

## The Brunner Investment Trust PLC

### Key Information

<b>Total Assets*</b>	£280m
<b>Long term gearing<sup>††</sup></b> (Currently largely offset by cash and gifts)	23.0%
<b>No. of Shares<sup>†</sup> (Ordinary 1p)</b>	48,816,838
<b>Net asset value<sup>†</sup></b>	469.8p
<b>Net asset value (debt at Market Value)<sup>†</sup></b>	439.0p
<b>Premium/-discount to NAV<sup>†</sup></b>	-16.8%
<b>Premium/-discount to NAV (debt at Market Value)<sup>†</sup></b>	-10.9%
<b>Share price*</b>	391.0p
<b>Gross Yield*</b>	2.35%
<b>AITC Sector</b>	Global Growth
<b>RIC</b>	BUT
<b>Year end</b>	30th November
<b>Report and Accounts</b>	Final posted in February Interim posted in July
<b>AGM</b>	March
<b>Dividends</b>	March and August
<b>Price Information</b>	Financial Times The Daily Telegraph www.allianzgi.co.uk
<b>Board of Directors</b>	Keith Percy (Chairman), Ben Siddons, William Worsley, Richard Wakeling, Vivian Bazalgette
<b>Investor services</b>	020 7065 1407
<b>Brochure request</b>	0800 317 573

\* Source: Datastream as at 31.08.06

† Source: Allianz Global Investors as at 31.08.06

Investment trusts are quoted companies listed on the London Stock Exchange. Their share price is 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.

A 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. In line with current industry best practice NAVs are shown that take into account the 'fair value' of debt. This means NAVs are calculated after allowing for the valuation of debt at fair value or current market price, rather than at final repayment value. NAVs with debt at market value provide a more realistic impact of the cost of debt, and thus a more realistic discount.

†† Source: Datastream as at 31.08.06.

Please also refer to Trust Aim & Characteristics, above right.

### Trust aim & characteristics

The Trust's objective is to increase its 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, by investing in UK and international securities. The strategy of the Trust is designed to meet the requirements of those seeking a single investment in a diversified and professionally managed portfolio.

††The Trust also seeks to enhance returns for its shareholders through gearing, in the form of bank borrowings. Gearing can boost the Trust's returns when investments perform well, though losses can be magnified when investments do badly. You should be aware that this Trust may be subject to sudden and large falls in value and you could suffer substantial capital loss.

### Fund Managers' Review

Global Equity markets were strong in August with the main driver a reassessment of the US inflation and interest rate risk. Improved optimism about the future direction of rates helped the Trust's composite benchmark rise +0.8%, which was broadly inline with the Trust's own return.

Within the portfolio there were mixed results with the oil related sectors selling off as energy prices decreased. Within this holdings in oil drilling companies such as Noble Corporate saw negative returns. On the other side, UK financials were strong helped by a good performance from Barclays.

The economic outlook remains broadly positive with the corporate sector continuing to post healthy results and the threat of inflation, while present, looks under control.



Mark Lovett



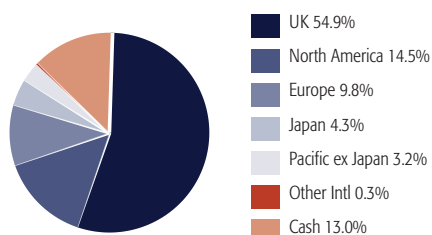
Lucy MacDonald

### Top 10 holdings

Name	%
4.5% Treasury Stock	8.7
Royal Dutch Shell "B" Shares	3.8
BP	3.8
GlaxoSmithKline	3.0
HSBC	2.7
Royal Bank of Scotland Group	2.1
Barclays	2.0
BHP Billiton	1.9
HBOS	1.9
Rio Tinto	1.7
<b>Total</b>	<b>31.6</b>

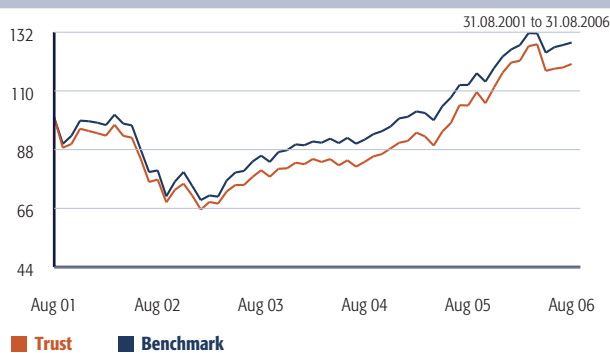
Source: Allianz Global Investors as at 31.08.06

## Geographical breakdown



Source: Allianz Global Investors as at 31.08.06 Changes in rates of exchange may cause the value of investments and the income from them to go down or up.

## Fund Performance



Source: Allianz Global Investors/ Russell/ Mellon. 31st August 2001 to 31st August 2006, Total Return, net income reinvested, calculation indexed. UK Sterling.

Please remember that past performance is not 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. This investment trust charges 70% of its annual management fee to the capital account and 30% to revenue. This could lead to a higher level of income but a lower capital return.

## Standardised Past Performance

From to	29/06/2001 to 28/06/2002	28/06/2002 to 30/06/2003	30/06/2003 to 30/06/2004	30/06/2004 to 30/06/2005	30/06/2005 to 30/06/2006
<b>Share Price</b>	<b>-25.6%</b>	<b>-19.3%</b>	<b>10.8%</b>	<b>20.2%</b>	<b>26.5%</b>

Source: Allianz Global Investors/Lipper Hindsight. Discrete years, mid to mid, basic rate tax, based in UK sterling. Standardised past performance figures comply with the Financial Services Authority's regulations to enable investors to compare different products from different providers.

## History

The Trust 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 Global Investors (formerly Kleinwort Benson and now part of Allianz) since inception.

**Launch Date:** 1927 **Wind-up Date:** None

## Share buybacks

15,183,162 shares have been repurchased for cancellation to date.