



LAWRENCE HOUSE FUND MANAGERS

Date of Launch

20/12/2004

Fund Managers

Mike Sargeant
Alan Stokes

Fund Size

£3,913,736

Benchmark

APCIMS Balance
Managed

NAV Price

A Class £1.021
B Class £1.024

Latest Yield

A Class 0.00%
B Class 0.00%

Dividend Dates

A Class 31.07, 31.01
B Class 31.07, 31.01

Minimum Investment

A Class £50,000.00
B Class £2,500.00

Initial Charge

A Class 1.0%
B Class 5.0%

Annual Management Charge

A Class 1.0%
B Class 1.5%

A Class 1.0%
B Class 1.5%

All data as at 31/07/2005

Compliance Statement

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Sedol No

A Class B054QF3

B Class B054QG4

ISIN No

A Class

GB00B054QF32

B Class

GB00B054QG49

Lawrence House Balanced Managed Fund

August 2005

Fund Objective

The Balanced Managed Fund aims to provide capital growth through investment in a diversified portfolio of collective investment schemes giving exposure to many of the world's stockmarkets. The Fund can hold significant amounts in fixed interest funds, should the manager feel the potential risk and reward of this asset class could add to the overall fund's performance. Income distribution is not a consideration in the structure and management of this fund. The fund's benchmark is the Financial Times/Association of Private Client Investment Managers and Stockbrokers Balanced Index (FT/APCIMS).

Investment Comment

The UK market demonstrated considerable volatility in reaction to important economic and political events this month. The Chancellor was forced to modify his economic model as a result of the highest Public Sector Net Cash Requirement since records began and the impact of the two terrorist attacks on London cannot be underestimated.

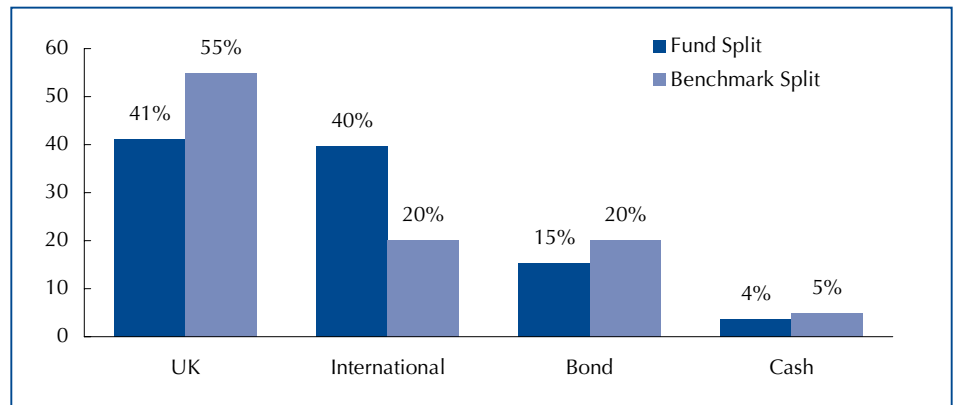
In the US, the dollar continued its recent rally. The minutes of the testimony to Congress given by Alan Greenspan (Chairman of the Federal Reserve Bank,) presented no surprises and showed the economy to be on a solid footing without excessive inflation. It is now expected that the FED will continue management of interest rates, raising them at the next few meetings at least, and ending the year at between 4% and 4.25%.

In the EU the economic fundamentals are starting to look more upbeat. The July Harmonised Consumer Price Index (HICP) of the Euro-zone came out at 2.20%. This is above the European Central Bank preferred level and thus cuts the scope for a reduction in interest rates, providing further support to the Euro while decreasing the competitiveness of European exports.

China is manifesting a mature approach to the management of its economy, by revaluing the Renminbi for the first time in 10 years and thereby highlighting its intention to become a serious player on the world stage. Although the revaluation was a small one, it should promote the rebalancing of growth towards the domestic economy and reduce the inflationary pressures of rising import costs.

Against this background we continue to favour a fully invested stance.

Asset Allocation



Fund Performance

	1 Mth Return	2 Mths Return	3 Mths Return	4 Mths Return	5 Mths Return	6 Mths Return	Since Launch
Lawrence House Balanced Managed Fund	4.10%	6.07%	9.46%	6.84%	5.02%	6.97%	6.60%
Quartile	2	3	4	4	4	4	4
S&P UT FD Bal Mgd Sect Ave	3.73%	6.48%	10.46%	7.72%	6.65%	8.93%	10.81%

Source: Micropal 01/08/05, Lump, % Chg, Init £100, B/B, Basic Rate Tax

Portfolio Composition

Nucleus American Trust	10.08
New Star European Growth	9.74
New Star UK Alpha	9.00
Rensburg UK Select Growth	8.82
Credit Suisse Target Return	7.91
Artemis Income	7.85
Schroder Income	7.80
Lazard UK Income	7.75

Baring Directional Bond	7.47
Schroder Tokyo	6.89
Lincoln Far East	4.70
Framlington Emerging Markets	4.53
M&G Global Basics	3.75
Cash	3.71
TOTAL	100