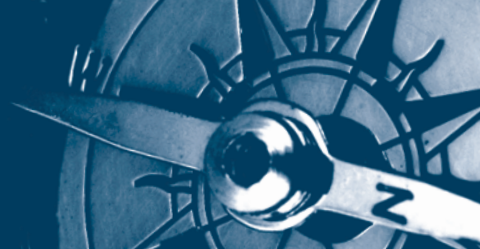


Elan Diversified Income Fund, a sub Fund of the Elan Fund

Interim Short Report for the period from 1st May 2009 to 31st October 2009



The information in this report is designed to enable investors to make an informed judgement on the activities of the Fund during the period. Copies of the Long-Form Report & Accounts are available free of charge by calling Premier on 01483 306 090, or can be downloaded from the Fund's website, www.theelanfund.co.uk.

Investment Objective and Policy

The investment objective of the Elan Diversified Income Fund is to provide income together with some long-term capital growth from a portfolio of investments. To invest in units in collective investment schemes. The Fund may also invest in equities, fixed interest securities, money market instruments and warrants. The Fund may invest in unregulated collective investment schemes such as hedge funds (where investment in such funds would be consistent with the investment objective of the fund).

Subject to the above, the Fund may invest in any asset class or adopt any investment technique or strategy permitted under FSA rules and as detailed in the full Prospectus. The Fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

Total Expense Ratio (TER)

30/04/2009

2.82%

The TER shows the annual operating expenses of the Fund including the annual management charge and other expenses. It does not include transaction charges. Funds highlight the TER to help you compare the annual operating expenses to different schemes. The TER for income and accumulation shares is the same.

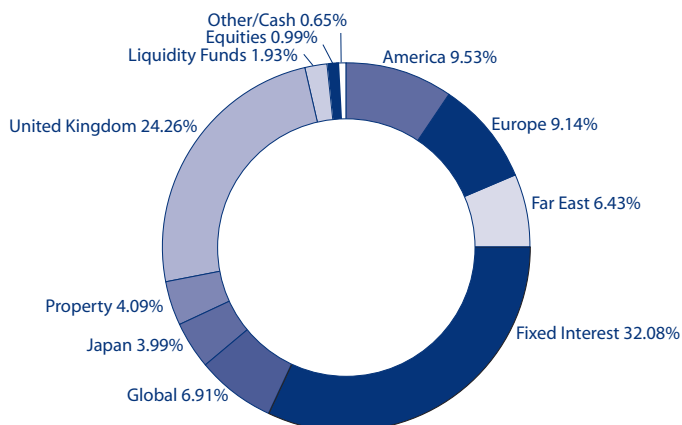
Portfolio Turnover Rate (PTR)

30/04/2009

165.40%

The PTR is a ratio that reflects the volume of trading within the Fund over the course of a 12 month period. The PTR is calculated by taking the sum of all transactions in securities less the sum of all transactions in the Fund's shares and is expressed as a percentage of the Fund's average net asset value.

Asset Allocation as at 31/10/2009



Top Ten Holdings as at 31/10/2009

Franklin Templeton Global Bond 'I' Europe	12.85%
Fidelity MoneyBuilder	7.05%
Baillie Gifford High Yield Bond 'B'	5.37%
Fidelity Special Situations Fund	4.56%
Schroder UK Alpha Plus 'A'	4.50%
Absolute Return Targeted Positive Return	4.46%
Artemis Income	3.72%
UBS Global Asset Management US Growth 'B'	3.55%
Nevsky Global Emerging Markets	3.50%
JPMorgan Income Opportunities	3.47%

Fund Facts

Launch date:	11th December 2006
Ex-dividend dates:	30 April, 31 October
Income dates:	31 August, 31 December
IMA sector:	Cautious Managed

Net Asset Values

As at	Share Class	Net Asset Value Per Share (p)
30/04/2009	Income	81.76
	Accumulation	85.44
31/10/2009	Income	90.07
	Accumulation	95.37

Performance Record

Year	Share Class	Highest Price (p)	Lowest Price (p)
2006 ¹	Income	100.35	99.82
	Accumulation	100.35	99.82
2007	Income	105.09	95.88
	Accumulation	105.09	95.88
2008	Income	100.06	76.92
	Accumulation	101.61	78.73
2009 ²	Income	95.33	77.15
	Accumulation	99.86	79.77

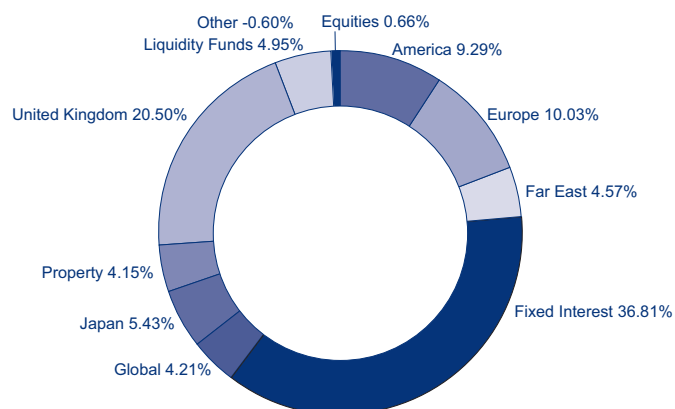
¹11th December 2006 to 31st December 2006. ²To 31st October 2009.

Past performance is not a guide to future returns. The price of units and the income from them may go down as well as up and you may get back less than you invested.

Dividend Distribution (in pence per share)

XD date	Payable	Share Class	Distribution
31/10/2008	31/12/2008	Income	0.7966
		Accumulation	0.8173
31/10/2009	31/12/2009	Income	0.9794
		Accumulation	1.0783

Asset Allocation as at 30/04/2009



Top Ten Holdings as at 30/04/2009

Franklin Templeton Global Bond 'I' Europe	14.76%
Fidelity MoneyBuilder	6.92%
Artemis Income	5.13%
Legal & General All-Stocks Index Linked Gilt Index	4.92%
Societe Generale Japan Core Alpha	4.86%
Baillie Gifford High Yield Bond 'B'	4.34%
Absolute Return Targeted Positive Return	3.84%
Schroder UK Alpha Plus 'A'	3.69%
Invesco Income	3.16%
UBS Global Asset Management US Growth 'B'	3.13%

Elan Diversified Income Fund, a sub Fund of the Elan Fund

Interim Short Report for the period from 1st May 2009 to 31st October 2009



Investment Review

Performance

The Elan Diversified Income Fund over the six months has lagged the IMA Cautious Managed sector average. The Fund produced a return of 10.17%, whilst the peer group average return was 13.75%.

Over the period, strong performance was offset by poor performance in the subsequent months. As markets rotated and rallied from March onwards, the overall defensive bias, particularly in the UK, detracted from performance. Regional allocation also detracted slightly as the Fund was overweight in Japan, which proved to be the worst performing region over the period, and the Fund was underweight in Europe, which was one of the strongest performing regions following a quicker than expected move out of recession by the EU economies.

Fund selection was broadly positive, with roughly half of the funds held outperforming their respective peer groups. There were strong absolute returns from several funds, notably Baillie Gifford High Yield Bond and JPMorgan Natural Resources, where both funds saw returns of over 36% for the period.

Portfolio Activity

Over the past six months, we have been shifting the portfolio to emphasise growth, taking advantage of short term positive market conditions. Formerly defensive areas such as UK equity income were reduced, with an increased bias to areas where growth prospects were stronger, such as Asia ex Japan and Global Emerging Markets. Within sectors, we also reduced some of the more defensive, value style managers in order to build exposure to more aggressively managed funds. To that end, we added a new fund during the period, Neptune European Opportunities, but otherwise added to existing holdings including Fidelity South East Asia, Nevsky Global Emerging Markets and Fidelity Special Situations.

Outlook

The last few weeks have seen equity markets maintain their upward trend but at a much slower pace than before. The strong rise in equities was mainly the result of the improvement in the economic environment since March but investors are now more focused on earnings which will probably be one of the main drivers of markets going forward. As long as earnings move progressively towards their long term trend and monetary policies remain accommodative, we remain in a sweet spot for equity markets. We all know that those conditions will not last forever, but this "ideal world" could last for a few more months as companies are in pretty good shape and would benefit from even a modest economic recovery.

Equities should continue to benefit from the recovery in earnings and the improving macro environment. We do not see changes in monetary policies as an immediate major risk for equity markets as we are still at very accommodative levels.

The situation is very different in bond markets, where interest rates are at historically low levels and monetary policies remain very accommodative. Low interest rates are mainly as a result of large purchases by central banks and commercial banks. As the recovery of the global economy progresses, central banks will have to adjust their policies in order to withdraw the massive liquidity they provided to different intermediaries. The process by which this happens will probably first be a withdrawal of liquidity, followed by rising interest rates. This poses a bit more of a risk for government bonds where we see very limited potential upside in an environment that could become problematic as we progress into this mild recovery.

Source: FundQuest UK Limited, November 2009. Performance data taken from Financial Express Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The full Investment Review is available in the Long-form Interim Report & Accounts, which is available on request, or from the Fund's website, www.theelanfund.co.uk.

Investment Risks

In order to place emphasis on the generation of income as a higher priority than capital growth, the Elan Diversified Income Fund deducts all charges from capital rather than income. This may result in the income paid by the Fund being higher than would otherwise have been the case and the growth in the capital sum may be constrained.

Other Information

Authorised Corporate Director (ACD) & Registered Office:	Premier Portfolio Managers Limited, Eastgate Court, High Street, Guildford, Surrey, GU1 3DE
Auditor:	Grant Thornton UK LLP, 30 Finsbury Square, London, EC2P 2YU
Depository:	The Royal Bank of Scotland plc, Trustee & Depository Services, The Broadstone, 50 South Gyle Crescent, Edinburgh, EH12 9UZ
Administrators & Registrar:	Northern Trust Global Services Limited, PO Box 55736, 50 Bank Street, Canary Wharf, London, E14 1BT

Issued by:

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Premier Portfolio Managers Limited and Premier Fund Managers Limited are both members of the Premier Asset Management Marketing Group and are authorised and regulated by the Financial Services Authority of 25 The North Colonnade, Canary Wharf, London E14 5HS. Premier Portfolio Managers Limited is an ISA manager and markets a number of funds. Premier Fund Managers Limited manages these and other funds and provides discretionary portfolio management services. Premier Portfolio Managers Limited is also a member of the Investment Management Association.

You should remember that past performance is not a guide to future returns and the price of shares and the income from them may go down as well as up and you may get back less than you invested. Investment in these funds should be viewed as a long term investment. Exchange rates will also cause the value of underlying investments to fall as well as rise. Tax concessions are not guaranteed and may be changed at any time, their value will depend on your individual circumstances. Reference to any particular stock does not constitute a recommendation to buy or sell the stock. Details of the nature of the investments, the commitment required and fund specific risk warnings are described in the Simplified Prospectus document which is available on request. Monthly cash withdrawals may lead to erosion of the capital value of your investment should you take a higher cash withdrawal than the growth or income generated. 2212096084

