

9 March 2012

Update to Appendix IV of the Prospectus

Dilution adjustment estimates as at 9 March 2012

Fund	Estimate of dilution adjustment applicable to sales	Estimate of dilution adjustment applicable to redemptions
American Fund	0.20 %	-0.20 %
American Select Fund	0.20 %	-0.20 %
American Smaller Companies Fund	0.20 %	-0.20 %
Asia Fund	0.60 %	-0.70 %
Dollar Bond	0.30 %	-0.30 %
Emerging Market Bond	0.35 %	-0.35 %
European Bond	0.30 %	-0.30 %
European Corporate Bond	0.60 %	-0.60 %
European Fund	0.30 %	-0.25 %
European High Yield Bond	0.70 %	-0.70 %
European Select Fund	0.25 %	-0.20 %
European Smaller Companies Fund	0.40 %	-0.35 %
Global Bond	0.25 %	-0.25 %
Global Select Fund	0.30 %	-0.25 %
High Yield Bond	0.70 %	-0.70 %
Japan Fund	0.30 %	-0.30 %
Japan Smaller Companies Fund	0.45 %	-0.45 %
Latin America Fund	0.30 %	-0.30 %
Monthly Extra Income	0.80 %	-0.40 %
Pan European Fund	0.45 %	-0.20 %
Pan European Smaller Companies	0.45 %	-0.30 %
Sterling Bond	0.05 %	-0.05 %
Strategic Bond	0.65 %	-0.65 %
UK Cash Fund	0.00 %	0.00 %
UK Corporate Bond	0.80 %	-0.80 %
UK Equity Income	0.75 %	-0.25 %
UK Fund	0.75 %	-0.25 %
UK Growth & Income	0.80 %	-0.25 %
UK Institutional Fund	0.70 %	-0.20 %
UK Monthly Income	0.70 %	-0.20 %
UK Overseas Earnings	0.80 %	-0.30 %
UK Select Fund	0.70 %	-0.20 %
UK Smaller Companies Fund	1.40 %	-0.90 %

This information should be read in conjunction with the Prospectus for Threadneedle Investment Funds.

Subscriptions to a Fund may only be made on the basis of the current Prospectus and the Key Investor Information Document or Simplified Prospectus, as well as the latest annual or interim reports, which can be obtained free of charge on request and the applicable Terms & Conditions. Please refer to the 'Risk Factors' section of the Prospectus for all risks applicable to investing in any fund and specifically this Fund.

Because the dilution adjustment for each Fund will be calculated by reference to the costs of dealing in the underlying investments of that Fund, including any dealing spreads, and these can vary with market conditions, this means that the amount of the dilution adjustment can vary over time. The rates above reflect the amount of dilution adjustment based on securities held in each Fund and market conditions at the time of this update. Market conditions or other events may mean that the rate applied to your deal may differ.

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