

Key Information

Total Assets*	£240.3m
Long term gearing* (Currently largely offset by cash and gilts)	28%
No. of Shares†(Ordinary 25p)	53,276,416
Net Asset Value†	351.6p
Net Asset Value (debt at Market Value)†	328.8p
Discount to NAV†	21.1%
Discount to NAV (debt at Market Value)†	15.6%
Share price*	277.5p
Gross Yield*	2.9%
Year end	30th November

* Source: Datastream as at 30.09.04

This Trust 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 get back nothing at all.

† Source: Allianz Dresdner Asset Management as at 30.09.04

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.

In line with industry best practice, Net Asset Values (NAVs) are now shown that take into account the 'fair value' of debt. NAVs – namely available shareholders' funds divided by the number of shares in issue, with shareholders' funds calculated as the net value of all the company's assets having deducted liabilities – are now calculated after allowing for the valuation of debt at fair value or current market price, rather than at final repayment value. Most professional advisers and institutional investors already allow for fair value of debt when assessing NAV and discount information, so this change provides private investors with information which takes into account a more realistic impact of the cost of debt and thus a more realistic discount.

INCOME

GROWTH

Investment Scheme Availability

ISA

SS

PEP

Fund Managers



Mark Lovett
(UK)



Nersen Pillay
(Overseas)

The Brunner Investment Trust PLC

Fund Managers' Six Monthly Review

For the period under review the Trust returned 2.5% on a net asset value basis versus the benchmark's return of 3.5%. This return was held back by individual holdings in the Technology and Financial sectors where stock specific issues caused a minority of holdings to produce lower than expected returns.

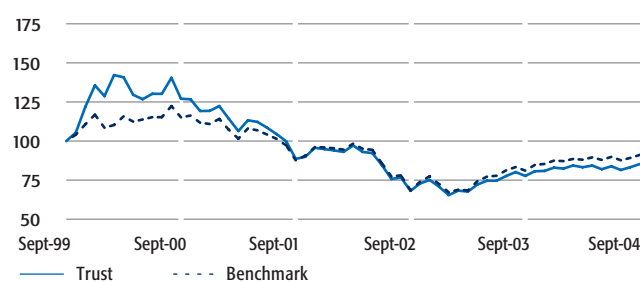
On the positive side, BHP Billiton in the basic industries sector and a major holding for the portfolio, returned almost 30%, as demand for basic materials remained strong and prospects for China continued to appear more positive than had been initially anticipated. In other areas the new highs achieved by crude oil prices significantly buoyed investor sentiment in the energy sector, and highlighted the value of oil and gas reserves. The portfolio was able to benefit from this through its exposure to BP and ENI, the UK and Italian oil producers.

On the negative side concerns within the IT sector about inventory levels, order visibility and revenue guidance going into the second half of the year led to underperformance over the period from stocks such as Cisco Systems, which acted as a drag on performance.

The portfolio continues to be underweight in the US, largely on valuation grounds, with better investment opportunities apparent elsewhere in the world. On this stock specific basis the portfolio retains its overweight position to Europe, particularly favouring energy stocks such as ENI and Total, both beneficiaries of the high oil price. Elsewhere in Europe, Puma continues to be a significant holding in the athletic footwear and clothing area and continues to benefit from strong demand for its lifestyle range.

We see considerable uncertainty in the economic outlook, though a return to quality and an environment that rewards bottom-up stock picking, favouring high quality companies with strong fundamentals and earnings growth, will be beneficial for performance.

Fund Performance



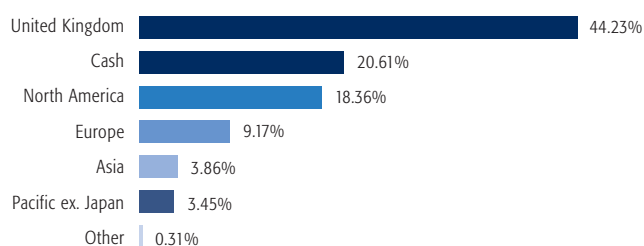
Source: Russell/Mellon/Allianz Dresdner Asset Management. 30th September 99 to 30th September 04, Total Return, net income reinvested, calculation indexed. UK Sterling. Please remember that past performance is not necessarily a guide to future performance. The value of an investment and the income from 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. 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	01/10/99 30/09/00	01/10/00 30/09/01	01/10/01 30/09/02	01/10/02 30/09/03	01/10/03 30/09/04
Share Price	33.7%	-36.8%	-25.8%	10.9%	12.2%

Source: Allianz Dresdner Asset Management/Standard & Poor's. Mid to mid, basic rate tax, based in UK sterling. These performance figures are produced for the purposes of these fact sheets and are intended for existing and potential investors. This performance table differs in its presentation from Fund Performance. It complies with the Financial Services Authority's regulations to enable investors to compare different products from different providers.

Geographical Breakdown



Source: Allianz Dresdner Asset Management as at 30.09.04
Changes in rates of exchange may cause the value of investments and the income from them to go down or up.

Top 10 Holdings

	%
Treasury 4.5% 7/3/07	10.22
BP Plc	5.56
HSBC Holdings	2.74
Vodafone Group	2.65
Royal Bank of Scotland	2.41
Barclays	2.09
GlaxoSmithKline	1.84
BHP Billiton	1.65
Standard Chartered	1.45
GUS plc	1.30
TOTAL	31.91

Source: Allianz Dresdner Asset Management as at 30.09.04

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. The strategy of the Trust is designed to meet the requirements of those seeking a single investment in a diversified and professionally managed portfolio.

Allianz Dresdner Asset Management is the marketing name of RCM (UK) Ltd., which is authorised and regulated by the Financial Services Authority. Issued by RCM (UK) Ltd. Registered office: 155 Bishopsgate, London, EC2M 3AD. Registered in England No. 2014586. Member of the Allianz Dresdner Asset Management Marketing Group. Member of the Allianz Group. The information contained herein including any expression of opinion is for information purposes only and is given on the

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, 10.7m shares have been repurchased.

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 Asset Management (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 Bazalgette, Keith Percy

Contacts

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

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.

understanding that it is not a recommendation and anyone who acts on it, or changes their opinion thereon, does so entirely at their own risk. The opinions expressed are based on information which we believe to be accurate and reliable, however, these opinions may change without notice. Dresdner Kleinwort Wasserstein makes markets in Allianz Dresdner Asset Management's investment trusts.