been launched. The actual TER for this Fund may be higher or lower than the estimate provided.

Portfolio Turnover Rate (PTR)

This information is unavailable as the Fund has only recently been launched.

Estimated Rates of Dilution Adjustment

Offer basis: 0.75% Bid basis: 0.75%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£1,000,000	£1,000,000
Holding	£1,000,000	£1,000,000
Top-up	£250,000	£250,000
Switching	£1,000,000	£1,000,000
Sales	Lower of £250,000 and total remaining holding	Lower of £250,000 and total remaining holding

Share Class

Class Z shares (Institutional Investors)

Eligibility Requirements

Z Class Shares are intended for institutional investors and are available only to the Alliance Trust PLC group of companies and other vehicles promoted by them and to such other persons as the ACD may determine at its sole discretion.

Type of Shares

Net income and net accumulation¹⁰

Gross income and gross accumulation¹⁰

Initial Charge

Nil

Sale Charge

Nil

Switching Charge

“Free” switching (i.e. no switching charge applies) for any switch of shares.

Annual Management Charge

Nil

Estimated Other Expenses

0.16%

These other expenses will be charged to income.

Performance Fee

No performance fee is applicable to this share class.

Total Expense Ratio (TER)

0.16%

Please note that TER for this Fund is estimated as the Fund has only recently been launched. The actual TER for this Fund may be higher or lower than the estimate provided.

Portfolio Turnover Rate (PTR)

This information is unavailable as the Fund has only recently been launched.

Estimated Rates of Dilution Adjustment

Offer basis: 0.75% Bid basis: 0.75%

Investment Minima

	Net/Gross income	Net/Gross accumulation
Initial Lump Sum	£5,000,000	£5,000,000
Holding	£5,000,000	£5,000,000
Top-up	£250,000	£250,000
Switching	£5,000,000	£5,000,000
Sales	Lower of £250,000 and total remaining holding	Lower of £250,000 and total remaining holding

¹⁰ Class Z net income, net accumulation and gross accumulation shares for this Fund are not currently available to investors but may be made available in future. Please contact the ACD for further information.

TERMS AND CONDITIONS

These terms and conditions explain the basis on which Alliance Trust Asset Management Limited (the “**Authorised Corporate Director**” or “**ACD**”) will provide certain services to you if you make an order to buy, sell, switch or effect a transfer of shares in Alliance Trust Investment Funds ICVC (the “**Company**”).

Alliance Trust Asset Management is the Authorised Corporate Director of the Company and acts in such capacity for the purpose of this Agreement.

These terms and conditions, together with your application form and the Company’s current Prospectus and Simplified Prospectus, will constitute a legally binding agreement between you and Alliance Trust Asset Management, as Authorised Corporate Director of the Company (the “**Agreement**”).

You should read these terms and conditions, and the Company’s current Prospectus and Simplified Prospectus, carefully before submitting an application. Copies of the Prospectus are available from the ACD (see contact details on page 28) or on our website at www.alliancetrust.co.uk/assetmanagement. If you have any questions after reading these documents, please contact an authorised financial adviser for advice.

The services the ACD will provide to you under this Agreement consist of an order execution service only. The ACD will carry out your instructions to buy, sell, switch or transfer shares in the Company but will not offer or give you any advice on the merits of your instructions.

If you buy, sell or switch shares in the Company, regardless of whether you have completed the Company’s application form, you will be deemed to have accepted these terms and conditions.

These terms and conditions will not apply if you invest in the Company via an ISA or regular savings plan through Alliance Trust Savings Limited.

The ACD is authorised and regulated by the Financial Services Authority and is entered on the FSA register under the Firm Reference Number of 479764. The ACD is registered in Scotland (No. SC0330862) and has its registered office is at 8 West Marketgait, Dundee, DD1 1QN. The ACD’s main business is investment management and related activities.

All communications in connection with this Agreement will be in the English language.

1. Client Categorisation

For the purpose of dealing in units of the fund only, all investors will be regarded as retail clients. This does not however restrict the type of share class that can be invested into nor determine whether investors will be eligible complainants or eligible claimants for the purpose of FSA complaints and compensation rules.

2. Minimum Investment, Holding and Redemption Levels

The minimum investment, holding and redemption levels for each Share Class are set out in the Simplified Prospectus.

3. Dealing in Shares

Shares may normally be bought and sold on any Dealing Day in accordance with the Simplified Prospectus. The ACD may either deal in shares as agent between you and the Company or as principal between you and itself. Shares can be bought and sold by telephone on any Dealing Day between 9am and 5pm.

Requests to buy shares or sell shares may be made in writing or by telephone or by fax or by electronic means acceptable to the ACD.

For postal deals, the shares will be sold/redeemed at a price calculated by reference to the next Valuation Point following receipt of the application form or other written instruction.

Unless otherwise stated, for telephone, electronic and fax deals received prior to the Valuation Point, the shares will be sold/redeemed at the price based on that day’s Valuation Point. In respect of the Alliance Trust Monthly Income Bond Fund only, for telephone, electronic and fax deals received prior to the dealing cut-off point, the shares will be sold/redeemed at the price based on the next day’s Valuation Point.

The ACD has the right to reject any application for shares in whole or in part and in this event the ACD will return any monies sent, or the balance of such monies, at the risk of the applicant. In particular, the ACD has the right to reject any application from a person who is considered to have a history of short term or excessive trading or whose trading or actions are or may be otherwise prejudicial to the interests of continuing or potential Shareholders. An investment in the Company should be viewed as a medium to long term investment. Short term or excessive trading in the Company’s shares is

discouraged because it may harm performance by disrupting portfolio management strategies and by increasing expenses.

A contract note will be sent to you on the business day after your investment has been made or sold detailing the shares bought or sold on your behalf.

Where shares are being sold and such a request is not made in writing, the ACD reserves the right to require a form of renunciation to be completed. If this is necessary, this will be issued with the contract note. The ACD may withhold the proceeds of any sale until an appropriately completed form of renunciation has been received.

The ACD may withhold the proceeds of any sale or delay a transfer of funds until all anti-money laundering documentation has been received from you. Such proceeds and funds will be held in a client money account and no interest will be payable.

4. Switching Shares

You may at any time Switch all or some of your shares in a Class or a Fund for shares of a different Class in the same Fund or the same Class or another Class in a different Fund. Requests to Switch may be made in writing or by telephone or by fax or by electronic means acceptable to the ACD.

Where a Switch would result in you holding shares in the original Fund of a value that is less than the minimum holding, the ACD may convert the whole of your holding into the new Class or Fund or may refuse to effect the Switch. Where you do not satisfy any relevant eligibility criteria, the ACD may refuse to effect the switch.

No Switch can be made during a period when your right to buy or sell shares is suspended.

5. Transfer of Shares

Shares may be transferred to another person upon receipt by the ACD of a duly completed stock transfer form and completed application form, which should be sent to the ACD at the address detailed in section 10 'Correspondence' below.

6. Fees, Charges and Expenses

Details of all fees, charges and expenses associated with the provision of services under this Agreement are set out in the Prospectus and Simplified Prospectus.

There are no additional costs levied by the ACD for investing at a distance, but you may be liable to pay other taxes and costs which are not paid through or imposed by the ACD. Some charges may be subject to VAT or other tax. The current rate of VAT is 17.5% but this may change from time to time.

If you purchase shares through an independent financial adviser the ACD may pay initial and renewal commission to the adviser at its discretion. These commissions are paid by the ACD out of its charges and do not constitute additional charges to you.

7. Title to Shares

The title to registered shares in the Company is evidenced by entry in the Register of Shareholders. Details of a Shareholder's entry on the Register are available from the ACD on request. Share certificates will not be issued to Shareholders.

8. Client Money

All cash held by the ACD under this Agreement which constitutes client money under the FSA Rules will be deposited in the UK with an authorised bank. The bank will hold the cash on behalf of the ACD or its nominee in a trust account separate to any account used to hold money belonging to the ACD in its own right.

The ACD will not, however, be responsible for any acts or omissions of the bank. If the bank becomes insolvent, the ACD will have a claim on behalf of its clients against the bank. If, however, the bank cannot repay all of its creditors, any shortfall may have to be shared pro rata between them.

Interest will not be paid on cash balances held on your behalf unless otherwise agreed in writing.

9. Commencement and Termination

This Agreement will commence upon acceptance by the ACD of your application form, or for a transfer of shares in accordance with section 5 'Transfer of shares' above, the stock transfer form duly completed by the Shareholder and an application form completed by the transferor.

There is no minimum duration for this Agreement. You have the right to terminate this Agreement at any time by selling all of your shares in the Company. You may also terminate this Agreement by giving notice to the ACD which will be effective on receipt but will not affect transactions already initiated.

TERMS AND CONDITIONS

The ACD may terminate this Agreement with you by giving you reasonable notice in writing. Where required to do so by any applicable law, the ACD may terminate this Agreement immediately, in which case you will be notified in writing. The ACD may also terminate this Agreement immediately in relation to any Shareholder who is considered to have a history of short term or excessive trading or whose trading or actions are or may be otherwise prejudicial to the interests of continuing or potential Shareholders.

When this Agreement is terminated, if you have not already done so, the ACD will sell your shares and pay you the proceeds. The ACD may deduct any charges or other amounts due to it, and any reasonable additional expenses incurred in terminating your account.

10. Correspondence

All instructions to buy, sell, switch or transfer shares should be given in accordance with sections 3 'Dealing in shares', 4 'Switching shares' and 5 'Transfer of shares' above. Any other notices or correspondence to be given or sent to the ACD should be sent in writing to Alliance Trust Asset Management Limited, PO Box 23910, 12 Blenheim Place, Edinburgh, EH7 9AJ.

Notices and other documents (including statements, valuations and payments) to be given or sent to you shall be sent, at your risk, to the last address supplied by you. The ACD does not accept responsibility if you fail to provide it with any change of address, for any mail which is intercepted or which does not reach you.

Any letter or document from the ACD sent by post will be deemed to have been received by you on the second business day following that in which it is posted and service will be sufficiently proved if there is evidence that the envelope containing the letter or document was properly addressed, stamped and posted.

The ACD is entitled to treat as valid instructions given by you, or which it reasonably believes have been given by you or legitimately on your behalf.

11. Money Laundering

Under current legislation the ACD is required to verify your identity for the purposes of providing its services under this Agreement.

The verification of your identity may include the use of a credit reference agency who will record that an enquiry has been made (this should not affect your credit rating) or requesting further information from you.

The ACD may delay processing your instruction(s) and/or withhold any payments due to you in respect of your investment, until satisfactory evidence is received. Any cash will be held in a non-interest bearing client money account. The ACD will not be held responsible for any losses caused by any delay in implementing a valid application whilst establishing your identity.

12. Variation

The ACD may amend these terms and conditions to comply with changes in law or regulation and will notify you in writing of any amendments. The ACD may also amend these terms and conditions at its discretion by giving you reasonable notice. Any amendments will comply with applicable laws and regulations including the FSA Rules.

Remember that you have a right to terminate this Agreement at any time, if you do not like an alteration that the ACD proposes to make, by following the procedure set out in these terms and conditions.

13. Governing law

This Agreement is governed by English law.

DIRECTORY

Administration Office – for further information about the Funds, to buy or sell your investment, switch Funds, obtain a valuation, copies of the Prospectus or the report and accounts of the Company or to make a complaint please contact:

Alliance Trust Asset Management Limited

PO Box 23910,
12 Blenheim Place,
Edinburgh EH7 9AJ

Telephone: 0844 892 0349
Fax: 020 7964 2562

Head Office:

Alliance Trust Asset Management Limited

8 West Marketgait
Dundee DD1 1QN

Telephone: 01382 321000
Fax: 01382 321185
www.alliancetrust.co.uk/assetmanagement

Authorised and regulated by the Financial Services Authority.

For further information about making an investment through an ISA or savings plan or for queries on your investment held through these products with Alliance Trust Savings Limited please contact:

Alliance Trust Savings Limited

PO Box 164,
8 West Marketgait
Dundee DD1 9YP

Telephone: 08000 326 323
Fax: 01382 321183

Authorised and regulated by the Financial Services Authority.

Investing for Generations

At Alliance Trust Asset Management, we offer a focused range of investment solutions to meet clients' needs. Managed by our experienced team of investment professionals using proprietary research, our unique long-term, high conviction approach to global investing has been tested and developed over generations through diverse market conditions. Furthermore, we benefit from the integrity, durability and strength of Alliance Trust PLC.

Alliance Trust Asset Management Limited 8 West Marketgait, Dundee DD1 1QN

Tel +44 (0)1382 321000 Fax +44 (0)1382 321185 Email assetmanagement@alliancetrust.co.uk www.alliancetrust.co.uk/assetmanagement

Alliance Trust Asset Management Limited is a subsidiary of Alliance Trust PLC. Alliance Trust Asset Management Limited is registered in Scotland No. SC330862, registered office, 8 West Marketgait, Dundee DD1 1QN; is authorised and regulated by the Financial Services Authority whose address is 25 The North Colonnade, Canary Wharf, London E14 5HS firm reference number 479764; gives no financial or investment advice.

Investing for Generations – At Alliance Trust Asset Management, we offer a focused range of investment solutions to meet clients' needs. Managed by our experienced team of investment professionals using proprietary research, our unique long-term, high conviction approach to global investing has been tested and developed over generations through diverse market conditions. Furthermore, we benefit from the integrity, durability and strength of Alliance Trust PLC.

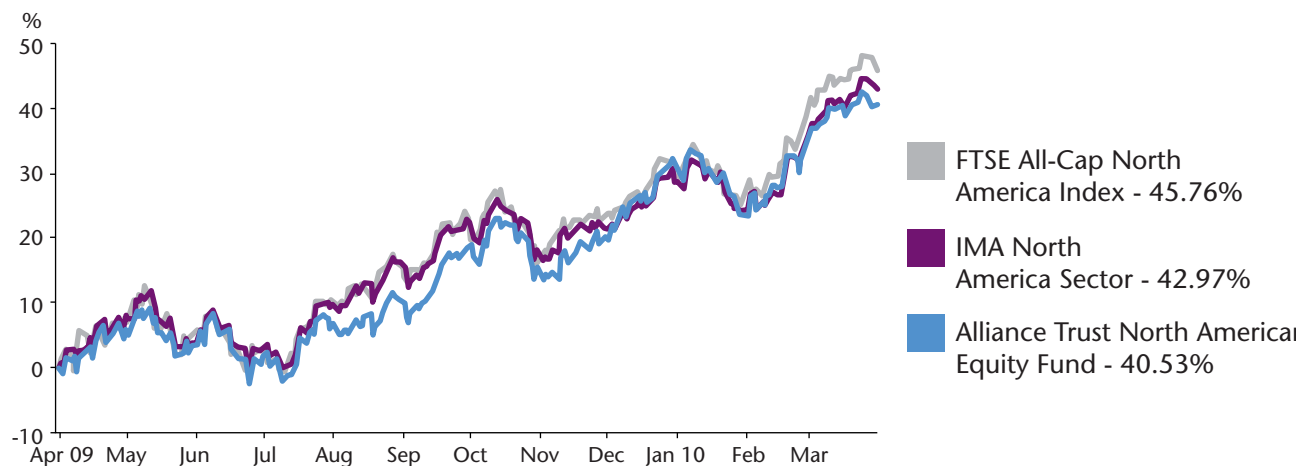
ALLIANCE TRUST NORTH AMERICAN EQUITY FUND SIMPLIFIED PROSPECTUS

APRIL 2010

PAST PERFORMANCE

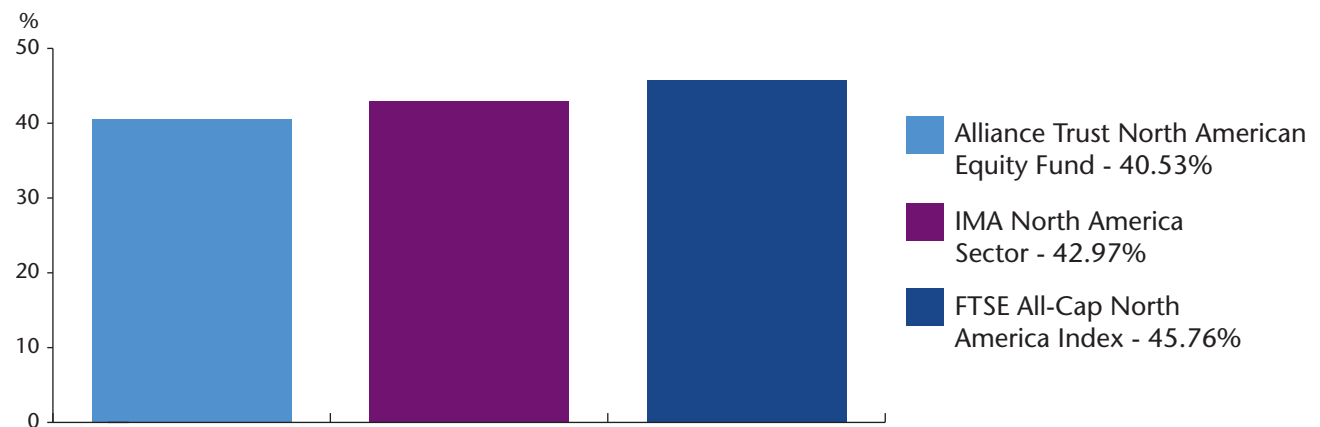
Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and is not guaranteed. You may not get back the amount you invested.

Cumulative Performance – 1 Year to 31 March 2010



Source: Financial Express Analytics, total return, bid to bid, data to 31 March 2010, taken on 1 April 2010

Discrete Performance – 1 Year to 31 March 2010



Source: Financial Express Analytics, total return, bid to bid, data to 31 March 2010, taken on 1 April 2010

Alliance Trust Asset Management Limited 8 West Marketgait, Dundee DD1 1QN

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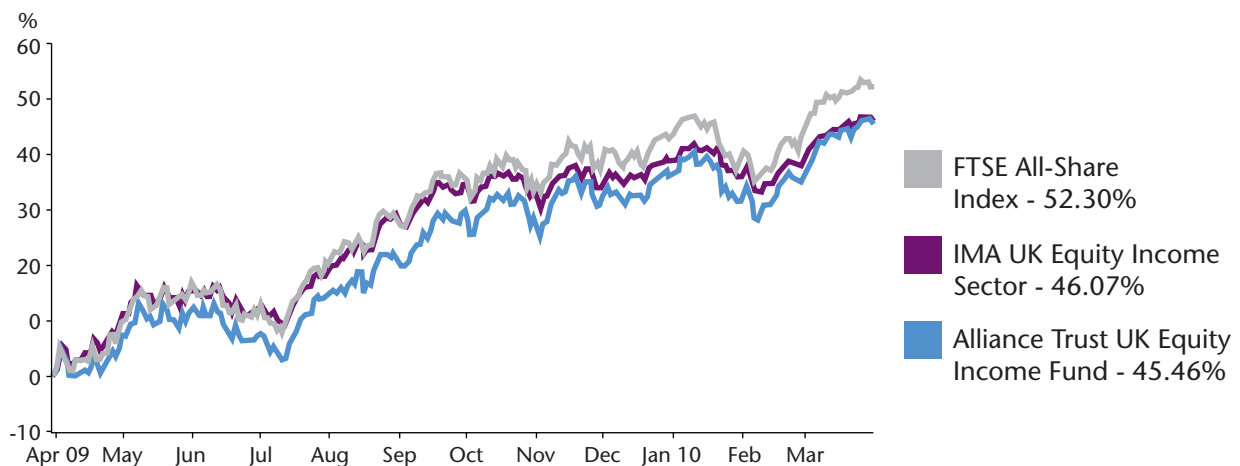
ALLIANCE TRUST UK EQUITY INCOME FUND SIMPLIFIED PROSPECTUS

APRIL 2010

PAST PERFORMANCE

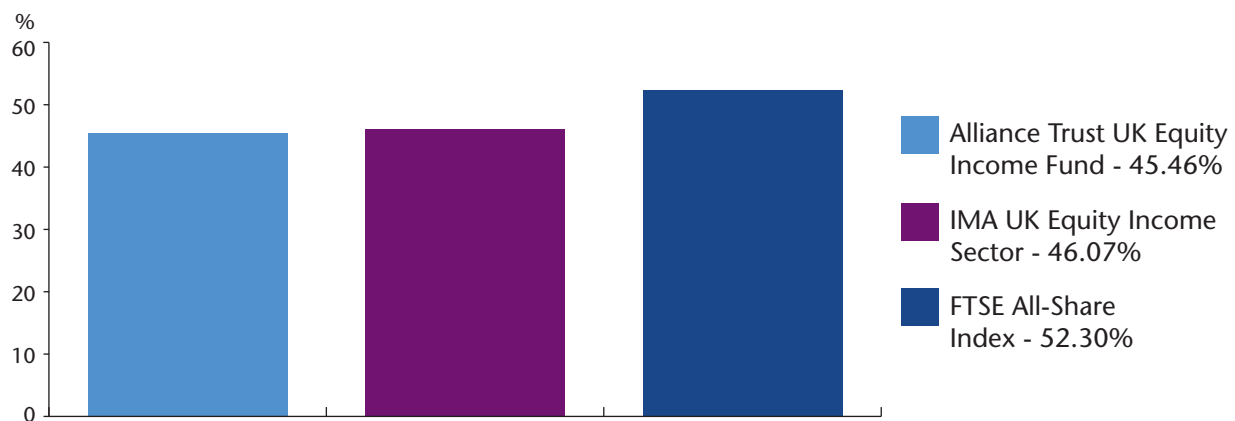
Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and is not guaranteed. You may not get back the amount you invested.

Cumulative Performance – 1 Year to 31 March 2010



Source: Financial Express Analytics, total return, bid to bid, data to 31 March 2010, taken on 1 April 2010

Discrete Performance – 1 Year to 31 March 2010



Source: Financial Express Analytics, total return, bid to bid, data to 31 March 2010, taken on 1 April 2010