

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

Interim Short Report for the period from 1st May 2010 to 31st October 2010

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 Fund is to provide income together with some long-term capital growth from a portfolio of investments by investing 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).

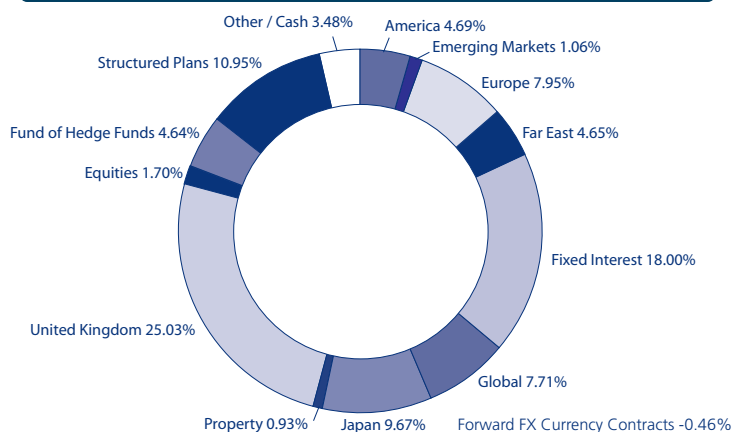
Performance Record

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	Income	95.33	77.15
	Accumulation	100.11	79.77
2010 ²	Income	100.64	90.94
	Accumulation	107.48	96.81

¹11 December 2006 to 31 December 2006. ²To 31 October 2010.

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.

Asset Allocation as at 31/10/2010



Top Ten Holdings as at 31/10/2010

Legal & General Growth	5.20%
Rensburg UK Equity Income	5.00%
Aberforth UK Smaller Companies	4.90%
JOHambro UK Opportunities	4.83%
GLG Japan Core Alpha 'P'	4.58%
TwentyFour Monument Bond	4.33%
RWC Global Convertibles 'B'	4.21%
Schroder European Alpha Plus 'A'	4.01%
AXA US Short Duration High Yield	3.94%
M&G Strategic Corporate Bond	3.74%

Fund Facts

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

Total Expense Ratio (TER)

30/04/2010

2.71%

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.

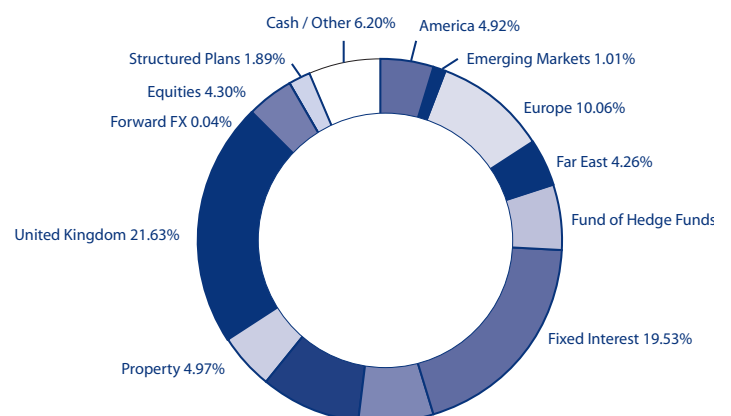
Portfolio Turnover Rate (PTR)

30/04/2010

133.60%

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 30/04/2010



Top Ten Holdings as at 30/04/2010

Fidelity MoneyBuilder	5.07%
TwentyFour Monument Bond	4.61%
JOHambro UK Opportunities	4.07%
Baillie Gifford High Yield Bond 'B'	4.01%
Aberforth UK Smaller Companies	3.88%
Invesco Perpetual Income	3.84%
Absolute Return Targeted Positive Return	3.43%
Legal & General Growth	3.36%
Schroder Global Property Securities 'A'	3.21%
RWC Global Convertibles 'B'	3.09%

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

Interim Short Report for the period from 1st May 2010 to 31st October 2010



Investment Review

Performance

During the period under review, the Fund returned 1.3%, with its more cautious footing putting it behind its sector average's advance of 2.0%.

Portfolio Activity

We inherited the portfolio as the period began, so much of our early trading was centred around shaping the portfolio to match our investment views. These, in a nutshell, are very much based around paying a sensible price for any asset we invest in, as we firmly believe this is a much more important factor than simply trying to jump onto an exciting investment story.

By the end of May, our portfolio was in place, leaving us to the business of monitoring our chosen investments to make sure they still offer the best balance between risks and rewards. To this end, we will tend to trim back those investments that have done particularly well, thereby locking in profits, and then channel the proceeds into some of the laggards (provided we're comfortable with the reasons for the lag). To put this another way, we like to consistently sell high and buy low, which is as simple an investment philosophy as you're likely to find.

Outlook

Currently, the fiercest debate concerning the financial world is whether the biggest threat to our financial future is deflation or inflation. We don't claim to know the answer to this, but given the fact that American and British central banks, and their printing presses, seem dead set on avoiding deflation, it is ultimately inflation that we fear the most. However, it will most likely be years before this conundrum is solved, and in the meantime markets will keep swinging between fears of the two extremes.

Given this situation, and our own concerns of an eventual inflationary outcome, our preference for good-quality, attractively priced equities remains in place. Decent valuations are still available, companies are generally in good shape and the fittest companies should be able to ride out the challenging economic environment while growing their market share. Where we do hold fixed income, such considerations lean us towards corporate bonds, especially considering the tailwind they have from income-hungry baby boomers looking for a less volatile home for their cash than equities, and a better return than a bank account.

Source: Premier Fund Managers Limited, November 2010. 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 Report & Accounts, which is available on request, or from the Fund's website, www.theelanfund.co.uk.

Net Asset Values

As at	Share Class	Net Asset Value Per Share (p)
30/04/2009	Income	81.76
	Accumulation	85.44
30/04/2010	Income	98.36
	Accumulation	104.87
31/10/2010	Income	98.38
	Accumulation	106.03

Dividend Distribution (in pence per share)

XD date	Payable	Share Class	Distribution
31/10/2010	31/12/2010	Income	0.5776
		Accumulation	1.3189

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

Depositary: The Royal Bank of Scotland plc, Trustee & Depositary 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:

Premier Portfolio Managers Limited, Eastgate Court, High Street, Guildford, Surrey, GU1 3DE
Tel: 01483 306 090 Fax: 01483 300 845 Email: premier@premierfunds.co.uk www.premierassetmanagement.co.uk



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, also an ISA manager, 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. 2312106794