

<Policyholder name>
<Policyholder Address>
<Policyholder Address>
<Policyholder Address>
<Policyholder Address>
<Policyholder Address>
<Policyholder Address>

24 October 2013

Dear <Salutation>

Important notification that requires your attention – you need to take some action

**Subject – Merger of the Henderson Global Focus Fund
Policy number - <insert Policy number>**

We have been informed by Henderson Global Investors that they intend to merge their Henderson Global Focus Fund (the 'merging' fund) into the Henderson International Fund (the 'receiving' fund) on 14 November 2013. The merger is subject to shareholder approval at a meeting to be held on 4 November 2013.

As you invest in the Henderson Global Focus Fund via your Preference policy we are writing to let you know what this means to you and your policy should the merger be approved.

Why does Henderson want to merge the funds?

Following a review of their fund range, Henderson identified a considerable overlap with the main features of the merging fund and the receiving fund. Both funds give exposure to the shares of companies anywhere in the world through a concentrated portfolio. Since 2012 the portfolios have become very closely aligned and following the merger shareholders will benefit from increased economies of scale. Henderson has therefore decided that it is appropriate to merge the funds in order to simplify their UK domiciled fund range.

It is Henderson's belief that the merger will not change the existing risk profile for shareholders in the merging fund or that the performance of the receiving fund will be adversely affected by the merger

Other changes to happen after the merger

The investment objective and policy of the receiving fund is due to change on 2 December 2013 and at that point the fund will be renamed to Henderson World Select Fund.

For purposes of the merger, Henderson has considered the receiving fund's current and amended investment objective and policy.

Investment objectives of the two funds

The investment objective and policy, and Annual Management Charges of both the merging and receiving funds are detailed below for your information.

Fund name (merging fund)	Henderson Global Focus Fund:
Investment objective and policy	<p><i>The Fund aims to provide long-term capital growth by investing in a portfolio of company shares in any country. The Fund will be concentrated in terms of the number of companies it invests in.</i></p> <p><i>The Fund will invest in companies of any market capitalisation. The Fund will invest in a portfolio of typically 30-40 holdings. The return will be a combination of capital and income returns. The Fund may also invest at the Manager's discretion in other transferable securities, money market instruments, cash and near cash, derivative instruments and forward transactions, deposits and units in collective investment schemes (use may be made of stocklending, borrowing, cash holdings, hedging and other investment techniques permitted in applicable FCA Rules).</i></p>
Annual Management Charge	2.00%

Fund name (receiving fund)	Henderson International Fund:
Investment objective and policy	<p><i>To aim to provide capital growth by investing in companies in any economic sector and any area of the world.*</i></p> <p>*With effect from 2 December 2013, the investment objective and policy will be as follows:</p> <p><i>The Fund aims to provide capital growth by investing in a concentrated portfolio of company shares in any economic sector and any area of the world. The Fund will invest in companies of any market capitalisation, and in a portfolio of typically 30-40 holdings.</i></p> <p><i>The Fund may also invest in cash and near cash and deposits. The Fund may also make use of derivatives and forward transactions for the purpose of efficient portfolio management, including the use of stock lending.</i></p>
Annual Management Charge	1.50%

What happens now?

Should the merger be approved, your holding will automatically transfer into the receiving fund. As the merging fund has a lower unit price than the receiving fund you would receive less units in your policy although the value transferred between funds would be the same amount. You will receive a switch confirmation in the post to confirm the amount transferred.

However, should you not wish your holding in the merging fund to automatically transfer into the receiving fund then you can choose to switch into any alternative investment option available to Preference, free of any switch charge.

Enclosed is a *Preference fund performance bulletin* detailing the current fund range available. At this point, you may wish to speak with your servicing financial adviser to discuss your investment options.

Should you wish to choose an alternative fund please find enclosed a *Fund Switch Request* form which should be completed and returned to us. Alternatively, if you are a registered user of our Online Service Centre and fund switching facility, you can now conduct switches online fast and efficiently.

Henderson will cease to accept subscriptions, switches or redemption of shares in the merging fund from 12 noon (UK time) on 14 November 2013, therefore please ensure we receive your switch instructions or you switch online by 11 November 2013 to allow us sufficient time to complete your switch before the deadline.

What if I miss the switching date for my alternative fund choice?

Should you miss this date, don't worry. Although you will be switched into the receiving fund, you have the option to change your fund choice on your policy at any time.

What happens if the merger doesn't receive shareholder approval?

If shareholders do not approve the merger, the funds will continue to operate as they do currently.

What if I have a query?

Should you have any questions about your policy please contact your servicing financial adviser in the first instance. Where we hold details of this adviser for you, they have been sent a copy into this letter for their information (cc'd below where this is the case).

For general queries our Customer Service Team can also be contacted by telephone on +44 (0)1624 681682 or by email csc@rl360.com and they will be pleased to assist you further.

Kind regards,



Natalie Hall
Director of Marketing

cc. <Agent>

Enclosures: Preference fund performance bulletin, Fund Switch Request form

Did you know you can track your policy and manage your investments online?

If you haven't already, register today for our Online Service Centre where you can access your policy summary, valuation and see a full transaction history, including premium payments, withdrawals, charges and switches.

Using our online service you can also quickly, easily and securely alter the balance of your investment mix at any time – so no more hand written switch forms and the need to fax within office hours – you can take control whenever you need.

Register now at www.rl360.com

SAMPLE