



THS Growth & Value Funds

Report for the period ended
30th September 2010 (unaudited)

THS Growth & Value Funds

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Directors of the Company

Taube Hodson Stonex Partners
Unit Trust Management Company Limited
(Authorised and regulated by the
Financial Services Authority)

Dealing, Administrator and Registration

Northern Trust Global Services Limited
(Authorised and regulated by the
Financial Services Authority)
50 Bank Street
London E14 5NT
Telephone: 0870 870 8433

Authorised Corporate Director

Taube Hodson Stonex Partners
Unit Trust Management Company Limited
(Authorised and regulated by the
Financial Services Authority)
Cassini House, 1st Floor
57-59 St. James's Street
London SW1A 1LD

Depository

BNY Mellon Trust & Depository (UK) Limited
(Authorised and regulated by the
Financial Services Authority)
The Bank of New York Mellon Centre
160 Queen Victoria Street
London EC4V 4LA

Directors of the Authorised Corporate Director

C.H. Stonex
M. Evans
R. Smithson
A. Miremadi
S.M.W. Bishop

Independent Auditors

PricewaterhouseCoopers LLP
Hay's Galleria
1 Hays Lane
London SE1 2RD

Investment Adviser

Taube Hodson Stonex Partners LLP
(Authorised and regulated by the
Financial Services Authority)
Cassini House, 1st Floor
57-59 St. James's Street
London SW1A 1LD

AUTHORISED STATUS

THS Growth and Value Funds (the “Company”) is incorporated and registered in England and Wales as an Open-Ended Investment Company with Variable Capital (“ICVC”) under registration number IC39. It is authorised and regulated by the Financial Services Authority (“FSA”), by an authorisation order effective on 1st July 1999. The Instrument of Incorporation is available for inspection at the office of the Depositary, the Authorised Corporate Director (“ACD”) and the Administrator.

The Company is a UCITS scheme which complies with the FSA’s Collective Investment Schemes Sourcebook (the “COLL”) and is structured as an umbrella company so that different sub-funds may be established from time to time by the ACD with the approval of the FSA and agreement of the Depositary.

The Company has two different sub-funds, International Growth & Value Fund (“IGV Fund”) and European Growth & Value Fund (“EGV Fund”).

Each sub-fund in an umbrella company is treated as having its own assets and liabilities. However, the assets of each sub-fund are not ‘ring-fenced’ and if the Company is unable to meet liabilities attributable to any particular sub-fund out of the assets attributable to that sub-fund, the excess liabilities may have to be met out of the assets attributable to other sub-funds.

International Growth & Value Fund has four classes of Shares: Income Shares Class A, Income Shares Class B, Accumulation Shares Class Y and Accumulation Shares Class Z, while European Growth & Value Fund has two share classes: Income Shares Class B and Accumulation Shares Class Z. Shareholders are not liable for the debts of the ICVC.

AIMS AND POLICIES

The investment objective of the IGV Fund is to provide capital growth by investing principally in listed equities internationally. The emphasis of investment will be in the United Kingdom, Continental Europe, North America and Japan, but a proportion of the Fund can also be invested in other areas.

The investment objective of the EGV Fund is to produce long term capital growth through holding a diversified portfolio of quoted or traded equity investments primarily in companies which are incorporated, quoted or traded on any stock exchange or over-the-counter market in Europe or in companies incorporated, quoted or traded on any stock exchange or over-the-counter market elsewhere, the majority of whose revenues and/or profits are derived from activities in Europe.

CERTIFICATION OF ACCOUNTS BY DIRECTORS OF THE AUTHORISED CORPORATE DIRECTOR

In accordance with the requirements of the Financial Services and Markets Act 2000 and the FSA Collective Investment Schemes Sourcebook, we hereby certify the report on behalf of the Directors of the ACD, Taube Hodson Stonex Partners Unit Trust Management Company Limited.



C.H. Stonex
Director



M. Evans
Director

THS Growth & Value Funds

Aggregated Statement of Total Return

(unaudited) for the period ended 30th September 2010

		30/09/10		30/09/09
	£'000	£'000	£'000	£'000
Income				
Net capital gains/(losses)		(38,685)		160,984
Revenue	14,068		11,970	
Expenses	(3,837)		(3,176)	
Finance costs: Interest	-		-	
Net revenue before taxation	10,231		8,794	
Taxation	(1,336)		(959)	
Net revenue after taxation		8,895		7,835
Total return before distributions		(29,790)		168,819
Finance costs: Distributions		(437)		1,070
Change in net assets attributable to shareholders from investment activities		(30,227)		169,889

THS Growth & Value Funds

Aggregated Statement of Change in Net Assets Attributable to Shareholders

(unaudited) for the period ended 30th September 2010

		30/09/10		30/09/09
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		856,177		427,933
Amount receivable on issue of shares	25,281		134,269	
Less: Amounts payable on cancellation of shares	(113,790)		(8,407)	
		(88,509)		125,862
Dilution levy		175		283
Stamp duty reserve tax		(10)		(17)
Change in net assets attributable to shareholders from investment activities		(30,227)		169,889
Closing net assets attributable to shareholders		737,606		723,950

THS Growth & Value Funds
Aggregated Balance Sheet
(unaudited) as at 30th September 2010

	30/09/10 £'000	31/03/10 £'000
Assets		
Investment assets	723,194	811,512
Debtors	1,833	2,775
Cash and bank balances	21,176	48,812
Total other assets	23,009	51,587
Total assets	746,203	863,099
Liabilities		
Investment liabilities	(2,552)	(3,438)
Creditors	(6,045)	(3,284)
Distribution payable on income shares	-	(200)
Total other liabilities	(6,045)	(3,484)
Total liabilities	(8,597)	(6,922)
Net assets attributable to shareholders	737,606	856,177

Note to the Financial Statements

Accounting Policies

The interim financial statements have been prepared on the same basis as the audited financial statements for the year ended 31st March 2010. They are in accordance with the historical cost convention, as modified by the revaluation of investments, and the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association (IMA) in November 2008 (the IMA SORP 2008).

REPORT OF THE AUTHORISED CORPORATE DIRECTOR

INTERNATIONAL GROWTH & VALUE FUND

PERIOD ENDED 30TH SEPTEMBER 2010

This report covers the period from 1st April 2010 to 30th September 2010.

Please note that the following figures are for information only and represent the change in price over the 6 months to 30th September 2010.

During the period under review the price of IGV Income Shares Class A fell by 5.25% from 274.1p to 259.7p, the price of IGV Income Shares Class B fell by 5.01% from 273.6p to 259.9p, the price of IGV Accumulation Shares Class Y fell by 3.36% from 318.0p to 307.3p and the price of IGV Accumulation Shares Class Z fell by 3.72% from 306.3p to 294.9p.

On the 17th November 2010, the latest available date before the printing of this report, the price of Income Share Class A was 264.30p, Income Shares Class B was 264.30p, Accumulation Shares Class Y was 312.70p and Accumulation Shares Class Z was 299.90p. The estimated yields for each share class were 2.0%, 1.4%, 2.0% and 1.4% respectively but we would like to point out to investors that the Fund is run for capital growth rather than income and therefore the yield may well vary considerably.

The Fund's Performance

The figures for the performance of the Fund since its launch on 1st October 1999, over the last five years and for the period under review are shown below, together with comparable figures for the most commonly quoted indices in those countries where the major proportion of the Fund has been invested.

	01/10/1999 to 30/09/2010 % change	01/01/2005 to 30/09/2010 % change	01/10/2005 to 30/09/2010 % change	01/04/2010 to 30/09/2010 % change
IGV Income Shares Class A	82.86%	N/A*	16.61%	-5.25%
IGV Accumulation Shares Class Y	116.38%	N/A*	28.26%	-3.36%
IGV Income Shares Class B	N/A*	43.51%	19.99%	-5.01%
IGV Accumulation Shares Class Z	N/A*	52.32%	24.27%	-3.72%

Indices - adjusted for currency

MSCI World	1.11%	22.86%	8.13%	-5.45%
MSCI World Total Return	22.16%	33.06%	19.75%	-4.35%

(Source - Bloomberg)

* With effect from 1st January, 2005 the capital structure of International Growth and Value Fund was changed and two new share classes were created, Income Shares Class B and Accumulation Shares Class Z and the existing shares were re-named Income Shares Class A and Accumulation Shares Class Y.

Please note that past performance is not necessarily a guide to future performance and that the value of your investment can go down as well as up and you may not get back the amount invested.

**REPORT OF THE AUTHORISED CORPORATE DIRECTOR
INTERNATIONAL GROWTH & VALUE FUND
PERIOD ENDED 30TH SEPTEMBER 2010**

Geographical Analysis

	30/09/10
	% of total net assets
Australasia	6.07
Canada	6.46
Europe (excl. UK)	38.22
Far East	5.73
India	1.01
United Kingdom	23.47
United States	17.07
Other	1.97
	<u><u>100.00</u></u>

	31/03/10
	% of total net assets
Australasia	6.27
Canada	6.02
Europe (excl. UK)	36.40
Far East	7.93
India	0.48
United Kingdom	21.73
United States	15.94
Other	5.23
	<u><u>100.00</u></u>

REPORT OF THE AUTHORISED CORPORATE DIRECTOR INTERNATIONAL GROWTH & VALUE FUND PERIOD ENDED 30TH SEPTEMBER 2010

Report from Investment Adviser

Stock markets, having struggled during the opening months of the Fund's year, rose strongly in September. Concerns over sovereign risk, the strength of the European banking sector and the outlook for the US economy continued to weigh on sentiment during the period, but as measures to combat these problems began to take effect, the fears began to recede.

Looking back on the last six months, emerging markets have continued to grow strongly and Europe has begun to recover, with Germany in particular producing strong economic growth. Other positive developments include the long-awaited freeing of the renminbi and significantly diluted bank capital adequacy plans.

Although economic data remain mixed, we believe the investment environment is improving. Companies have been repairing their balance sheets, interest rates are at historically low levels and shares can be purchased in large, high quality companies at very good prices. These factors should lift sentiment which in turn will stimulate the demand for equities, particularly in companies paying high dividends.

Over the six months to September 30, the MSCI, the benchmark index for the Fund, fell -4.35 per cent in sterling terms on a total return basis, while the Fund's Y class accumulation shares declined -3.36 per cent.

During the Fund's first half we have taken advantage of the attractive valuations to add to existing positions and to make new investments. For example, shares were purchased in Equinox Minerals and Xstrata early in the period, when pessimism surrounding emerging market growth caused share prices in the resource sector to decline. Whilst we have thought for some time that growth in China, in particular, will moderate from the high levels of recent times, we believe that the refocusing of growth within China away from the coastal area will still lead to strong growth in demand for many natural resources. The long term theme of increased urbanisation and prosperity in the emerging world should continue to provide demand for natural resources and we are particularly interested in those which are supply constrained, whether from a paucity of new projects (such as copper and metallurgical coal) or from bottlenecks in infrastructure (such as thermal coal).

The Fund's telecom holdings have also been increased. We feel that the valuation of telecom companies, particularly those in Europe, does not adequately reflect the potential for the uptake of products such as smart phones and ipads. New investments have therefore been made in TeliaSonera and Deutsche Telekom; Singapore Telecom has been switched into Idea Cellular in order to gain more direct exposure to the Indian mobile market; and the holding in Belgacom was increased following a positive meeting with the management. Most recently, shares were purchased in Samsung Electronics, the technology and consumer electronics group which has significant exposure to mobile data and smartphone growth.

Other new investments include Lennar, the second largest listed homebuilder in the US, which was bought on price weakness; and following a significant fall in pharmaceuticals, shares were purchased in Pfizer and Roche. BP was topped up following the Macondo oil well disaster and a new investment was made in Transocean, the largest owner of offshore rigs - including Deepwater Horizon, the rig which failed in the Gulf of Mexico. The shares had fallen sharply, reflecting worries about future deep water drilling and also the potential liability that Transocean carries. As the crisis has eased, the shares have recovered well.

Rights were taken up in Clearwire and Sky Deutschland and the Fund participated in a small placing of Ludorum, the children's television production company, at an attractive price.

CVS Caremark, the US drugstore chain, was sold at a good profit and the proceeds invested in its rival, Walgreen. Other sales during the period include Nintendo, the Japanese video console maker; Oracle, one of the largest software companies; Telefonica, the Spanish telecom company; and Takeda Pharmaceutical, which were sold following reviews of growth potential; and PICC Property & Casualty which was sold after a good performance.

There seems to be little pattern to the positive and negative contributors over the last six months. The list of top performers includes Hutchison Whampoa (an Asian conglomerate), Newcrest Mining and Xstrata (gold and resources), BSkyB (pay TV and a takeover target), Potash Corporation of Saskatchewan (potash producer), TeliaSonera (telecoms), Fraport (airport) and Yum!Brands (fast food outlets). On the negative side the list includes Yell group (directories), EDF (electricity), Sky Deutschland (pay TV), Celesio (pharmacy and drug distribution), Home Retail (retailing) and St Joe and Lennar (US property). Drivers of performance have thus been stock specific factors within a highly correlated market but with a slight bias towards growth sensitive stocks.

Taube Hodson Stonex Partners LLP
Investment Adviser
October 2010

INTERNATIONAL GROWTH & VALUE FUND

COMPARATIVE TABLES

Net Asset Values

The net asset value for the period ended:

Period end date	Total net		Net assets per share			Shares in issue	
	asset	Inc	Inc	Acc	Acc	Inc	Acc
	value	Shares	Shares	Shares	Shares		
	Fund	Class-A	Class-B	Class-Y	Class-Z		
	£'000	p	p	p	p		
31/03/08	282,893	258.42	258.69	290.66	283.58	13,512,750	86,575,974
31/03/09	424,666	188.97	189.98	219.21	212.66	6,794,561	192,716,313
31/03/10	851,054	268.55	269.70	317.75	306.03	3,959,454	273,225,828
30/09/10	732,420	259.58	259.98	307.17	294.96	2,722,897	244,242,311

Distributions

Calendar Year	Net Revenue per share		Net Revenue per share	
	Income		Accumulation	
	Shares	Shares	Shares	Shares
	Class-A	Class-B	Class-Y	Class-Z
	p	p	p	p
2006	2.8413	0.1543	2.9951	1.3418
2007	3.9010	1.9015	4.2741	2.4706
2008	5.0275	3.1467	5.5493	3.5202
2009	5.8331	4.2223	6.5718	4.9926
2010*	5.3463	3.6245	6.1986	4.0671

Highest and Lowest Prices

Calendar Year	Income Shares (p)				Accumulation Shares (p)			
	Class - A		Class - B		Class - Y		Class - Z	
2006	257.40	222.00	255.90	222.00	280.10	242.00	275.20	238.60
2007	287.80	247.10	287.00	247.10	317.80	272.80	311.00	267.50
2008	286.20	187.50	285.10	187.70	316.10	210.90	308.80	205.00
2009	261.30	177.10	258.50	176.70	303.10	199.30	292.80	193.30
2010*	276.20	228.70	275.60	229.20	323.10	270.60	311.10	260.10

Income Shares Class B and Accumulation Shares Class Z were launched on 1st January 2005.

*to 30th September 2010

INTERNATIONAL GROWTH & VALUE FUND

COMPARATIVE TABLES - *continued*

Total Expense Ratio (TER) as at 31st March 2010:

Income Shares Class A 0.48%, Income Shares Class B 1.30%, Accumulation Shares Class Y 0.45%,
Accumulation Shares Class Z 1.16%.

Portfolio Turnover Rate (PTR) as at 31st March 2010:

The Portfolio Turnover Rate (PTR) is a ratio that reflects the volume of trading within the Fund over the course of a twelve month period. The PTR is calculated by taking the sum of all transactions in securities less the sum of all transactions in the Fund's shares and is expressed as a percentage of the Fund's average net asset value.

The PTR for the twelve months ending 31st March 2010 was 49.02%.

International Growth & Value Fund
Portfolio Statement
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
AUSTRALIA 6.07% (6.27%)		
General Industries 1.03%		
570,958 Elders	201,606	0.03
942,139 Santos	7,332,783	1.00
Insurance 1.43%		
996,217 QBE Insurance	10,471,937	1.43
Mining 2.35%		
1,176,470 Equinox Minerals	4,102,987	0.56
544,527 Newcrest Mining	13,142,426	1.79
Technology Hardware & Equipment 1.26%		
1,557,346 Computershare	9,227,707	1.26
	44,479,446	6.07
BELGIUM 1.54% (1.30%)		
Fixed Line Telecommunications 1.54%		
462,960 Belgacom	11,289,610	1.54
CANADA 6.46% (6.02%)		
Agricultural Produce 1.58%		
126,530 Potash	11,558,036	1.58
Oil & Gas Producers 2.79%		
492,840 Husky Energy	7,538,387	1.03
83,455 Niko Resources	4,993,978	0.68
392,610 Suncor Energy	7,927,156	1.08
Special Trade Contractors 2.09%		
476,709 SNC - Lavalin	15,288,985	2.09
	47,306,542	6.46

International Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

		Market Value £	Percentage of total net assets %
Holding			
	CHINA 0.00% (1.25%)		
	FRANCE 10.93% (11.39%)		
	Banks 2.06%		
336,262	BNP Paribas	15,052,904	2.06
	Electricity 1.09%		
297,123	Electricite de France (EDF)	8,024,287	1.09
	Entertainment 0.02%		
3,408	Gaumont	152,912	0.02
	Fixed Line Telecommunications 1.75%		
941,949	France Telecom	12,800,300	1.75
	Food & Drug Retailers 1.81%		
393,428	Carrefour	13,300,090	1.81
	General Finance 0.95%		
165,651	Eurazeo	6,944,963	0.95
	Media 2.13%		
257,700	Lagardere	6,338,364	0.87
546,947	Vivendi	9,314,126	1.26
104,869	Oil & Gas Producers 1.04%		
234,836	Total	7,581,165	1.04
	Real Estate 0.08%		
104,869	GPE Eurotunnel	562,478	0.08
		80,071,589	10.93

International Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
GERMANY 8.05% (7.24%)		
Banks 0.68%		
235,826 Deutsche Postbank	5,049,790	0.68
Fixed Line Telecommunications 1.03%		
867,100 Deutsche Telecom	7,509,458	1.03
Food & Drug Retailers 0.54%		
288,031 Celesio	3,975,839	0.54
Industrial Transportation 2.92%		
883,655 Deutsche Post	10,033,301	1.37
298,367 Fraport	11,391,548	1.55
Media 0.49%		
4,183,175 SKY Deutschland	3,552,828	0.49
Non - Life Insurance 1.24%		
127,824 Allianz	9,066,686	1.24
Pharmaceuticals 0.95%		
159,570 Bayer	6,984,332	0.95
Utilities 0.20%		
320,591 Q-Cells	1,138,894	0.16
330,391 Q-Cells Rights	282,311	0.04
	58,984,987	8.05
HONG KONG 3.00% (2.49%)		
General Industries 2.82%		
3,523,700 Hutchison Whampoa	20,630,766	2.82
Mobile Telecommunications 0.18%		
7,606,800 Hutchison Telecommunications	1,311,997	0.18
	21,942,763	3.00
INDIA 1.01% (0.48%)		
Mobile Telecommunications 1.01%		
7,172,240 IDEA Cellular	7,412,927	1.01

International Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

	Market Value £	Percentage of total net assets %
Holding		
IRELAND 0.00% (0.00%)		
Software & Computer Services 0.00%		
402,830 Education Media & Publishing Group*	-	-
ITALY 0.97% (1.14%)		
Banks 0.97%		
4,453,596 Unicredit	7,068,360	0.97
JAPAN 1.46% (3.18%)		
General Financial 1.46%		
584,900 Sumitomo Mitsui Financial	10,709,382	1.46
NETHERLANDS 2.40% (2.42%)		
General Finance 1.75%		
1,983,530 ING Group	12,868,043	1.75
Life Assurance 0.65%		
1,255,154 Aegon	4,729,307	0.65
	17,597,350	2.40
NORWAY 2.89% (2.94%)		
Food 1.59%		
1,992,896 Orkla	11,634,703	1.59
Media 1.27%		
587,696 Schibsted	9,325,604	1.27
Real Estate 0.03%		
962,242 Fornebu Utvikling ASA (Scandinavian Property Development)	192,903	0.03
	21,153,210	2.89
SINGAPORE 0.00% (1.01%)		
SOUTH KOREA 1.27% (0.00%)		
Technology Hardware & Equipment 1.27%		
21,820 Samsung Electronics	9,332,363	1.27

International Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
SPAIN 2.79% (3.88%)		
Banks 0.94%		
868,830 Banco Santander	6,896,170	0.94
Oil & Gas 1.85%		
836,110 Repsol	13,546,007	1.85
	20,442,177	2.79
SWEDEN 3.91% (2.21%)		
Banks 1.61%		
569,138 Svenska Handelsbanken	11,805,298	1.61
Healthcare Equipment & Services 1.13%		
611,322 Medicover Holdings	8,254,862	1.13
Telecommunications 1.17%		
1,677,160 TeliaSonera	8,586,938	1.17
	28,647,098	3.91
SWITZERLAND 4.74% (3.88%)		
Food Producers 2.41%		
299,032 Nestle	10,101,255	1.38
47,350 Syngenta	7,535,594	1.03
Non - Life Insurance 1.45%		
380,336 Swiss Reinsurance	10,595,090	1.45
Pharmaceuticals 0.88%		
74,460 Roche	6,449,250	0.88
	34,681,189	4.74
UNITED KINGDOM 23.47% (21.73%)		
Banks 3.18%		
2,439,214 HSBC Holdings	15,662,081	2.14
16,155,911 Royal Bank of Scotland	7,619,053	1.04
Business Support Services 1.53%		
593,402 Davis Service Group	2,409,615	0.33
555,851 Wolseley	8,810,068	1.20

International Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
Electronic & Electrical Equipment 0.00%		
150,000 Robotic Technology Systems	4,500	-
Food Producers 0.96%		
384,230 Unilever	6,996,710	0.96
Fixed Line Telecommunications 0.06%		
440,896 Colt Telecom	535,641	0.06
Household Goods 0.96%		
3,411,201 Home Retail Group	6,999,732	0.96
Media 5.88%		
1,972,852 BSkyB	13,918,168	1.90
2,173,362 Experian	14,985,165	2.05
799,200 Ludorum	2,917,080	0.40
1,422,975 WPP	10,017,526	1.36
9,057,396 Yell	1,328,526	0.17
Mining 2.58%		
271,220 Rio Tinto	10,252,033	1.40
697,120 Xstrata	8,640,749	1.18
Mobile Telecommunications 2.38%		
11,066,408 Vodafone	17,396,224	2.38
Oil & Gas Producers 3.18%		
2,648,840 BP	11,319,777	1.55
647,546 Royal Dutch Shell 'B'	11,934,223	1.63
Real Estate 2.71%		
5,968,795 Hansteen	4,311,768	0.59
1,216,651 Land Securities	7,768,223	1.06
7,340,112 Metric Property	7,779,393	1.06
Software & Computer Services 0.05%		
150,372 RM	205,832	0.03
114,474 Thomas Murray Network*	114,474	0.02
	171,926,561	23.47

International Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
UNITED STATES 17.07% (15.94%)		
Banks 0.00%		
114,000 Netbank Inc	-	-
Electricity 1.13%		
308,063 Exelon	8,284,235	1.13
Food Producers 3.61%		
204,350 Bunge	7,847,899	1.07
182,460 Pepsico	7,652,936	1.04
378,110 YUM! Brands	10,987,666	1.50
Household Goods 0.99%		
356,862 Williams - Sonoma	7,277,600	0.99
Media 1.42%		
1,083,194 News Corp	10,394,800	1.42
Oil & Gas Producers 1.16%		
207,010 Transocean	8,473,105	1.16
Pharmaceuticals & Biotechnology 4.25%		
393,368 Human Genome Sciences	7,090,003	0.97
268,333 McKesson	10,448,586	1.43
705,680 Pfizer	7,707,706	1.05
278,920 Walgreen	5,891,412	0.80
Real Estate 1.65%		
691,600 Lennar	6,623,855	0.90
359,869 The St Joe Company	5,461,744	0.75
Software & Computer Services 0.13%		
194,266 Clearwire	968,137	0.13
Technology Hardware & Equipment 2.73%		
145,150 Alliance Data Systems	6,049,575	0.83
1,146,584 Intel	13,863,703	1.90
	125,022,962	17.07

International Growth & Value Fund

Portfolio Statement - *continued*

(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
JPY Hedging 0.01% (-0.14%)		
JPY (1,578,563,714) Sold JPY, Bought GBP 11,908,684 for settlement 26/10/2010	36,658	0.01
Sterling Hedging 0.01% (-0.02%)		
GBP (1,036,794) Sold GBP, Bought JPY 206,358,972 for settlement 26/10/2010	39,956	0.01
Euro Hedging -0.34% (-0.24%)		
EUR (46,413,186) Sold EUR, Bought GBP 39,818,144 for settlement 04/11/10	(1,401,950)	(0.19)
EUR (37,563,186) Sold EUR, Bought GBP 32,225,677 for settlement 04/11/10	(1,117,725)	(0.15)
	(2,519,675)	(0.34)
Market Value of Investments 97.71% (94.37%)	715,625,455	97.71
Net other assets	16,794,165	2.29
Total net assets	732,419,620	100.00

All holdings are ordinary shares unless otherwise stated.

The percentages in brackets show the equivalent distribution between countries at 31st March 2010.

*Unquoted investments

International Growth & Value Fund

Statement of Total Return

(unaudited) for the period ended 30th September 2010

	30/09/10		30/09/09	
	£'000	£'000	£'000	£'000
Income				
Net capital gains/(losses)		(38,459)		159,487
Revenue	13,957		11,877	
Expenses	(3,782)		(3,116)	
Finance costs: Interest	-		-	
Net revenue before taxation	10,175		8,761	
Taxation	(1,324)		(948)	
Net revenue after taxation		8,851		7,813
Total return before distributions		(29,608)		167,300
Finance costs: Distributions		(440)		1,070
Change in net assets attributable to shareholders from investment activities		(30,048)		168,370

International Growth & Value Fund

Statement of Change in Net Assets Attributable to Shareholders

(unaudited) for the period ended 30th September 2010

	30/09/10		30/09/09	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		851,054		424,666
Amount receivable on issue of shares	25,034		134,264	
Less: Amounts payable on cancellation of shares	(113,785)		(8,370)	
		(88,751)		125,894
Dilution levy		175		283
Stamp duty reserve tax		(10)		(17)
Change in net assets attributable to shareholders from investment activities		(30,048)		336,740
Closing net assets attributable to shareholders		732,420		887,566

International Growth & Value Funds
Balance Sheet
(unaudited) as at 30th September 2010

	30/09/10 £'000	31/03/10 £'000
Assets		
Investment assets	718,145	806,547
Debtors	1,766	2,754
Cash and bank balances	21,041	48,620
Total other assets	22,807	51,374
Total assets	740,952	857,921
Liabilities		
Investment liabilities	(2,520)	(3,412)
Creditors	(6,012)	(3,255)
Distribution payable on income shares	-	(200)
Total other liabilities	(6,012)	(3,455)
Total liabilities	(8,532)	(6,867)
Net assets attributable to shareholders	732,420	851,054

Note to the Financial Statements

Accounting Policies

The interim financial statements have been prepared on the same basis as the audited financial statements for the year ended 31st March 2010. They are in accordance with the historical cost convention, as modified by the revaluation of investments, and the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association (IMA) in November 2008 (the IMA SORP 2008).

REPORT OF THE AUTHORISED CORPORATE DIRECTOR EUROPEAN GROWTH & VALUE FUND

This report covers the year from 1st April 2010 to 30th September 2010.

Please note that the following figures are for information only and represent the change in price over the 6 months to 30th September 2010.

During the period under review the price of EGV Income Shares Class B fell by 3.86% from 181.4p to 174.4p and the price of Accumulation Shares Class Z fell by 3.88% from 198.7p to 191.0p.

On the 17th November 2010, the latest available date before the printing of this report, the price of Income Shares Class B was 179.40p and the price of Accumulation Shares Class Z was 196.50p. There were no estimated yields, but we would like to point out to investors that the Fund is run for capital growth rather than income and therefore the yield may well vary considerably.

The Fund's Performance

The figures for the performance of the Fund since its launch on 16th April, 1999, over the last five years and over the period under review are shown below, together with comparable figures for the most commonly quoted indices in those countries where the major proportion of the Fund has been invested.

	16/04/1999 to 30/09/2010 % change	01/10/2005 to 30/09/2010 % change	01/04/2010 to 30/09/2010 % change
EGV Income Shares Class B	74.40%	8.72%	-3.86%
EGV Accumulation Shares Class Z	91.00%	15.74%	-3.88%
<i>Indices - adjusted for currency</i>			
MSCI Europe (incl. UK)	8.52%	8.75%	-4.38%
MSCI (incl. UK) Total Return	44.73%	26.06%	-2.55%

Please note that the past performance information provided for the EGV sub-fund relates to the performance of The Partners European Fund which was an Authorised Unit Trust in which the investments of the EGV sub-fund were held prior to their transfer to the EGV sub-fund of THS Growth & Value Funds. The EGV sub-fund of THS Growth & Value Funds was created in February, 2008 and the past performance information for the subsequent period is attributable to the EGV sub-fund. However, the information shown is indicative of what the past performance of the EGV sub-fund would have been had it existed at the times indicated in the tables shown.

Please note that past performance is not necessarily a guide to future performance and that the value of your investment can go down as well as up and you may not get back the amount invested.

REPORT OF THE AUTHORISED CORPORATE DIRECTOR

EUROPEAN GROWTH & VALUE FUND

PERIOD ENDED 30TH SEPTEMBER 2010

Geographical Analysis

	30/09/10
	% of total net assets
France	20.58
Germany	13.85
Scandinavia	14.24
Switzerland	8.01
Other European	15.26
United Kingdom	25.42
Other	2.64
	<u>100.00</u>

	31/03/10
	% of total net assets
France	22.28
Germany	14.73
Scandinavia	13.85
Switzerland	6.92
Other European	14.82
United Kingdom	24.32
Other	3.08
	<u>100.00</u>

REPORT OF THE AUTHORISED CORPORATE DIRECTOR

EUROPEAN GROWTH & VALUE FUND

PERIOD ENDED 30TH SEPTEMBER 2010

Report from Investment Adviser

Stock markets rose strongly in the closing weeks of the period under review, in spite of continuing underlying concerns. Indeed, world equities reached five months highs just before the end of September. The gains in the Fund's second quarter were not, however, enough to wipe out the losses incurred during the earlier months.

Investor confidence evaporated early in the period as fears over European sovereign risk were rekindled and European banks retreated. At the same time China's economy slowed and economic statistics across the developed world were weaker. There were some positive developments, including the long-awaited freeing of the renminbi and significantly diluted bank capital adequacy plans, but stock markets remained range bound until recently.

Economic data remain mixed but growth in the developed world is positive, and emerging market economies are expanding strongly. Core Europe, and particularly Germany, has weathered the crisis and is now growing well, with rents rising and unemployment falling.

Share prices, having been suppressed by earlier poor sentiment, are still very cheap. We believe there is good scope for confidence to improve, and that this will drive investment into equities, particularly where yields are high.

We do not dismiss the concerns surrounding US growth, sovereign credit and the effects on growth of de-gearing in western economies. Offsetting these worries, however, are historically low interest rates, unconventional monetary stimulus, robust corporate balance sheets, strong growth in emerging markets and very low valuations for good quality, large companies.

Reflecting the difficulties over the early part of the period, over the six months to September 30 the MSCI Europe (including the UK), the benchmark index for the Fund, fell -2.55 per cent in sterling terms on a total return basis, while the Fund's accumulation shares declined -3.88 per cent.

We have taken advantage of the cheap prices by adding to existing positions and making new investments. For example, we feel that the valuation of telecom companies, particularly those in Europe, does not adequately reflect the potential for the uptake of products such as smart phones and ipads. These devices offer incremental benefits to consumers for which they seem to be willing to pay additional monthly subscriptions. We have already seen that the long term decline in revenues for mobile phone companies is being reversed in those countries where the uptakes of these devices are highest. A new investment has therefore been made in Teliasonera, the Swedish/Finnish telecom company which is primarily located in Northern Europe but which also has some exposure to the Baltics, Russia and Turkey. Shares have also been purchased in Deutsche Telekom - the dominant telecom provider in Germany. Deutsche Telekom also has an important mobile business in the United States and benefits from a high yield. The holding in Belgacom, Belgium's public telephone company, was increased following a positive meeting with the management.

After many years of scepticism about the pharmaceutical business, we decided to increase our commitment to this area. Sentiment around the sector is extremely negative. However, valuations are now very low and the industry is beginning to be run more efficiently. In addition pharmaceutical companies have good potential in emerging markets and the pipelines are beginning to produce some new drugs. During the period under review new investments were made in the Swiss pharmaceutical companies Actelion - that we have successfully owned previously - and Roche, which is unusual in having very little generic risk to its portfolio as its biggest drugs are biologic compounds that are difficult to copy. Actelion's price dipped following a failed drug trial. However, there are several other drugs in the company's pipeline, any one of which could transform the company's prospects and possibly make it an attractive take-over candidate.

A number of holdings were trimmed to fund the new purchases and Burberry and Telefonica were sold entirely.

One other new investment was made during the period under review – BP. The shares were purchased after the valuation tumbled following the Macondo oil well disaster and have since recovered significantly, making it one of the Fund's biggest contributors over the period.

There seems to be little pattern to the positive and negative contributors over the last six months. The list of top performers includes BSkyB (pay TV and a takeover target), TAG and Sirius Real Estate (property), BP as discussed above, Teliasonera (telecommunications) and Fraport (airports). On the negative side the list includes Sky Deutschland (pay TV), Celesio (pharmacy and drug distribution), Home Retail Group (retailing), EDF (electricity) and North Energy (oil). Drivers of performance have thus been stock specific factors within a highly correlated market but with a slight bias towards growth sensitive stocks.

Taube Hodson Stonex Partners LLP
Investment Adviser
October 2010

EUROPEAN GROWTH & VALUE FUND COMPARATIVE TABLES

Net Asset Values

The following figures are for information only. Figures prior to 31st March 2009 represent those from when the EGV sub-fund's assets were held as The Partners European Fund.

The net asset value for the year ended:

Period end date	Total net asset value Fund £	Net assets per share		Shares in issue	
		Income Shares Class-B	Accumulation Shares Class-Z	Income Shares Class-B	Accumulation Shares Class-Z
		p	p		
31/03/08	9,672,431	202.12	211.69	194,406	4,383,535
31/03/09	3,266,852	117.02	125.63	189,285	2,423,985
31/03/10	5,123,182	180.60	197.83	190,906	2,415,413
30/09/10	5,185,888	172.44	190.61	190,906	2,546,365

Distributions

Calendar Year	Net Revenue per share	
	Income Shares Class-B	Accumulation Shares Class-Z
	p	p
2006	0.5471	0.6657
2007	0.9602	0.9922
2008	-	-
2009	2.6774	5.6387
2010*	-	-

Highest and Lowest Prices

Year	Income Shares Class-B (p)		Accumulation Shares Class-Z (p)	
2006	200.30	165.78	206.97	170.62
2007	223.36	199.10	231.98	200.83
2008	214.51	125.18	224.67	131.00
2009	175.75	108.87	192.50	114.21
2010*	184.03	154.41	201.59	169.14

*to 30th September 2010

EUROPEAN GROWTH & VALUE FUND COMPARATIVE TABLES - *continued*

Total Expense Ratio (TER) as at 31st March 2010:

Income Shares Class B 2.93%, Accumulation Shares Class Z 2.45%.

Portfolio Turnover Rate (PTR) as at 31st March 2010 :

The Portfolio Turnover Rate (PTR) is a ratio that reflects the volume of trading within the Fund over the course of a twelve month period. The PTR is calculated by taking the sum of all transactions in securities less the sum of all transactions in the Fund's shares and is expressed as a percentage of the Fund's average net asset value.

The PTR for the twelve months ending 31st March 2010 was 12.56%.

European Growth & Value Fund
Portfolio Statement
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
BELGIUM 2.05% (1.27%)		
Fixed Line Communications 2.05%		
4,364 Belgacom	106,420	2.05
FRANCE 20.58% (22.28%)		
Banks 2.45%		
2,835 BNP Paribas	126,910	2.45
Electricity 3.28%		
2,739 Electricite De France (EDF)	73,972	1.43
3,928 Saft	96,024	1.85
Fixed Line Telecommunications 2.63%		
10,052 France Telecom	136,599	2.63
Food & Drug Retailers 2.05%		
395 Belvedere	7,055	0.14
2,937 Carrefour	99,288	1.91
General Finance 1.83%		
2,263 Eurazeo	94,878	1.83
Media 4.12%		
3,595 Lagardere	88,423	1.71
7,334 Vivendi	124,894	2.41
Oil & Gas Producers 1.28%		
2,058 Total	66,439	1.28
Real Estate 2.94%		
5,709 ANF	152,419	2.94
	1,066,901	20.58

European Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
GERMANY 13.85% (14.73%)		
Banks 1.21%		
2,923 Deutsche Postbank	62,591	1.21
Fixed Line Telecommunications 1.00%		
6,000 Deutsche Telecom	51,963	1.00
Food & Drug Retailers 1.06%		
3,996 Celesio	55,160	1.06
Industrial Manufacturing 0.37%		
4,321 Q-Cells	15,351	0.30
4,321 Q-Cells Rights	3,692	0.07
Industrial Transportation 2.95%		
8,531 Deutsche Post	96,864	1.87
1,468 Fraport	56,050	1.08
Media 1.21%		
73,830 Sky Deutschland	62,706	1.21
Pharmaceuticals & Biotechnology 1.23%		
1,460 Bayer	63,905	1.23
Non-life Insurance 1.92%		
1,406 Allianz	99,730	1.92
Real Estate 2.90%		
33,670 Tag Immobilien	150,321	2.90
	718,333	13.85
IRELAND 0.00% (0.00%)		
Software & Computer Services 0.00%		
15,893 Education Media & Publishing Group*	-	-
ITALY 3.42% (3.76%)		
Banks 1.26%		
41,229 Unicredit	65,436	1.26
Personal Goods 2.16%		
8,919 Bulgari	49,353	0.95
EUR 50,000 Bulgari 5.375% 08/07/2014 (Convertible Bond)	62,653	1.21
	177,442	3.42

European Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
LUXEMBOURG 1.24% (1.47%)		
Real Estate 1.24%		
12,849 Gagfah	64,199	1.24
NETHERLANDS 6.59% (5.74%)		
Food & Drug Retailers 2.91%		
8,240 CSM	151,068	2.91
General Finance 1.65%		
13,173 ING Group	85,460	1.65
Healthcare Equipment & Services 1.17%		
5,625 Mediq	60,683	1.17
Life Assurance 0.86%		
11,784 Aegon	44,401	0.86
	341,612	6.59
NORWAY 9.68% (10.34%)		
Energy Exploration 0.90%		
23,000 North Energy	46,856	0.90
Food & Drug Retailers 1.47%		
13,100 Orkla	76,481	1.47
General Industries 2.02%		
27,600 Tomra Systems	104,760	2.02
Real Estate 2.04%		
527,000 Fornebu Utvikling ASA (Scandinavian Property Development)	105,667	2.04
Media 3.25%		
10,606 Schibsted	168,306	3.25
	502,070	9.68
SPAIN 1.96% (2.58%)		
Oil & Gas Producers 1.96%		
6,281 Repsol	101,762	1.96

European Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
SWEDEN 4.56% (3.51%)		
Banks 2.54%		
6,341 Svenska Handelsbanken	131,529	2.54
Personal Goods 0.37%		
2,840 Kappahl	19,006	0.37
Telecommunications 1.65%		
16,750 TeliaSonera	85,760	1.65
	236,295	4.56
SWITZERLAND 8.01% (6.92%)		
Food Producers 2.45%		
1,787 Nestle	60,366	1.16
420 Syngenta	66,842	1.29
Industrial Transportation 1.43%		
325 Flughafen Zurich	74,258	1.43
Non-life Insurance 1.75%		
3,255 Swiss Reinsurance	90,676	1.75
Pharmaceuticals 2.38%		
1,840 Actelion	47,086	0.91
880 Roche	76,221	1.47
	415,449	8.01
UNITED KINGDOM 25.42% (24.32%)		
Banks 0.64%		
70,553 Royal Bank of Scotland	33,273	0.64
Fixed Line Telecommunications 0.39%		
16,516 Colt Telecom	20,067	0.39
General Retailers 1.24%		
9,324 Experian	64,289	1.24
Household Goods 1.41%		
35,739 Home Retail	73,336	1.41
Industrial Transportation 2.32%		
22,460 GPE Eurotunnel SA	120,467	2.32

European Growth & Value Fund
Portfolio Statement - *continued*
(unaudited) for the period ended 30th September 2010

Holding	Market Value £	Percentage of total net assets %
Media 10.37%		
23,880 BSkyB	168,473	3.25
76,671 Ludorum	279,849	5.40
12,646 WPP	89,028	1.72
Mobile Telecommunications 2.00%		
65,861 Vodafone	103,533	2.00
Oil & Gas Producers 3.51%		
20,850 BP	89,103	1.72
5,049 Royal Dutch Shell 'B'	93,053	1.79
Real Estate 1.87%		
8,113 Land Securities	51,802	0.99
98,519 Sirius Real Estate	27,469	0.53
183,172 Treveria	18,072	0.35
Software & Computer Services 1.67%		
32,662 RM	44,747	0.86
41,874 Thomas Murray Network*	41,874	0.81
	1,318,435	25.42
Euro Hedging -0.61% (-0.52%)		
Sold EUR, Bought GBP 437,248 for settlement EUR(528,268) 04/11/2010	(15,957)	(0.31)
Sold EUR, Bought GBP 437,485 for settlement EUR(528,268) 04/11/2010	(15,719)	(0.30)
	(31,676)	(0.61)
Market Value of Investments 96.75% (96.41%)	5,017,242	96.75
Net other assets	168,646	3.25
Total net assets	5,185,888	100.00

All holdings are ordinary shares unless otherwise stated.

The percentages in brackets show the equivalent distribution between countries at 31st March 2010.

*Unquoted investments

European Growth & Value Fund

Statement of Total Return

(unaudited) for the period ended 30th September 2010

	30/09/10		30/09/09	
	£'000	£'000	£'000	£'000
Income				
Net capital gains/(losses)		(226)		1,497
Revenue	111		93	
Expenses	(55)		(60)	
Finance costs: Interest	-		-	
Net revenue before taxation	56		33	
Taxation	(12)		(11)	
Net revenue after taxation		44		22
Total return before distributions		(182)		1,519
Finance costs: Distributions		3		-
Change in net assets attributable to shareholders from investment activities		(179)		1,519

European Growth & Value Fund

Statement of Change in Net Assets Attributable to Shareholders

(unaudited) for the period ended 30th September 2010

	30/09/10		30/09/09	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		5,123		3,267
Amount receivable on issue of shares	247		5	
Less: Amounts payable on cancellation of shares	(5)		(37)	
		242		(32)
Change in net assets attributable to shareholders from investment activities		(179)		1,519
Closing net assets attributable to shareholders		5,186		4,754

European Growth & Value Funds
Balance Sheet
(unaudited) as at 30th September 2010

	30/09/10 £'000	31/03/10 £'000
Assets		
Investment assets	5,049	4,965
Debtors	67	21
Cash and bank balances	135	192
Total other assets	202	213
Total assets	5,251	5,178
Liabilities		
Investment liabilities	(32)	(26)
Creditors	(33)	(29)
Distribution payable on income shares	-	-
Total other liabilities	(33)	(29)
Total liabilities	(65)	(55)
Net assets attributable to shareholders	5,186	5,123

Note to the Financial Statements

Accounting Policies

The interim financial statements have been prepared on the same basis as the audited financial statements for the year ended 31st March 2010. They are in accordance with the historical cost convention, as modified by the revaluation of investments, and the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association (IMA) in November 2008 (the IMA SORP 2008).

GENERAL INFORMATION

Buying and Selling Shares

The minimum initial investment for each class of shares is detailed as follows:-

IGV Income Shares Class A: £10,000 minimum initial investment

IGV Income Shares Class B: £1,000 minimum initial investment

IGV Accumulation Shares Class Y: £10,000 minimum initial investment

IGV Accumulation Shares Class Z: £1,000 minimum initial investment

EGV Income Shares Class B: £1,000 minimum initial investment

EGV Accumulation Shares Class Z: £1,000 minimum initial investment

The minimum additional investment for each class of shares is £500

Shares can be purchased either by completing an application form or by telephoning the Administrator, Northern Trust Global Services Limited on 08708 708 433. Payment can be made by cheque, which must be crossed and made payable to Taube Hodson Stonex Partners Unit Trust Management Company Limited which is the Authorised Corporate Director (ACD) of the Fund, or electronically. If you wish to pay electronically, the Administrator will provide the payment instructions.

Shares may be bought or sold by telephone on any business day during the hours of 9.00 am and 5.00 pm. The price of the shares is calculated at 12 noon daily and the Funds deal on a forward basis. This means that all deals will be priced at the next valuation time following receipt of instructions. For all postal and facsimile deals an application form must be completed when purchasing shares.

For telephone purchases, where the value of the shares to be bought is greater than £20,000, the price at which the shares will be issued will be the price on the business day that payment is received.

Following completion of the deal, a contract note will be sent. Share certificates will not be issued so it is advisable to retain the contract note for future reference.

Shares may be sold by delivering written instructions to the Administrator, or alternatively by telephoning the Administrator on 08708 708 433 to give instructions. A contract note will be issued and posted by the close of business on the following day. Proceeds will only be sent four business days after receipt of your written instructions or confirmation form.

Generally, instructions to sell shares will only be accepted if the balance of the holding is valued at a minimum of £1,000.

The price of all share classes, calculated in accordance with the formula approved by the regulations, together with information on the most recent yields or anticipated future yields, is published daily in the Financial Times.

Taxation

Under current legislation, income distributions may be made as either dividend distributions or interest distributions. Dividend distributions are made with a tax credit for tax borne by the Funds. The tax credit will satisfy the tax liability of a basic rate or lower rate taxpayer. Non-taxpayers will not be able to reclaim from the Inland Revenue all or part of the tax deducted but higher rate taxpayers may have an additional liability. It is unlikely that any interest distributions will be made by the Funds in view of the intended investment portfolios. In the event of any interest distribution being made, tax vouchers are sent to shareholders with each distribution showing the amount of net income paid and the Income Tax deducted.

Taxation of Capital Gains

There is no tax on capital gains within the Funds. Gains realised by investors are subject to the same treatment as the gains made on the disposal of any other chargeable assets. Investors should be aware that tax rates may change.

Stamp Duty Reserve Tax (SDRT)

Section 122 and Schedule 19 of the Finance Act 1999 introduced, from 6th February 2000, a new system of SDRT for deals in units of Unit Trusts and shares in Open-Ended Investment Companies.

The Company is liable for SDRT and the amount of tax payable will depend upon the pattern of dealing in the Funds' shares and the type and geographic concentration of investments held by the Funds.

The regulations permit SDRT to be charged to the Funds in two ways. It can either be charged directly to the property of the Funds (a 'charge') or alternatively separate charges may be made to individual investors as 'a provision' against SDRT and then these amounts are paid into the Funds.

The second of these alternatives would result in an increase to the cost for an incoming investor and a decrease in the proceeds that an outgoing investor would receive.

The ACD has decided, at the present time, to treat SDRT as an additional expense and charge it to the capital account of the Funds. However, the ACD reserves the right in certain circumstances and in the interest of fairness to all shareholders, to charge the SDRT to an individual investor. In this respect any transfers in excess of £1,000,000 may be subject to this charge.

Charges

The ACD is entitled, at present, to make an initial charge of up to 5 per cent when shares are purchased. Current initial charges are as follows:

IGV Income Shares Class A – 5 per cent of the price of a share

IGV Income Shares Class B – 2.5 per cent currently fully discounted

IGV Accumulation Shares Class Y – 5 per cent of the price of a share

IGV Accumulation Shares Class Z – 2.5 per cent currently fully discounted

EGV Income Shares Class B – 2.5 per cent currently fully discounted

EGV Accumulation Shares Class Z – 2.5 per cent currently fully discounted

The ACD makes an annual management charge to the Company of £50,000 per annum. In addition the Investment Adviser makes a periodic charge payable monthly in arrears equal to 1 per cent per annum of the value of the IGV and EGV sub-funds' assets attributable to Income Shares Class B and Accumulation Shares Class Z and 0.3 per cent per annum of the value of the IGV sub-fund's assets attributable to Income Shares Class A and Accumulation Shares Class Y. The Depositary's fee is charged in accordance with the provisions of the Prospectus and is paid out of the assets of the Fund. Certain other costs, such as dealing costs, Auditors' fees, administration fees, registration fees and custodian fees are also payable out of the assets of the Fund.

The Investment Adviser's periodic charge is calculated on each business day based on the value of the Property of the Fund on the immediate preceding business day and is paid monthly in arrears on the first business day of the calendar month immediately following.

Income Distributions

Income distributions are made annually on 31st May together with certificates for shareholders' tax credits.

Accumulation Distributions

Revenue due to accumulation shareholders is reflected in the price of their shares but a tax certificate for tax purposes will be sent annually on 31st May.

Prospectus and ACD's Reports

The ACD will send to all shareholders annual and half-yearly report and accounts.

Copies of the Prospectus, Simplified Prospectus and the most recent annual or half-yearly report and accounts are available free of charge by telephoning 08708 708 433 or writing to the ACD.

Please remember that the price of shares and the revenue from them can go down as well as up and is not guaranteed. Past performance is not necessarily a guide to future returns. Investment in the Company should be regarded as a long-term investment and investors should therefore not invest money in the Company that they may require in the short term.