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**F&C Managed Portfolio Trust plc**

Interim Report  
for the six months to  
30 November 2009

## Company Summary

### The Company

The Company is an investment trust and was incorporated on 20 February 2008. It was launched and commenced business on 16 April 2008 and its shares are listed on the Official List and traded on the main market of the London Stock Exchange. It is a member of the Association of Investment Companies ('AIC').

### Investment Objective

The Company's investments are managed in two separate portfolios: the Income Portfolio and the Growth Portfolio, to which the Income shares and the Growth shares are respectively entitled.

The investment objective for each portfolio is:

#### Income Portfolio

To provide Income shareholders with an attractive level of income with the potential for income and capital growth from a diversified portfolio of investment companies.

#### Growth Portfolio

To provide Growth shareholders with capital growth from a diversified portfolio of investment companies.

The Company invests in investment companies that have underlying investment exposures across a range of geographic regions and sectors which assists in spreading investment risk.

The benchmark index for both the Income Portfolio and the Growth Portfolio is the FTSE All-Share Index.

### Investment Manager

F&C Investment Business Limited – Peter Hewitt

### Equity Shareholders' Funds

£31.5 million at 30 November 2009

### Capital Structure

The Company has two classes of shares, Income shares and Growth shares. There is no fixed ratio between them and the relative sizes of the Income and Growth portfolios will vary over time. Subject to certain minimum thresholds, shareholders have the right to convert their Income shares into Growth shares and vice versa, upon certain dates, the first of which was in October 2009 and then annually thereafter.

### Dividends

Income shares are entitled to all dividends of the Company. It is expected that the Company will pay four quarterly dividends per financial year. The Growth shares do not carry an entitlement to receive dividends. Any net income arising in the Growth Portfolio is transferred to the Income Portfolio, and a corresponding transfer of an identical amount made from the capital attributable to the Income Portfolio to the Growth Portfolio. It is expected that this will both benefit the income prospects of the Income shares and the capital growth prospects of the Growth shares.

### Custodian

JPMorgan Chase Bank, N.A. is the principal custodian of the assets of the Company.

### ISA Status

The Company's shares are eligible for Individual Savings Accounts ('ISAs')

### Website

The Company's internet address is [www.fcmanagedportfolio.co.uk](http://www.fcmanagedportfolio.co.uk)



## Financial Highlights and Performance Summary

### Income Shares

- Net asset value total return per share for the six months was 17.9%, compared to the FTSE All-Share Index total return of 19.7%
- Dividend yield of 5.4% at 30 November 2009, based on dividends at the historic annual rate of 4.4p per Income share, compared to the yield on the FTSE All-Share Index of 3.3%. Dividends are paid quarterly

### Growth Shares

- Net asset value total return per share for the six months was 15.7%, compared to the FTSE All-Share Index total return of 19.7%

	Income Shares			Growth Shares		
	Six months to 30 November 2009	Period from launch to 30 November 2009		Six months to 30 November 2009	Period from launch to 30 November 2009	
<b>Total Return</b> (note 1)						
Net asset value per share	<b>17.9%</b>	-6.7%		<b>15.7%</b>	-17.6%	
FTSE All-Share Index	<b>19.7%</b>	-8.0%		<b>19.7%</b>	-8.0%	
	<b>30 November 2009</b>	31 May 2009	% change	<b>30 November 2009</b>	31 May 2009	% change
<b>Capital Values</b>						
Net asset value per share	<b>84.40p</b>	73.86p	14.3%	<b>80.76p</b>	69.79p	15.7%
Share price	<b>81.0p</b>	75.0p	8.0%	<b>77.0p</b>	68.5p	12.4%
<b>(Discount)/premium</b>	<b>-4.0%</b>	1.5%		<b>-4.7%</b>	-1.8%	
<b>Dividend Yield</b> (note 2)	<b>5.4%</b>	5.9%		<b>nil</b>	nil	
<b>Gearing</b> (note 3)	<b>nil</b>	nil		<b>nil</b>	nil	

#### Notes

1. All total returns are based on net dividends re-invested. Sources: F&C Investment Business Limited and Datastream.
2. Dividend yield is based on dividends at the historic annual rate of 4.4 pence per Income Share. Growth Shares are not entitled to receive dividends.
3. The Company has no borrowings.

# Chairman's Statement

## Introduction

During the second half of 2009, equity markets continued the strong recovery which began in the Spring. For the calendar year as a whole, the total return (adding dividends paid to capital performance) for the UK stock market, as measured by the FTSE All-Share index, was 30%, a return which few predicted during the anxious early months, while Asian and Emerging markets were even stronger.

## Investment performance

For the six months to 30 November 2009, the total return for the FTSE All-Share Index, was 19.7%. However the total return for the Investment Company sector, as measured by the FTSE Equity Investment Instruments Index, was only 14.8%. This helps to put into context the net asset value (NAV) total return for the Income shares of 17.9% and 15.7% for the Growth shares for the same period.

It is unusual for the Investment Company sector to lag the main UK stock market index

during an upswing. The underperformance in the current period was primarily due to a widening of discounts across the investment trust sector (excluding private equity, hedge funds and direct property funds), from an average of 7% to 10% over the period. The large Global Growth and UK Growth and Income investment trusts, in which your Company has significant holdings, were particularly affected.

Within the portfolios there were particularly strong performances from trusts invested mainly in corporate bonds (Invesco Leveraged High Yield Trust +51% and City Merchants High Yield Trust +42%), Property (TR Property Investment Trust +30% and Invista Foundation Property Trust +38%), Emerging Markets (Templeton Emerging Markets Investment Trust +29%) and Commodities (BlackRock World Mining Trust +27%). There were few changes to the portfolio and we remained effectively fully invested.

**Net Asset Value Total Return against FTSE All-Share Total Return Index since launch (rebased to 100 from 16 April 2008, date of launch)**



## Revenue and dividends

Under the Company's capital structure any net revenue arising on the Growth Portfolio is transferred to the Income Portfolio in exchange for a capital contribution of an identical amount. The net revenue return for the Income shares for the six months to 30 November 2009 totalled £392,000 which is equivalent to 1.9p per Income share.

Income shares are entitled to all the dividends paid by the Company which are paid quarterly in October, January, April and July each year.

Your Board has stated that, in the absence of unforeseen circumstances, it intends to declare three interim dividends, each of 1p per Income share in the current financial year. The amount of the fourth interim dividend for the year, which last year was 1.4p per share, will be determined when a clearer view of income for the year emerges. If, as we hope but cannot forecast at present, we are able to maintain last year's total annualised distribution of 4.4p per Income share, the yield on the Income share price at 30 November 2009 would be 5.4%.

The outlook for dividends in 2010 is still unclear but it is reassuring that a large proportion of the Company's investee companies have significant revenue reserves, out of which dividends can be paid. For example, the simple average of the revenue reserves of the Income Portfolio's top 20 holdings amounts to 1.4 times\* the estimated cost of their annual dividend payouts.

The Directors have declared a first and second interim dividend in respect of the year to 31 May 2010, each of 1p per Income share. The second interim dividend was paid to Income shareholders after the period end, on 8 January 2010.

\*Source: F&C Investment Business Limited

## Discount to NAV and share buy-backs

The share price of investment trusts does not always reflect closely their underlying NAV and many trusts trade at a substantial discount. In normal circumstances we aim to maintain the discount on our shares below 5% by standing ready to buy back overhanging stock. During the six months to 30 November 2009 we have been able to maintain an average discount of 1% for the Income shares and 2% for the Growth shares. At 30 November 2009, the Income shares stood at a discount of 4% to NAV and the Growth shares at a discount of 4.7%.

During the period the Company bought back 320,000 Income shares to be held in treasury and 1,305,000 Growth shares for cancellation. We have been able to re-sell some of the shares held in treasury as demand arose. During the period 550,000 Income shares and 100,000 Growth shares were resold out of treasury.

## Outlook

It seems likely that the UK will emerge from recession in 2010; however the strength of the recovery is likely to be modest and weaker than that of most other major developed countries. In the near-term monetary policy continues to be highly accommodative and supportive of equity markets but, looking further ahead, the withdrawal of the monetary stimulus without causing either inflation or renewed recession poses a challenge for the Bank of England.

Accordingly the Company maintains substantial overseas exposure, at least 40% for the Income Portfolio and approximately 60% for the Growth Portfolio.

## Richard M Martin

Chairman  
25 January 2010

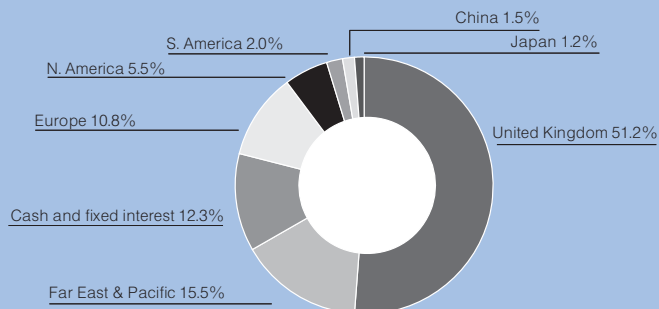
## Income Shares

### Investment Portfolio as at 30 November 2009

Company	Sector	Valuation £'000	% of Net assets of Income Portfolio
British Assets Trust†	Global Growth & Income	1,075	6.2
Murray International Trust	Global Growth & Income	995	5.7
European Assets Trust†	European Smaller Companies	885	5.1
Law Debenture Corporation	Global Growth	803	4.6
Aberdeen Asian Income Fund	Asia Pacific – excluding Japan	788	4.5
Investors Capital Trust†	UK High Income	774	4.5
Henderson Far East Income	Asia Pacific – excluding Japan	712	4.1
City of London Investment Trust	UK Growth & Income	711	4.1
Perpetual Income & Growth Investment Trust	UK Growth & Income	709	4.1
Temple Bar Investment Trust	UK Growth & Income	702	4.0
<b>Ten largest investments</b>		<b>8,154</b>	<b>46.9</b>
Invesco Leveraged High Yield Fund	Global High Income	673	3.9
The Merchants Trust	UK Growth & Income	654	3.8
Schroder Oriental Income Fund	Asia Pacific – including Japan	650	3.7
Edinburgh Investment Trust	UK Growth & Income	629	3.6
Bankers Investment Trust	Global Growth	625	3.6
City Merchants High Yield Trust	UK High Income	622	3.6
Utilico Emerging Markets	Global Emerging Markets	618	3.6
Lowland Investment Company	UK Growth & Income	592	3.4
The Mercantile Investment Trust	UK Growth	545	3.1
Ecofin Water & Power Opportunities	Utilities	535	3.1
<b>Twenty largest investments</b>		<b>14,297</b>	<b>82.3</b>
Keystone Investment Trust	UK Growth	527	3.0
BlackRock Commodities Income Investment Trust	Commodities & Natural Resources	502	2.9
TR Property Investment Trust – Ordinary shares	Property Securities	402	2.3
Aberforth Smaller Companies Trust	UK Smaller Companies	349	2.0
Henderson High Income Trust	UK High Income	331	1.9
Invista Foundation Property Trust	Property Direct – UK	302	1.8
Henderson Financial Opportunities Fund	Growth & Income	266	1.6
JZ Capital Partners	Private Equity	111	0.6
Standard Life Equity Income Trust	UK Growth & Income	2	–
<b>Twenty nine largest and total investments</b>		<b>17,089</b>	<b>98.4</b>
<b>Net current assets</b>		<b>281</b>	<b>1.6</b>
<b>Net assets of Income Portfolio</b>		<b>17,370</b>	<b>100.0</b>

† Investment managed by the Investment Manager, F&C

#### Geographical Analysis of the Net Assets of the Income Portfolio on a 'look-through' basis



Note: This analysis is gross of any gearing in the underlying investee companies. Source: AIC (underlying data at 30 November 2009)

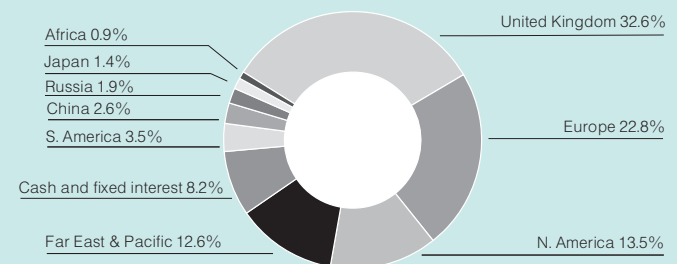
## Growth Shares

### Investment Portfolio as at 30 November 2009

Company	Sector	Valuation £'000	% of Net assets of Growth Portfolio
British Empire Securities & General Trust	Global Growth	786	5.5
TR Property Investment Trust – Ordinary shares	Property Securities	724	5.1
Perpetual Income & Growth Investment Trust	UK Growth & Income	721	5.1
Templeton Emerging Markets Investment Trust	Global Emerging Markets	717	5.1
The Mercantile Investment Trust	UK Growth	629	4.5
Monks Investment Trust	Global Growth	544	3.9
BlackRock World Mining Trust	Commodities & Natural Resources	531	3.8
Pacific Assets Trust†	Asia Pacific – excluding Japan	512	3.6
Aberforth Smaller Companies Trust	UK Smaller Companies	499	3.5
RCM Technology Trust	Technology Media & Telecom	498	3.5
<b>Ten largest investments</b>		<b>6,161</b>	<b>43.6</b>
Alliance Trust	Global Growth	459	3.2
Edinburgh Dragon Trust	Asia Pacific – excluding Japan	446	3.2
EP Global Opportunities Trust	Global Growth	440	3.1
British Assets Trust†	Global Growth & Income	424	3.0
TR European Growth Trust	European Smaller Companies	410	2.9
Artemis Alpha Trust	UK Growth	410	2.9
JP Morgan American Investment Trust	North America	394	2.8
Polar Capital Technology Trust	Technology Media & Telecom	394	2.8
Murray International Trust	Global Growth & Income	378	2.7
Jupiter European Opportunities Trust	Europe	360	2.6
<b>Twenty largest investments</b>		<b>10,276</b>	<b>72.8</b>
Lowland Investment Company	UK Growth & Income	355	2.5
Schroder UK Mid & Small Cap Fund	UK Growth	355	2.5
Scottish Mortgage Investment Trust	Global Growth	350	2.5
Baring Emerging Europe	European Emerging Markets	350	2.5
Fidelity European Values	Europe	324	2.3
SVM Global Fund	Global Growth	298	2.1
Graphite Enterprise Trust	Private Equity	294	2.1
European Assets Trust†	European Smaller Companies	281	2.0
Impax Environmental Markets	Environmental	270	1.9
Standard Life European Private Equity Trust	Private Equity	238	1.7
<b>Thirty largest investments</b>		<b>13,391</b>	<b>94.9</b>
F&C UK Select Trust†	UK Growth	199	1.4
TR Property Investment Trust – Sigma shares	Property Securities	176	1.3
<b>Total investments</b>		<b>13,766</b>	<b>97.6</b>
<b>Net current assets</b>		<b>335</b>	<b>2.4</b>
<b>Net assets of Growth Portfolio</b>		<b>14,101</b>	<b>100.0</b>

† Investment managed by the Investment Manager, F&C

#### Geographical Analysis of the Net Assets of the Growth Portfolio on a 'look-through' basis



Note: This analysis is gross of any gearing in the underlying investee companies. Source: AIC (underlying data at 30 November 2009)

## Unaudited Condensed Income Statement

Six months to 30 November 2009				
	Notes	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments		–	4,301	4,301
Income	2	543	–	543
Investment management fee	3	(30)	(66)	(96)
Other expenses		(114)	–	(114)
<b>Return on ordinary activities before tax</b>		<b>399</b>	<b>4,235</b>	<b>4,634</b>
Tax on ordinary activities		(7)	–	(7)
<b>Return attributable to shareholders</b>	4	<b>392</b>	<b>4,235</b>	<b>4,627</b>
<b>Return per Income share</b>	4	<b>1.89p</b>	<b>11.00p</b>	<b>12.89p</b>
<b>Return per Growth share</b>	4	<b>–</b>	<b>10.80p</b>	<b>10.80p</b>

The total column of this statement is the Profit and Loss Account of the Company.

The supplementary revenue and capital columns are prepared under guidance published by The Association of Investment Companies.

All revenue and capital items in the Income Statement derive from continuing operations.

\*The Company was incorporated on 20 February 2008 and commenced operations on 16 April 2008.

‡These figures are audited.

## Unaudited Condensed Reconciliation of Movements in Shareholders' Funds

Six months to 30 November 2009				
	Notes	Income Shares £'000	Growth Shares £'000	Total £'000
Opening shareholders' funds		15,031	13,026	28,057
Increase in share capital in issue		–	–	–
Launch costs		–	–	–
Sale of shares from treasury		412	72	484
Shares purchased for treasury		(242)	–	(242)
Shares purchased for cancellation		–	(957)	(957)
Transfer of net income from Growth shares to Income shares		63	(63)	–
Transfer of capital from Income shares to Growth shares		(63)	63	–
Dividends paid	6	(498)	–	(498)
Return attributable to shareholders		2,667	1,960	4,627
Closing shareholders' funds		17,370	14,101	31,471

### Previous Periods

Period from 20 February 2008 (date of incorporation) to 30 November 2008*			Period from 20 February 2008 (date of incorporation) to 31 May 2009†‡		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
–	(14,614)	(14,614)	–	(11,462)	(11,462)
855	–	855	1,527	–	1,527
(38)	(87)	(125)	(62)	(180)	(242)
(145)	–	(145)	(319)	–	(319)
672	(14,701)	(14,029)	1,146	(11,642)	(10,496)
(19)	18	(1)	(32)	24	(8)
653	(14,683)	(14,030)	1,114	(11,618)	(10,504)
3.07p	(32.69)p	(29.62)p	5.33p	(27.39)p	(22.06)p
–	(38.43)p	(38.43)p	–	(30.00)p	(30.00)p

### Previous Periods

Period from 20 February 2008 (date of incorporation) to 30 November 2008*			Period from 20 February 2008 (date of incorporation) to 31 May 2009†‡		
Income Shares £'000	Growth Shares £'000	Total £'000	Income Shares £'000	Growth Shares £'000	Total £'000
–	–	–	–	–	–
21,907	20,936	42,843	21,907	20,936	42,843
(328)	(314)	(642)	(328)	(314)	(642)
–	–	–	182	16	198
(1,059)	(1,282)	(2,341)	(1,401)	(1,564)	(2,965)
–	–	–	–	(153)	(153)
206	(206)	–	318	(318)	–
(206)	206	–	(318)	318	–
(310)	–	(310)	(720)	–	(720)
(6,293)	(7,737)	(14,030)	(4,609)	(5,895)	(10,504)
13,917	11,603	25,520	15,031	13,026	28,057

## Unaudited Condensed Balance Sheet

	As at 30 November 2009		
	Income Shares £'000	Growth Shares £'000	Total £'000
Notes			
<b>Non-current assets</b>			
Investments at fair value	17,089	13,766	30,855
<b>Current assets</b>			
Debtors	51	10	61
Cash at bank and on deposit	329	376	705
	380	386	766
<b>Creditors</b>			
Amounts falling due within one year	(99)	(51)	(150)
<b>Net current assets</b>	281	335	616
<b>Net assets</b>	17,370	14,101	31,471
<b>Capital and reserves</b>			
Called-up share capital	2,191	1,937	4,128
Capital redemption reserve	–	157	157
Special reserve	18,371	15,950	34,321
Capital reserve	(3,480)	(3,943)	(7,423)
Revenue reserve	288	–	288
<b>Shareholders' Funds</b>	17,370	14,101	31,471
<b>Net asset value per share (pence)</b>	8	84.40p	80.76p

Approved by the Board and authorised for issue on 25 January 2010 and signed on its behalf by:

**Richard M Martin**, Director

## Previous Periods

As at 30 November 2008			As at 31 May 2009†		
Income Shares £'000	Growth Shares £'000	Total £'000	Income Shares £'000	Growth Shares £'000	Total £'000
10,797	8,903	19,700	14,137	12,463	26,600
49	25	74	30	22	52
3,234	2,822	6,056	981	609	1,590
3,283	2,847	6,130	1,011	631	1,642
(163)	(147)	(310)	(117)	(68)	(185)
3,120	2,700	5,820	894	563	1,457
13,917	11,603	25,520	15,031	13,026	28,057
2,191	2,094	4,285	2,191	2,068	4,259
–	–	–	–	26	26
18,334	17,250	35,584	18,194	16,831	35,025
(6,951)	(7,741)	(14,692)	(5,748)	(5,899)	(11,647)
343	–	343	394	–	394
13,917	11,603	25,520	15,031	13,026	28,057
67.44p	59.88p		73.86p	69.79p	

†These figures are audited

## Unaudited Condensed Statement of Cash Flows

Six months to 30 November 2009			
	Income Shares £'000	Growth Shares £'000	Total £'000
Net cash inflow from operating activities	264	25	289
Taxation	(5)	(2)	(7)
Net cash (outflow)/inflow from financial investment	(583)	629	46
Equity dividends paid	(498)	–	(498)
<b>Net cash (outflow)/inflow before financing</b>	<b>(822)</b>	<b>652</b>	<b>(170)</b>
Net cash inflow/(outflow) from financing	170	(885)	(715)
(Decrease)/increase in cash	(652)	(233)	(885)
<b>Reconciliation of net cash flow to movement in net cash</b>			
(Decrease)/increase in cash as above	(652)	(233)	(885)
Cash inflow from transfer of cash at launch†	–	–	–
<b>Movement in net cash resulting from cash flows</b>	<b>(652)</b>	<b>(233)</b>	<b>(885)</b>
Opening net cash	981	609	1,590
Closing net cash	329	376	705
<b>Reconciliation of net return before taxation to net cash inflow from operating activities</b>			
Net return before finance costs and taxation	2,672	1,962	4,634
(Gains)/losses on investments	(2,369)	(1,932)	(4,301)
Changes in working capital and other non-cash items	(39)	(5)	(44)
Net cash inflow from operating activities	264	25	289

†On 16 April 2008, investments with a market value of £21,201,000 (Income) and £20,764,000 (Growth) together with cash of £676,000 (Income) and £141,000 (Growth) (all of which were held in F&C's investment trust managed portfolio service) were received by the Company in exchange for the issue of Income and Growth Shares.

\*The Company was incorporated on 20 February 2008 and commenced operations on 16 April 2008.

‡These figures are audited

## Previous Periods

Period from 20 February 2008 (date of incorporation) to 30 November 2008*			Period from 20 February 2008 (date of incorporation) to 31 May 2009*‡		
Income Shares £'000	Growth Shares £'000	Total £'000	Income Shares £'000	Growth Shares £'000	Total £'000
422	185	607	810	290	1,100
(6)	(2)	(8)	(6)	(2)	(8)
3,695	3,956	7,651	1,738	2,165	3,903
(310)	–	(310)	(720)	–	(720)
3,801	4,139	7,940	1,822	2,453	4,275
(1,243)	(1,458)	(2,701)	(1,517)	(1,985)	(3,502)
2,558	2,681	5,239	305	468	773
2,558	2,681	5,239	305	468	773
676	141	817	676	141	817
3,234	2,822	6,056	981	609	1,590
–	–	–	–	–	–
3,234	2,822	6,056	981	609	1,590
(6,288)	(7,741)	(14,029)	(4,603)	(5,893)	(10,496)
6,709	7,905	14,614	5,326	6,136	11,462
1	21	22	87	47	134
422	185	607	810	290	1,100

## Notes to the Condensed Accounts (unaudited)

### 1. Accounting Policies

The unaudited interim results have been prepared on the basis of the accounting policies set out in the Company's statutory financial statements for the period ended 31 May 2009. These accounting policies are expected to be followed throughout the year ending 31 May 2010.

### 2. Income for the period is derived from:

	<b>Six months to 30 November 2009 £'000</b>	Period from 20 February 2008 to 30 November 2008 £'000	Period from 20 February 2008 to 31 May 2009 £'000
Equity investments	541	680	1,335
Deposit interest	2	175	192
	<b>543</b>	855	1,527

### 3. Investment management fee

There have been no changes to the terms of the management and performance fee arrangements with F&C Investment Business Limited, which are set out in detail in the Report and Accounts to 31 May 2009. During the period, the Company has incurred management fees of £96,000, of which £48,000 is payable to F&C Investment Business Limited at the period end. At 31 May 2009 the total return of the Income Portfolio exceeded that of the FTSE All-Share Index and a Performance fee of £39,000 was recognised; however as the NAV per Income share was less than 98p (NAV per Income share immediately following Admission) payment has been deferred until the end of the next financial year when the NAV per Income share is in excess of 98p.

### 4. Return per share

The Return per share for the six months to 30 November 2009 is as follows:

	Income Shares			Growth Shares		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Return attributable to Portfolios	329	2,338	2,667	63	1,897	1,960
Transfer of net income from Growth to Income Portfolio	63	–	63	(63)	–	(63)
Transfer of capital from Income to Growth Portfolio	–	(63)	(63)	–	63	63
Return attributable to shareholders	392	2,275	2,667	–	1,960	1,960
Return per share	1.89p	11.00p	12.89p	–	10.80p	10.80p

### 4. Return per share (continued)

Both the Revenue and Capital returns per share have been calculated using a denominator, being a specific number of shares as follows:

	Income Shares	Growth Shares
Weighted average number of shares in issue during the period	20,680,984	18,148,163

The returns per Income share for the comparative periods are based on a net revenue return of £653,000 (2008) and £1,114,000 (2009) and a net capital return of £(6,946,000) (2008) and £(5,723,000) (2009) and 21,247,921 (2008) and 20,897,345 (2009) Income shares being the weighted average number of Income shares in issue during the period.

The returns per Growth share for the comparative periods are based on a net capital return of £(7,737,000) (2008) and £(5,895,000) (2009) and 20,134,999 (2008) and 19,647,465 (2009) Growth shares being the weighted average number of Growth shares in issue during the period.

### 5. Earnings for the six months to 30 November 2009 should not be taken as a guide to the results of the full year to 31 May 2010.

### 6. Dividends

<b>Six months to 30 November 2009 £'000</b>	Period from 20 February 2008 to 30 November 2008 £'000	Period from 20 February 2008 to 31 May 2009 £'000
<b>Amounts recognised as distributions to Income shareholders</b>		
<b>In respect of the previous period:</b>		
– fourth interim dividend of 1.4p per share	293	–
<b>In respect of the period under review:</b>		
– first interim dividend of 1p per share (2008: 1.5p)	205	310
– second interim dividend of 1p per share	–	207
– third interim dividend of 1p per share	–	203
<b>498</b>	310	720

### Amounts recognised as distributions to Income shareholders

#### In respect of the previous period:

– fourth interim dividend of 1.4p per share 293 – –

#### In respect of the period under review:

– first interim dividend of 1p per share (2008: 1.5p) 205 310 310

– second interim dividend of 1p per share – – 207

– third interim dividend of 1p per share – – 203

**498** 310 720

A second interim dividend in respect of the year to 31 May 2010 of 1p per Income share was paid on 8 January 2010 to shareholders on the register on 29 December 2009.

### 7. During the period to 30 November 2009 the Company bought back 320,000 Income shares at a cost of £242,000 to be held in treasury. During the period the Company resold out of treasury 550,000 Income shares for proceeds of £412,000 and 100,000 Growth shares for proceeds of £72,000. During the period the Company bought back 1,305,000 Growth shares at a cost of £957,000 for cancellation. At 30 November 2009 the Company held 1,327,000 Income shares and 1,910,000 Growth shares in treasury.



## Notes to the Condensed Accounts (unaudited)

8. The net asset value per share is based on 20,580,192 Income shares and 17,460,567 Growth shares being the number of shares in issue at the period end. (30 November 2008 – 20,635,192 Income shares and 19,380,567 Growth shares; 31 May 2009 – 20,350,192 Income shares and 18,665,567 Growth shares).
9. The effective revenue tax rate for the period to 30 November 2009 is 1.8 per cent (30 November 2008: 2.8%; 31 May 2009: 2.8%). This is lower than the rate of corporation tax for small companies due to the level of non-taxable dividend income.
10. The Company's auditors, Ernst & Young LLP have not audited or reviewed the Interim Report to 30 November 2009 pursuant to the Auditing Practices Board guidance on 'Review of Interim Financial Information'.
11. These are not full statutory accounts in terms of Section 434 of the Companies Act 2006 and are unaudited. Statutory accounts for the period ended 31 May 2009, which received an unqualified audit report and which did not contain a statement under Section 498 of the Companies Act 2006, have been lodged with the Registrar of Companies. No full statutory accounts in respect of any period after 31 May 2009 have been reported on by the Company's auditors or delivered to the Registrar of Companies.

## Statement of Principal Risks and Uncertainties

The Company's assets consist mainly of listed equity securities and its principal risks are therefore market related. Other risks faced by the Company include external, investment and strategy, credit risk, regulatory issues, operational and financial controls.

These risks, and the way in which they are managed, are described in more detail under the heading "Principal risks and risk management" within the Report of the Directors in the Company's 2009 Annual Report.

The Company's principal risks and uncertainties have not changed materially since the date of that report and are not expected to change materially for the remainder of the Company's financial year.

## Statement of Directors' Responsibilities in Respect of the Interim Report

We confirm that to the best of our knowledge:

- the condensed set of financial statements have been prepared in accordance with the Statement 'Half-Yearly Financial Reports' issued by the UK Accounting Standards Board and give a true and fair view of the assets, liabilities, financial position and return of the Company;
- the Chairman's Statement includes a fair review of the information required by the Disclosure and Transparency Rules ('DTR') 4.2.7R(1), being an indication of important events that have occurred during the first six months of the financial year and their impact on the financial statements;
- the Statement of Principal Risks and Uncertainties shown above is a fair review of the information required by DTR 4.2.7R(2); and
- the condensed set of financial statements include a fair review of the information required by DTR 4.2.8R, being related party transactions that have taken place in the first six months of the current financial year and that have materially affected the financial position or performance of the Company during the period, and any changes in the related party transactions described in the last Annual report that could do so.

On behalf of the Board

**R M Martin**

Director

25 January 2010

## How to Invest

As well as investing in F&C Managed Portfolio Trust plc directly through a stockbroker, you can enjoy some additional benefits by investing through one of the savings plans run by F&C Management Limited.

You can enjoy the convenience of making regular savings by Direct Debit, take advantage of our tax-efficient ISA wrappers, receive a simple statement every six months and let us automatically reinvest your dividends for you.

- **F&C Private Investor Plan**  
A flexible, low cost way to invest with a lump sum from £500 or regular savings from £50 a month.
- **F&C Investment Trust ISA**  
Invest up to £7,200 tax efficiently each year with a lump sum from £500 or regular savings from £50 a month. It has been announced that ISA contribution limits are to be increased to £10,200 with effect from 6 April 2010 (or 6 October 2009 for individuals aged over 50). You can also transfer any existing ISAs.
- **F&C Child Trust Fund ('CTF')**  
F&C is a leading provider of children's investment plans and is one of the few providers to offer an investment trust based CTF. Available for children born after 1 September 2002. Contributions can be added totalling £1,200 a year. You can invest from £25 each month via direct debit or from £100 for lump sums once you have invested your Government voucher.
- **F&C Children's Investment Plan**  
Available for all children, including those not eligible for a CTF, or if you need access to the funds before the child is 18. This flexible plan can easily be written under trust to help reduce inheritance tax liability. Investments can be made from a £250 lump sum or £25 a month.

Potential investors are reminded that the value of investments and the income from them may go down as well as up and you may not receive back the full amount originally invested. Tax rates and reliefs depend on the circumstances of the original investor.

### Low charges

The plans above are low cost and flexible. When you buy or sell shares in these plans the dealing fee is only 0.2%. Government stamp duty of 0.5% also applies on purchases (where applicable). There are no initial or exit charges. The only annual management fee is on the ISA, which is £60+VAT (no matter how many ISAs you take out annually with F&C, or how many ISAs you transfer).

The F&C Child Trust Fund has no initial charges, dealing charges or annual management fee.

### F&C Managed Portfolio Trust Share Plan and ISA

The Share Plan and ISA provide a flexible way to invest in the shares of F&C Managed Portfolio Trust. The minimum initial lump sum investment is £5,000 or regular savings from £100 a month. The minimum lump sum top-up is £1,500. The current maximum investment into an ISA is £7,200 each tax year, subject to the increase from 6 April 2010 as referred to above.

Investment Protection is also included which offers up to £150,000 of protection, if on the death of the investor, the value of their holding is less than the initial amount invested (adjusted for any share sales).

### Charges for F&C Managed Portfolio Trust Share Plan and ISA

There is an initial dealing charge equal to 4% of the amount invested and a six monthly administration charge equivalent to 0.7% per annum of the Plan assets. In addition there is an exit dealing charge of 1% of the value of securities sold or transferred, but this will be waived where the Plan has been in force for at least five years. Government stamp duty of 0.5% also applies on purchases.

### How to invest

For more information on any of these products, please contact F&C's Investor Services Team:

Call us on **0800 136 420**

email at **info@fandc.com**

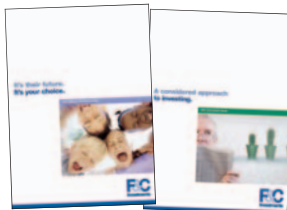
invest online at **www.fandc.co.uk**

Existing plan holders' enquiry line  
**0845 600 3030**

Or write to:

F&C  
Freepost RLRY-LYSR-KYBU  
Clandeboyne Business Park  
West Circular Road  
Bangor BT19 1AR

Calls may be recorded.



*The information on this page has been approved by F&C Management Limited which is a member of the F&C Asset Management Group and is authorised and regulated by the Financial Services Authority ('FSA'). Stock market and currency movements may cause the value of shares and the income from them to fall as well as rise and investors may not get back the amount originally invested.*

## Corporate Information

### Directors

Richard M Martin (Chairman) \*  
David Harris ‡  
Colin S McGill †  
Alistair G Stewart ¶

### Investment Manager and Secretary

F&C Investment Business Limited  
80 George Street  
Edinburgh EH2 3BU

### Registered Number

SC 338196

### Auditors

Ernst & Young LLP  
Ten George Street  
Edinburgh EH2 2DF

### Solicitors

Dickson Minto WS  
16 Charlotte Square  
Edinburgh EH2 4DF

### Bankers and Custodian

JPMorgan Chase Bank  
125 London Wall  
London EC2Y 5AJ

### F&C's Investor Services Team

For further information contact F&C's Investor Services Team

Tel: 0800 136 420 (new enquiries)

Tel: 0845 600 3030 (F&C customers)

\* Chairman of the Nomination Committee

‡ Senior Independent Director

† Chairman of the Audit Committee

¶ Chairman of the Remuneration Committee