

Key Information

Total Assets*	£246.3m
Long term gearing* (Largely offset by cash and gilts)	27%
No. of Shares†(Ordinary 25p)	54,805,416
Discount to NAV†	23%
Net Asset Value†	351.5p
Share price*	271.5p
Gross Yield*	3.2%
Year end	30th November

* Source: Datastream as at 31.12.03

† Source: Allianz Dresdner as at 31.12.03

INCOME ✓

GROWTH ✓

Investment Scheme Availability

ISA ✓

SS ✓

PEP ✓

Fund Managers



Mark Lovett
(UK)



Nersen Pillay
(Overseas)

Ratings

We have commissioned independent risk ratings for all our investment trusts, to help investors assess their potential volatility.

Close WINS Risk Rating⁺⁺
Standard & Poor's Fund Stars

Average Risk
★

Contacts

Investor Services **020 7065 1407**
 Brochure Line **0800 317 573**
 Web Address **www.brunner.co.uk**

The Brunner Investment Trust PLC

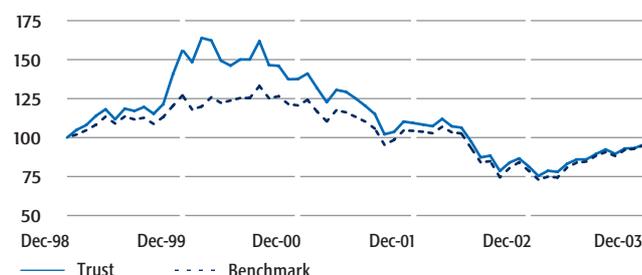
Fund Managers' Review

Global equity markets showed positive gains in December with the FTSE 100 up 3.2%, the S&P 500 up 5.2% and the FTSE Euro Top up 2.9%. In broad terms, this was a reflection of the improving sentiment as economic data on both sides of the Atlantic continued to indicate a global pick-up in economic activity.

Among the Trust's top performers was the UK house builder, Barrett Developments, who returned almost 11% as the UK housing market showed encouraging signs of moderation, with limited inflationary pressures. We envisage that any further interest rate increases in 2004 will be relatively limited, assisting prospects for the house building sector.

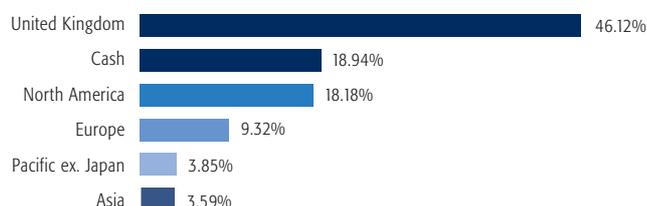
A new addition to the Trust's holdings was Commerzbank, the German investment banking group. Prospects for the group continue to improve as the German economy shows further signs of recovery, with European capital markets promising renewed activity as we progress into 2004. The company offers an attractive valuation on an earnings basis, and the potential for upside could be propelled further by both the improving capital markets and the possibility of market consolidation which would see the company as a likely beneficiary.

Fund Performance



Source: Russell/Mellon/Allianz Dresdner. 31st Dec. 98 to 31st Dec. 03, Total Return, net income reinvested, calculation indexed. UK Sterling. Please remember that past performance is not necessarily a guide to future performance. The value of an investment and the income from it can fall as well as rise as a result of market or currency fluctuations and you may not get back the amount originally invested.

Geographical Breakdown



Source: Allianz Dresdner as at 31.12.03

Top 10 Holdings

	%
Treasury 5 7/6/04	10.26
BP	4.30
Vodafone Grp	3.94
HSBC Hldgs	3.66
GlaxoSmithKline	3.12
Royal Bank of Scotland	2.60
Barclays	1.87
Shell Transport & Trading	1.62
AstraZeneca	1.46
HBOS	1.27
TOTAL	34.10

Source: Allianz Dresdner as at 31.12.03

Aim

To increase the Trust's total return above the benchmark index of 60% FTSE All-Share and 40% FT/S&P World Index (ex UK sterling adjusted) over the long term. This objective will be achieved by investing in UK and international securities and by using appropriate gearing to enhance returns. Borrowing money and using it to buy more investments, 'gearing', can boost the Trust's returns when investments perform well, though losses can be magnified when investments do badly. The strategy of the Trust is designed to meet the requirements of those seeking a single investment in a diversified and professionally managed portfolio.

AITC Sector

Global Growth.

Benchmark

60% FTSE All-Share Index and 40% FT/S&P World Index (ex UK).

Share Buybacks

The Trust is committed to repurchasing ordinary shares, where market conditions are suitable, in order to enhance shareholder value. To date, 9.2m shares have been repurchased.

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History

The Brunner Investment Trust PLC was formed from the Brunner family's interest in the sale of Brunner, Mond & Co, the largest of the four companies which came to form ICI in 1926. The Trust has been managed by Allianz Dresdner (formerly Kleinwort Benson and now part of the Allianz Group) since inception and shareholders include the Brunner family and a number of institutional investors as well as a large group of private shareholders.

Launch Date: 1927.

Wind-up Date: None.

Price Information

Financial Times and The Daily Telegraph
www.allianzdresdneram.co.uk

Trust Codes

ISIN – GB0001490001

Sedol – 0149000

RIC – BUT

Shareholder Communications

Report and Accounts – Final posted in February, and Interim posted in August.

Annual General Meeting – March.

Dividends – March and August

Board of Directors

John Trott (Chairman), Ben Siddons, William Worsley, Richard Wakeling, Vivian Bazalguette, Keith Percy

Changes in rates of exchange may cause the value of investments and the income from them to go down or up. Tax assumptions may change if the law changes and the value of tax relief will depend on individual circumstances. Allianz Dresdner Asset Management (UK) Ltd. does not offer CAT Standard products, only non CAT standard Maxi ISAs. For our mutual protection, calls are recorded and may be used for quality control and training purposes. We reserve the right to use such recordings in the event of a dispute. ††Source: Close WINS Investment Trusts (a division of Winterflood Securities Limited). Data as at 22nd January 2003. The ratings apply only to asset performance and not share price. The risk characteristics of a trust may change over time, particularly for funds with gearing, complex capital structures or with assets invested in volatile asset classes. These risk ratings are made available without responsibility on the part of Close WINS, who neither assumes nor accepts any responsibility or liability (including for negligence) in relation thereto. No action should be taken or omitted to be taken in reliance upon this information.