

2009

30 October 2009

Aim

The Trust aims to achieve its objective by investing in mid-term endowment policies to provide capital growth over the planned life until the expected wind-up on 31st December 2009.

Risks & Features

Investment trusts are quoted companies listed on the London Stock Exchange. Their share prices are determined by factors including demand, or lack of, which means that the shares may trade below (at a discount to) or above (at a premium to) the underlying net asset value.

History

The Trust was originally launched in December 1993 with a wind-up date of September 2006. In January 1997 a second share class was added with a wind-up date of December 2009; this factsheet is concerned with the 2009 share class. Returns to shareholders are intended to be entirely in the form of capital growth as an efficient way for investors to participate in the mid-term endowment policy market. The Trust has invested in policies from a wide variety of UK life companies. These policies have been in force between 5 and 20 years and will be held to maturity before winding up in 2009.

Fund Manager's Review



Rupert Marlow

The Net Asset Value has increased from 146.40p per share to 147.20p per share as at 30th September 2009.

As at 30th September 2009, the Trust had investment policies valued at £5.5 million from a total of 33 with-profits funds. During the three month period to 30th September 2009, the Trust realised proceeds of policy maturities amounting to £5.7 million. The average annualised return on these policies was 3.7%, excluding benefits arising from demutualisations.

Key Information

Total Assets:	£29.1m
No. of Shares (Ordinary 25p):	19,745,000
Share Price¹:	140.0p
Net Asset Value²:	147.2p
Premium/-Discount to NAV³:	-4.9%

All data source RCM (UK) Limited as at 30.10.09 unless otherwise stated.

Launch Date:	January 1997
Wind-up Date:	31 December 2009
AIC Sector:	Specialist Sector: Endowment Policies
Benchmark:	FTSE All-Share Index
Year end:	31 December
Annual Financial Report:	Final posted in March, Half-yearly posted in August
AGM:	April
Price Information:	Financial Times, The Daily Telegraph, www.rcm.com/investmenttrusts
Board of Directors:	John Clement (Chairman), Terry Arthur, Kenneth Ayers, Simon White
Investment Manager:	Rupert Marlow, Director RCM A company of Allianz Global Investors
Investor Services:	020 7065 1407

¹Source: Lipper as at 30.10.09, market close mid price.

²Data as at 30.09.09. The Trust releases NAVs on a quarterly basis. Estimated NAVs are published in the Financial Times and by Datastream and are not produced by the Company.

³A trust's net asset value (NAV) is calculated as available shareholders' funds divided by the number of shares in issue, with shareholders' funds taken to be the net value of all the company's assets after deducting liabilities.

Potential GRY and EMV (as at 30 October 2009)

Mid Market Share Price	140.00p
GRY (50% Rises*)	38.9%
GRY (20% Rises*)	33.4%
GRY (current)	30.2%
GRY (20% Cuts*)	27.0%
GRY (50% Cuts*)	21.9%
GRY (100% Cuts*)	14.0%
EMV (50% Rises*)	147.9p
EMV (20% Rises*)	146.9p
EMV (current)	146.3p
EMV (20% Cuts*)	145.7p
EMV (50% Cuts*)	144.7p
EMV (100% Cuts*)	143.1p

EMV = Estimated Maturity Value. GRY = Gross Redemption Yield. GRY is stated as a % figure and takes into account the price paid for the share and any capital gain or loss you might make on the share if it is held until the planned wind-up date of 31/12/2009. GRYs and EMVs are provided for illustrative purposes only and are in no way guaranteed and are estimates based on assumptions (including the maintenance of bonus rates) set out in the Annual Report. Maturity values may not necessarily fall within the estimated range given. No provision has been made for potential demutualisation proceeds in the future or winding-up expenses. Future bonuses will be influenced by future stock market returns. *Assuming immediate cuts/increases from current bonus rates. This Trust does not pay dividends therefore no running yield figure has been shown.

Projected Final Net Asset Values on Wind-up

(as at 30 September 2009 - latest NAV date)

150% Bonus Rates	147.9p
120% Bonus Rates	146.9p
Current Bonus Rates	146.3p
80% Bonus Rates	145.7p
50% Bonus Rates	144.7p
No Future Bonus Rates	143.1p

The figure of 143.1p per share reflects the value of the guaranteed benefits which have already accrued to 30th September 2009 after the deduction of projected expenses prior to winding-up on 31st December 2009, including premiums, borrowings and costs associated with them. Projected final net asset values are calculated using the principal bases and assumptions set out in the Annual Report which, inter alia, assume no further changes in the life office bonus rates other than those immediate cuts in reversionary and terminal bonuses stated above, current gearing levels and interest rates, no further demutualisation receipts or death benefits and no further purchases or sales of policies. These illustrations are given to provide an indication of the sensitivity of the projected final net asset value to bonus rate changes. They should not be taken as forecasts of particular degrees of change in rate levels.

How to Invest?

The Trust is a UK public limited company traded openly on the stock market. You can purchase shares through a stock broker.

RIC: ADRK SEDOL: 0494841 ISIN: GB0004939905

Shares in the Trust can be held within an ISA and/or savings scheme and a number of providers offer this facility. A list of suppliers is available on our website www.rcm.com/investmenttrusts or from the AIC at www.theaic.co.uk

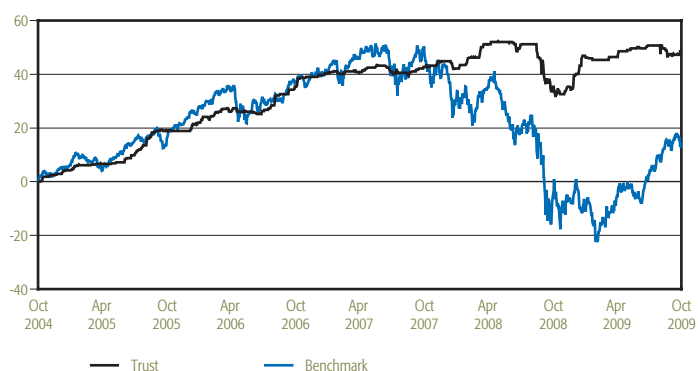
Please note: Our Investment Trust Savings Plan was closed and transferred to Alliance Trust Savings on 29 February 2008. Alliance Trust can be contacted on 01382 573 737 or contact@alliancetrust.co.uk

Top Ten Holdings (%) (as at 30 Sep 2009 - latest NAV date)

Name	%
Standard Life	12.5
Legal and General	3.4
Prudential (Scottish Amicable)	3.3
Prudential	3.1
AVIVA (Norwich Union)	2.1
Scottish Provident	2.1
Scottish Widows	1.7
Clerical Medical	1.4
Scottish Life	1.0
NFU Mutual	0.5
Total	31.1

Performance

Five Year Trust Performance (%)



Cumulative Performance (%)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Price	-1.41	1.45	9.80	9.80	48.54
Benchmark	9.82	18.94	18.36	-17.70	12.49

Standardised Past Performance (%)

From	30.09.04	30.09.05	29.09.06	28.09.07	30.09.08
To	30.09.05	29.09.06	28.09.07	30.09.08	30.09.09
Share Price	18.52	11.61	6.40	-0.75	5.30

Source: Lipper, percentage growth, mid to mid, capital return, to 30.10.09

Benchmark: FTSE All-Share Index

Standardised past performance figures comply with the Financial Services Authority's regulations to enable investors to compare different products from different providers.

Past performance is not a reliable indicator of future performance. You should not make any assumptions on the future on the basis of performance information. The value of an investment and the income from it can fall as well as rise as a result of market fluctuations and you may not get back the amount originally invested.

All data source RCM (UK) Limited as at 30.10.09 unless otherwise stated.

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