

Glasgow Income Trust plc



Investment objective

To provide shareholders with an attractive income yield and the prospect of income and capital growth through investing in a portfolio of predominantly UK equities (approved at EGM held on 17 September 2009). The Company changed its name to Troy Income & Growth Trust plc effective 14 January 2010.

Benchmark

FTSE All-Share Index total return.

Cumulative performance (%)

| | as at 31/12/09 | 1 month | 3 months | 6 months | 1 year | 3 years | 5 years |
|------------------|----------------|---------|----------|----------|--------|---------|---------|
| Share Price | 43.0p | 1.2 | 4.2 | 37.9 | 47.2 | (50.0) | (19.3) |
| NAV ^a | 46.2p | 5.3 | 7.5 | 36.5 | 27.7 | (44.2) | (9.2) |
| FTSE All-Share | | 4.3 | 5.5 | 29.1 | 30.1 | (4.0) | 36.8 |

Discrete performance (%)

| Year ending: | 31/12/09 | 31/12/08 | 31/12/07 | 31/12/06 | 31/12/05 |
|------------------|----------|----------|----------|----------|----------|
| Share Price | 47.2 | (54.4) | (25.5) | 30.8 | 23.2 |
| NAV ^a | 27.7 | (51.4) | (10.0) | 27.9 | 27.1 |
| FTSE All-Share | 30.1 | (29.9) | 5.3 | 16.8 | 22.0 |

Total return, NAV to NAV net income reinvested. GBP. Share price total return is on a mid-to-mid basis. Dividend calculations are to reinvest as at the ex-dividend date. NAV returns based on NAVs with debt valued at par. Source: Aberdeen Asset Managers Limited, Factset and Morningstar.

^a Excluding current year revenue.

Past performance is not a guide to future performance. The value of shares may go down as well as up and an investor may not get back the amount invested.

Fund managers' report

Markets recovered from the uncertainty triggered by the Dubai World default and finished the year on an optimistic note. This was partly based on the view that the huge monetary stimulus which has driven the recovery in markets will be sustained well into the new year. Concerns about how gilt yields will react to the end of quantitative easing and how that might put pressure on equity valuations were set aside for the time being. The market rally broadened out during the month to include a number of higher quality companies which had lagged the cyclical rally. The NAV (ex income) rose by 5.3% to 46.19p while the FTSE All-Share Index total return in the month was 4.3%. The share price rose marginally from 42.5p to 43p during the month.

The revenue account is looking robust and the portfolio has been restructured to meet the rebased target for the full year dividend of 1.8p. The share price went ex the first quarterly dividend of 0.45p on January 6th. The current yield of 4.1% represents a considerable premium over the prevailing yield on the FTSE All-Share Index which is currently 3.15%.

The outlook for dividends is likely to improve in 2010 after two of the poorest years for dividends in forty years. We believe that the current portfolio contains a group of companies which can continue to perform in what we expect to be a muted economic recovery. We retain a bias towards international companies well insulated from further sterling weakness and will remain resilient in what may well be another volatile year for markets. No investment changes were made to the portfolio during December.

The risks outlined overleaf relating to gearing and single country market exposure are particularly relevant to this trust but should be read in conjunction with all warnings and comments given.

Ten largest equity holdings

| | % |
|------------------------------------|-------------|
| HSBC | 4.7 |
| Royal Dutch Shell 'B' | 4.4 |
| BP | 4.3 |
| Vodafone | 4.2 |
| Centrica | 3.9 |
| Whitbread | 3.9 |
| Diageo | 3.5 |
| National Grid | 3.3 |
| Provident Financial | 3.2 |
| Tesco | 3.2 |
| Total | 38.6 |
| Total number of investments | 37 |

Sector allocation

| | % |
|--------------------|--------------|
| Consumer Goods | 21.9 |
| Financials | 20.1 |
| Consumer Services | 17.6 |
| Utilities | 16.0 |
| Oil & Gas | 11.6 |
| Health Care | 6.5 |
| Telecommunications | 4.6 |
| Technology | 1.7 |
| Total | 100.0 |

Figures may not add up to 100 due to rounding.

Further information

Private investors **0500 00 00 40**
 Institutional investors **Francis Brooke**
+44 (0)20 7499 4030
 Website **www.glasgowincometrust.co.uk**

Receive the factsheet of your choice by email as soon as they are available by registering at www.investments.co.uk/ITemail

All sources (unless indicated): Aberdeen Asset Managers Limited 31 December 2009.

Glasgow Income Trust plc

Key information

| | | |
|---|-------------------------------|-------|
| Calendar | | |
| Year end | 30 September | |
| Accounts published | November | |
| Dividend paid | January, April, July, October | |
| AGM | December | |
| Established | 1988 | |
| Fund manager^a | | |
| | Francis Brooke | |
| ^a On 1st August 2009 Troy Asset Management assumed the management of this company. | | |
| Total expense ratio | 1.4% | |
| Annual management fee^c | 0.75% | |
| ^c 0.75% per annum of the value of the Company's net assets. | | |
| Premium/(Discount) | (6.9)% | |
| Yield (Historic) | 6.3% | |
| Gearing | Nil | |
| Assets | £'000 | % |
| Equities | 51,370 | 90.4 |
| Fixed income | 2,405 | 4.2 |
| Total investments | 53,775 | 94.6 |
| Other assets/(liabilities) | 3,059 | 5.4 |
| Net assets | 56,834 | 100.0 |
| Capital structure | | |
| Ordinary shares | 121,413,532 | |
| Treasury shares | 528,985 | |
| Allocation of expenses and interest | | |
| Capital | 50% | |
| Revenue | 50% | |
| Trading details | | |
| Bloomberg/Epic/Reuters code | GLS | |
| Market makers | CANA, CAZR, CNKS, WINS | |

Important information

Risk factors you should consider prior to investing:

- In common with most investment companies, investment trusts may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that a relatively small movement, down or up, in the value of a trust's assets will result in a magnified movement, in the same direction, of that NAV.
- In order to maintain the high level of dividend paid by the Trust some of the assets selected for the underlying portfolio may be liable to diminish in capital value over time.
- The value of shares and the income from them can go down as well as up and you may get back less than the amount invested.
- Past performance is not a guide to the future.
- Exposure to a single country market increases potential volatility.
- There is no guarantee that the market price of shares in the Trust will fully reflect their underlying Net Asset Value.
- As with all stock exchange investments the value of investment trust shares purchased will immediately fall by the difference between the buying and selling prices, the bid-offer spread.
- High income investments, in order to meet their income objectives, may charge expenses to capital which in turn may erode the capital value of the investment to less than the amount invested.
- Funds that invest in the securities of smaller companies are likely to carry a higher degree of risk than most funds.
- In certain circumstances, the Manager may enter into derivatives transactions in order to manage risk in the portfolio and generate income.
- The market in these instruments can be highly volatile and there is a high risk of loss.
- Derivatives may only be used subject to the restrictions set out for the Trust.

Other Important Information:

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