



## LAWRENCE HOUSE FUND MANAGERS

<b>Date of Launch</b> 20/12/2004	<b>Investment Advisers</b> 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
<b>Fund Managers</b> Mike Sargeant Alan Stokes	
<b>Fund Size</b> £1,195,611	
<b>Benchmark</b> FTSE All Share Index	
<b>NAV Price</b> A Class £1.004 B Class £1.014	
<b>Latest Yield</b> A Class 3.43% B Class 3.40%	<b>Authorised Corporate Director</b> Elite Fund Administration Cedar House Cobham Road Wimbourne Dorset BH21 7SB T: 01202 855850
<b>Dividend Dates</b> A Class 31/07, 31/01 B Class 31/07, 31/01	<b>Sedol No</b> A Class B054QH5 B Class B054QK8
<b>Minimum Investment</b> A Class £50,000.00 B Class £2,500.00	<b>ISIN No</b> A Class GB00B054QH55 B Class GB00B054QK84
<b>Initial Charge</b> A Class 1.0% B Class 5.0%	
<b>Annual Management Charge</b> A Class 1.0% B Class 1.5%	

All data as at 31/10/2005

### Compliance Statement

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# Lawrence House UK Equity Fund

November 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

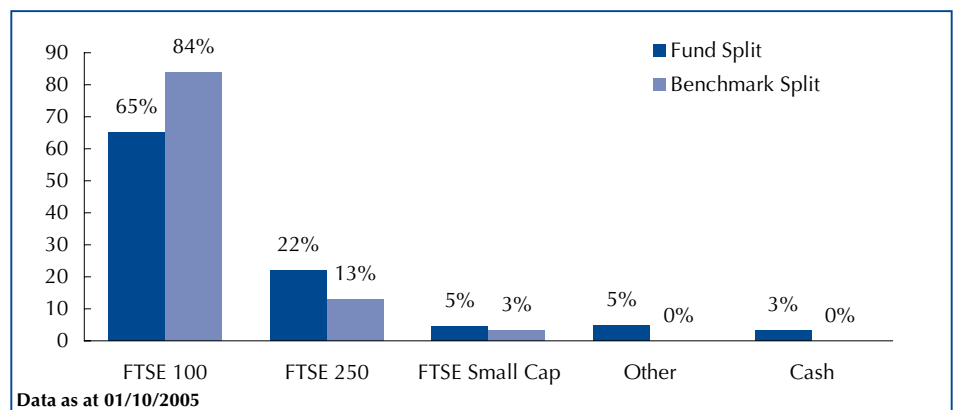
October will be remembered as the month that the UK equity market experienced thirty days of volatility. As rumours circulated about global interest rates, inflation, avian flu and slowing retail spending, many investors decided to lock in profits following a good run on prices.

The UK equity market, as represented by the FTSE 100 Share Index breached the 5,500 barrier at the end of September/early October, which was a 15% rise on its low point in January. Given the current return from cash deposits this was a very healthy profit, and predictably, a number of dealers decided that in the face of uncertainty, it was time to take some cash off the table.

We see this as a very healthy sign as it provides a safety valve for unstable price increases. Accepting that the fall of around 6% was steeper than many predicted, we viewed this as a buying opportunity and consequently used any new cash to add to existing holdings.

Looking ahead towards the year-end we remain cautiously optimistic and expect prices to improve. The secret for success remains fund selection and we feel that the present composition of the portfolio suits the investment environment and as a result do not anticipate any major changes to the portfolio composition before the New Year.

## 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	-5.41%	-3.34%	-2.50%	0.60%	3.49%	5.93%	1.40%

Source: Lipper/ARC 01.11.05, Lump, % Chg, Init £100, B/B, Basic Rate Tax

## Portfolio Composition

Allianz UK Equity Income	10.17	Artemis Capital	8.16
Baring Equity Income	9.94	Merrill Lynch UK Income	8.07
Rathbone Income & Growth	9.87	New Star Higher Income	7.97
Framlington Monthly Income	9.68	J O Hambro UK Equity Income	7.83
Axa UK Equity Income	8.39	Cash	3.35
Royal London Equity Income	8.34	<b>TOTAL</b>	<b>100</b>
Norwich Union UK Equity Income	8.23		