

Financial Express

Crown Rating  

FUND AIMS

Aims to achieve above average returns over the long term by investing worldwide in securities in any economic sector. The Fund will be diversified by holding different asset classes, by investing internationally and by holding companies operating in a wide range of industries. The portfolio will also have holdings in some medium and smaller sized companies as well as the largest 'blue chips'. A portion of the Fund may be invested in derivatives, both for investment as well as hedging purposes.

INVESTMENT REPORT

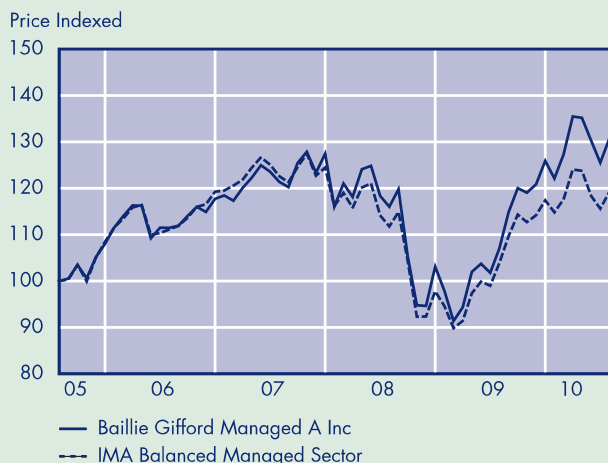
- July saw global equity markets rally from their recent lows. The UK and European markets posted the strongest gains in sterling terms, whilst Japan, although marginally ahead in local currency terms, was the laggard for the month and ended the period in negative territory.
- The FTSE All Share Index enjoyed its best monthly returns in almost a year during July, closing the month up 6.9%. A resurgence of merger & acquisition news, fading sovereign debt concerns, publication of the Banks' Stress Test results and BP's progress in dealing with the oil leak in the Gulf of Mexico, helped produce the positive return.
- The portfolio maintains its focus on quality companies which we believe will help us to achieve long-term outperformance.

GENERAL INFORMATION

Launch Date: 1 April 1987
 Fund Size: £448.58m
 IMA Sector: Balanced Managed

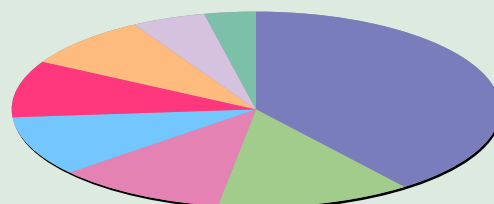
*All data as at 30 July 2010 and source Baillie Gifford unless otherwise stated.
 Performance source: Financial Express, single pricing basis, net income reinvested.*

FUND PERFORMANCE



GEOGRAPHIC ANALYSIS OF TOTAL ASSETS

UK 39.6%
 Europe 12.9%
 UK Bonds 11.3%
 North America 9.9%
 Emerging 9.4%
 Dev Asia Pacific 8.6%
 Overseas Bonds 4.9%
 Cash 3.4%



TOP TEN HOLDINGS

Holdings	% of Total Assets
1 Baillie Gifford Investment Grade Bond Fund	6.8
2 Baillie Gifford Emerging Markets Lead Co Fund	5.0
3 Baillie Gifford Gilt Plus Fund	4.5
4 Baillie Gifford Emerging Markets Growth Fund	4.4
5 Baillie Gifford Global Bond Fund	3.2
6 BHP Billiton	1.8
7 British American Tobacco	1.7
8 HSBC	1.7
9 Imperial Tobacco	1.7
10 Baillie Gifford Emerging Markets Bond Fund	1.6
	<u>32.4</u>

Past performance is not a guide to future performance.

STANDARDISED PAST PERFORMANCE

	30/06/05	30/06/06	30/06/07	30/06/08	30/06/09
	30/06/06	30/06/07	30/06/08	30/06/09	30/06/10
Class A - Inc	15.1%	10.8%	-4.2%	-14.0%	23.3%
Sector Average	14.6%	13.4%	-8.8%	-13.3%	16.9%

CHARGES AND PERFORMANCE

	Initial charge	Annual charge	Historic Yield
Class A - Inc	5.00%	1.50%	1.6%
Class A - Acc	5.00%	1.50%	1.6%
Class B - Inc	1.00%	0.40%	2.4%
Class B - Acc	1.00%	0.40%	2.4%

	6 Months	1 Year	3 Years	5 Years
Class A - Inc	7.08%	22.15%	7.73%	30.77%
Sector Ranking	3/155	2/150	9/120	16/97
Sector Average	3.59%	14.49%	-2.13%	21.07%

Performance figures reflect the annual charge but exclude any initial charge paid.

BAILLIE GIFFORD MANAGED FUND ('the Fund')

The Fund is a sub-fund of the Baillie Gifford UK & Balanced Funds ICVC (Investment Company with Variable Capital) which is an umbrella Open-Ended Investment Company. Its Authorised Corporate Director ('ACD') is Baillie Gifford & Co Limited.

The share price is calculated daily at 10.00am and is based on the mid value of the underlying assets of the Fund, known as the net asset value. All shares are single priced.

You should be aware of a number of risk factors:

Investment markets can go down as well as up and market conditions can change rapidly. The value of an investment in the Fund, and any income from it, can fall as well as rise and investors may not get back the amount invested.

The specific risks associated with the Fund include:

Changes in the rates of exchange may cause the value of your investment (and any income it may pay) to go down.

Corporate bonds are generally perceived to carry a greater possibility of capital loss than investment in, for example, higher rated UK government bonds.

Bonds issued by companies and governments may be adversely affected by changes in interest rates and expectations of inflation.

The Fund's use of derivatives may impact on its performance.

Further details of the risks associated with investing in the Fund can be found in the Simplified Prospectus, copies of which are available at www.bailliegifford.com or the full Prospectus which is available by calling the ACD.

Further Information

A full statement of all the terms and conditions for our products is available by contacting us as below. Any comments expressed in this factsheet should not be taken as a recommendation or advice.

This factsheet does not provide you with all the facts that you need to make an informed decision about investing in the Fund. You need to read the associated Simplified Prospectus and decide whether to contact an authorised intermediary. If you do not already have a copy, please call us on the number below. The Simplified Prospectus details your cancellation rights (if any) and shows you how charges and expenses might affect your investment.

This factsheet has been issued and approved by Baillie Gifford & Co Limited (FSA Register 119179), which is authorised and regulated by the Financial Services Authority, and which is wholly owned by Baillie Gifford & Co (FSA Register 142597), which is also authorised and regulated by the Financial Services Authority of 25 The North Colonnade, Canary Wharf, London, E14 5HS. Our address is Baillie Gifford & Co Limited, Calton Square, 1 Greenside Row, Edinburgh, EH1 3AN, Scotland.

For further information about the Fund or Baillie Gifford's range of OEICs, please contact us at the above address, call our Client Relations Team free on **0800 917 2113**, (telephone calls may be recorded), visit our website at www.bailliegifford.com, or fax us on **0131 275 3955**.