

Murray Income Trust PLC



Investment objective

To achieve a high and growing income combined with capital growth through investment in a portfolio of UK equities.

Benchmark

FTSE All-Share Index.

Cumulative performance (%)

| | as at 31/01/10 | 1 month | 3 months | 6 months | 1 year | 3 years | 5 years |
|-----------------------|----------------|---------|----------|----------|--------|---------|---------|
| Share Price | 515.0p | (1.9) | 1.6 | 12.8 | 27.4 | (16.6) | 23.4 |
| NAV ^a | 556.9p | (2.8) | 4.9 | 19.3 | 34.5 | (15.6) | 20.4 |
| FTSE All-Share | | (3.6) | 3.6 | 14.7 | 33.2 | (7.2) | 30.2 |
| FTSE 350 Higher Yield | | (4.3) | 1.8 | 13.3 | 24.7 | (15.2) | 15.3 |

Discrete performance (%)

| Year ending: | 31/01/10 | 31/01/09 | 31/01/08 | 31/01/07 | 31/01/06 |
|-----------------------|----------|----------|----------|----------|----------|
| Share Price | 27.4 | (27.2) | (10.0) | 17.6 | 25.8 |
| NAV ^a | 34.5 | (32.5) | (7.0) | 15.4 | 23.6 |
| FTSE All-Share | 33.2 | (27.8) | (3.6) | 13.2 | 24.0 |
| FTSE 350 Higher Yield | 24.7 | (25.9) | (8.3) | 10.9 | 22.7 |

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

The FTSE All-Share Index fell by 3.2% in January on a total return basis as concerns regarding European sovereign risk, bank regulation and the potential for China to tighten monetary policy combined to heighten risk aversion. As a consequence, commodity prices fell sharply with the mining sector falling by nearly 10% and closely followed by the basic material sector. In contrast, more defensive areas of the market, for example, tobacco performed relatively better. The FTSE SmallCap and 250 Indices outperformed the FTSE 100 over the month, as a result of their limited mining exposure.

Economic data remained mixed domestically. The economy emerged from recession during the fourth quarter of 2009, ending six consecutive quarter of decline, expanding by a lower than expected by 0.1% during the period. The Monetary Policy Committee maintaining both interest rates at 0.5% and the scale of quantitative easing at £200 billion. CPI inflation increased sharply to 2.9% in December partly due to the base effects of a year earlier. On a positive note, the number of people unemployed fell by 7,000 in the three months to November representing an unemployment rate of 7.8%.

The month was a quiet period in terms of trading. We took profits in Mothercare following the sharp rise in its share price. In order to increase the level of income for the Trust we continued to write options with calls in BP, Persimmon, GKN and AMEC, and puts in National Grid, Vodafone and Provident Financial, amongst others.

Fund managers' report continues overleaf

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.

Twenty largest equity holdings

| | % |
|---------------------------------------|-------------|
| BP ^b | 6.3 |
| HSBC | 5.4 |
| Royal Dutch Shell 'B' | 5.3 |
| British American Tobacco ^b | 4.7 |
| Centrica | 4.7 |
| AstraZeneca | 4.6 |
| Vodafone | 4.4 |
| GlaxoSmithKline ^b | 4.2 |
| National Grid | 3.9 |
| Tesco | 3.0 |
| Unilever ^b | 3.0 |
| Whitbread | 3.0 |
| Aviva | 2.4 |
| Wm Morrison Supermarkets | 2.4 |
| Associated British Foods | 2.3 |
| BHP Billiton | 2.3 |
| Daily Mail and General Trust | 2.3 |
| AMEC | 2.2 |
| Provident Financial | 2.2 |
| Cobham | 2.1 |
| Total | 70.7 |
| Total number of investments | 40 |

^b Consolidates the equity and reverse convertible holdings in the same underlying security.

Sector allocation

| | % |
|--------------------|--------------|
| Financials | 19.7 |
| Consumer Services | 16.5 |
| Oil & Gas | 14.4 |
| Consumer Goods | 13.8 |
| Healthcare | 8.4 |
| Utilities | 8.2 |
| Industrials | 6.5 |
| Cash | 4.6 |
| Telecommunications | 4.2 |
| Basic Materials | 3.7 |
| Total | 100.0 |

Further information

Private investors **0500 00 00 40**
 Institutional investors **Ian Massie**
+44 (0)131 528 4000
 Website **www.murray-income.co.uk**

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

All sources (unless indicated): Aberdeen Asset Managers Limited 31 January 2010.

Murray Income Trust PLC

Fund managers' report – continued

Although conditions remain very accommodative, at some stage both monetary and fiscal stimuli will need to be withdrawn and in a number of cases reversed. We remain cognisant that the market may not necessarily be factoring in the full implications of this. We believe that volatility is likely to remain a significant characteristic of the market, however, where opportunities present themselves we will continue to add to our holdings which we believe are, in the longer term, attractively valued and maintain strong business models.

Key information

| | |
|---|--|
| Calendar | |
| Year end | 30 June |
| Accounts published | September |
| Dividend paid | January, April, July, October |
| AGM | November |
| Established | 1923 |
| Fund managers | |
| | Charles Luke Anne Richards Ben Ritchie |
| Total expense ratio | 0.8% |
| Annual management fee | 0.55% ^c |
| ^c 0.55% per annum on first £400m of net assets, 0.45% on next £150m, 0.25% on excess over £550m. | |
| Premium/(Discount) | (7.5)% |
| Yield | 5.4% |
| Gearing^d | 10.0% |
| Assets | |
| Gross | £m 397.6 |
| Short-term borrowings | 35.0 |
| ^d Gearing is expressed as a percentage of gross assets, which includes current year revenue, divided by shareholders' funds. | |
| Capital structure | |
| Ordinary shares | 64,689,458 |
| Treasury shares | 1,727,000 |
| Allocation of expenses and interest | |
| Capital | 50% |
| Revenue | 50% |
| Trading details | |
| Bloomberg/Epic/Reuters code | MUT LN |
| Stockbrokers | Arbuthnot, Collins Stewart |
| Market makers | SETSmm |

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.

Other Important Information:

Issued by Aberdeen Asset Managers Limited which is authorised and regulated by the Financial Services Authority in the United Kingdom. Registered Office: 10 Queen's Terrace, Aberdeen AB10 1YG. Registered in Scotland No. 108419. A member of the Aberdeen Asset Management group of companies. An investment trust should be considered only as part of a balanced portfolio. Under no circumstances should this information be considered as an offer or solicitation to deal in investments.