



LAWRENCE HOUSE FUND MANAGERS

Date of Launch 20/12/2004	Investment Advisers Lawrence House Fund Managers Lawrence House Summer Hill Harbledown Canterbury Kent CT2 8GT T: 01227 819820 E: info@lhfm.co.uk W: www.lhfm.co.uk
Fund Managers Mike Sargeant Alan Stokes	
Fund Size £1,430,167	
Benchmark FTSE All Share Index	
NAV Price A Class £1.197 B Class £1.209	
Latest Yield A Class 1.32% B Class 1.10%	Authorised Corporate Director Elite Fund Administration Cedar House Cobham Road Wimbourne Dorset BH21 7SB T: 01202 855850
Dividend Dates A Class 31/07, 31/01 B Class 31/07, 31/01	Sedol No A Class B054QH5 B Class B054QK8
Minimum Investment A Class £50,000.00 B Class £2,500.00	ISIN No A Class GB00B054QH55 B Class GB00B054QK84
Initial Charge A Class 1.0% B Class 5.0%	
Annual Management Charge A Class 1.0% B Class 1.5%	

All data as at 31/03/2006

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Lawrence House UK Equity Fund

April 2006

Fund Objective

The UK Equity Fund aims to provide a combination of income and capital growth through investment in a diversified portfolio of collective investment schemes investing in UK Equities. The fund's benchmark is the FTSE All Share Index.

Market Roundup

March brought both highs and lows, which resulted in the FTSE 100 Index breaking through the 6000 level.

The impetus for the current strength has largely come from the resources sectors, specifically mining and oil & gas, with additional support contributed by sustained M&A activity. March witnessed both gold and silver reach levels not seen in 25-years and copper reached an all time record high. A further boost was provided when tensions in Nigeria and the Middle East prompted an increase of approximately 10% in the price of Brent Crude, leading to concerns over supply.

On the M&A front, it was the financial sector's turn to be in the spotlight. Alliance & Leicester received firm offers and rumours surround Lloyds TSB and Royal Bank of Scotland. In the insurance sector, Prudential's share price rose strongly as it received an offer from Aviva, which was rebuffed as management deemed it undervalued the company.

Summary of Fund Changes

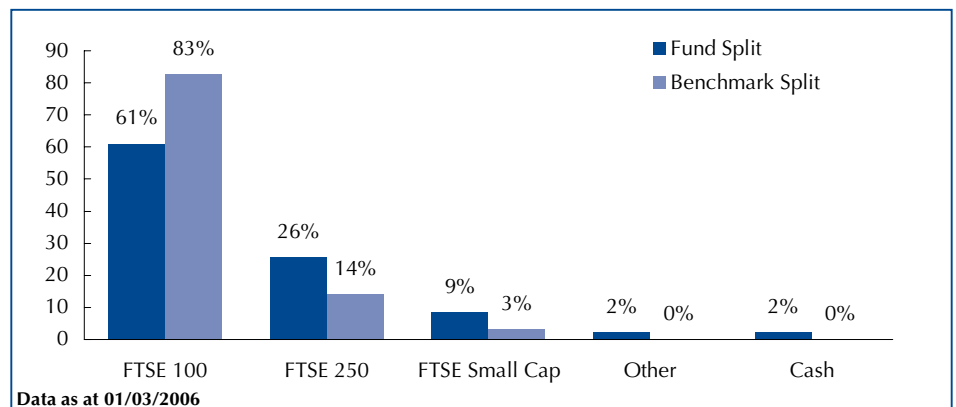
There have been no sales or new additions to the fund this month, with any new money being used to add to existing positions.

Over the month, the strongest returns came from the Norwich Union UK Equity Income Fund, followed closely by the Artemis Capital Fund. These two funds demonstrate the value of active management and stock selection skills rather than blindly following an index. The Norwich Union uses a multi-cap approach investing across the full cap spectrum, whereas the Artemis fund is heavily invested in the large cap arena.

Outlook

On a fundamental basis, large caps continue to offer opportunities, but with the level of M&A activity and amounts of cash sitting on the balance sheets of mid and small companies, it would be remiss to avoid a significant weighting in these areas, therefore we continue to adopt a multicap approach.

Asset Allocation



Fund Performance

	01/04/2005 to 31/03/2006	1 Month Return	3 Months Return	6 Months Return	Since Launch
Lawrence House UK Equity Fund	21.07%	2.03%	7.85%	12.78%	22.92%

Source: Lipper/ARC 01.04.06, Lump, % Chg, B/B, Net Income Reinvested

Portfolio Composition

Allianz UK Equity Income	10.14	JO Hambro UK Equity Income	8.31
Rathbone Income & Growth	10.03	Royal London Equity Income	8.24
Baring Equity Income	9.97	Axa UK Equity Income	8.20
Axa Framlington Monthly Income	9.55	New Star Higher Income	7.95
Artemis Capital	8.53	Cash	2.31
Henderson UK Equity Income	8.45	TOTAL	100
Norwich Union UK Equity Income	8.32		