



LAWRENCE HOUSE FUND MANAGERS

Date of Launch

20/12/2004

Fund Managers

Mike Sargeant
Alan Stokes

Fund Size

£689,536

Benchmark

FTSE All Share Index

NAV Price

A Class £1.00

B Class £1.008

Latest Yield

A Class 1.39%

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%

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

Authorised Corporate Director

Elite Fund

Administration

Cedar House

Cobham Road

Wimbourne

Dorset BH21 7SB

T: 01202 855850

Sedol No

A Class B054QH5

B Class B054QK8

ISIN No

A Class

GB00B054QH55

B Class

GB00B054QK84

All data as at 31/07/2005

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Lawrence House UK Equity Fund

August 2005

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.

Investment Comment

This month saw figures emerging from the high street suggesting that the consumer boom may be waning as the UK economy put in its worst performance in more than a decade.

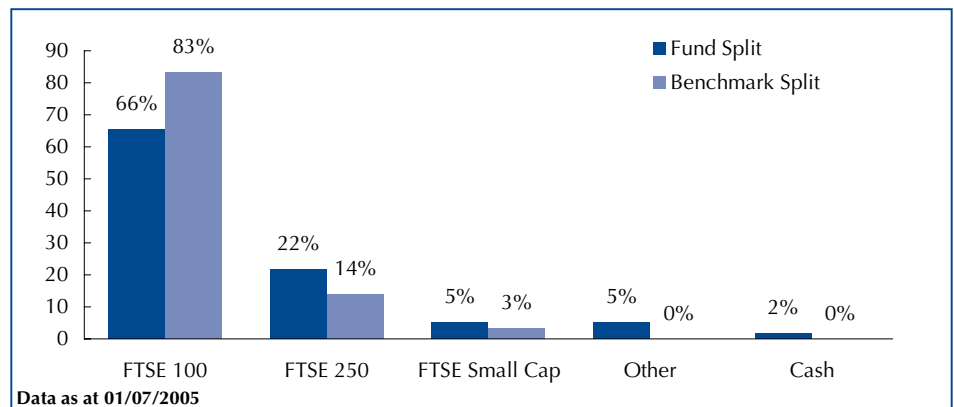
The provisional figures from the Office of National Statistics showed that GDP grew by just 40 basis points (bps) between April and June, and as a result year on year growth was 1.70%, its weakest rate since the first three months of 1993. Adding to the gloom was confirmation that the Manufacturing Sector was now in recession, contracting for the second quarter in a row. Even the Service Sector showed sympathy, with growth slowing to 60bps during the quarter.

Since the beginning of the month, the FTSE 100 index made positive gains, rising by some 120 points, but suffered significantly on the 7th July as London experienced its worst terrorist attack. The FTSE 100 index, at its lowest, lost some 200 points or 4%, by the end of the day it had managed to claw back all but 78 points.

The market recovered these losses and began to make further headway, before a further series of incidents occurred on the July 21st. On this occasion, the consequences were less serious and market concerns were quickly dismissed. By the month end, on the back of interest rate hopes and bid rumours, the FTSE 100 broke through the psychologically important barrier of 5300 and closed the month at a 40 month high.

We believe that if the FTSE 100 can build a floor at this level, then in the face of falling interest rates and a strengthening dollar, equities are well supported and have good upside potential, particularly at the large end. We continue to invest in a mix of both multi-cap funds and those that consistently maintain a bias towards large cap stocks.

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 UK Equity Fund	3.17%	6.14%	8.65%	5.73%	3.38%	4.92%	4.00%
Quartile	3	4	4	4	4	4	4
S&P UT FD UK All Cos Sect Ave	3.48%	7.01%	10.83%	7.07%	5.71%	8.57%	11.41%

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

Portfolio Composition

Artemis Capital	11.39	Framlington Monthly Income	9.24
Royal London Equity Income	10.69	Norwich Union UK Equity Income	9.17
Rathbone Income & Growth	10.37	Axa UK Equity Income	9.14
Lazard UK Alpha	10.00	New Star Higher Income	8.94
Gartmore UK Focus	9.65	Cash	1.88
Merrill Lynch UK Dynamic	9.53	TOTAL	100