

The Snowdonia Income Fund, a sub-fund of the Snowdonia Fund

Annual Short Report for the year 1st April 2008 to 31st March 2009



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

Investment Objective and Policy

The Snowdonia Income Fund aims to provide income together with some long-term capital growth from a portfolio of investments. The Fund is managed such that a maximum of 60% of the Fund's property will be exposed to equities. The Fund may achieve this by investing in collective investment schemes and may also invest in equities, fixed interest securities, money market instruments, deposits and warrants.

Subject to the above, the Fund may invest in any asset class and 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)

31/03/2009

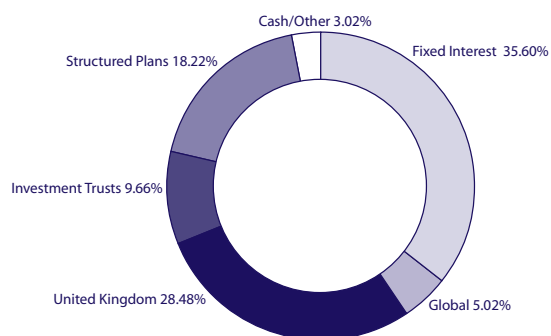
2.23%

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.

Fund Facts

Launch date:14th October 2004
 Ex-dividend dates:..31st March, 30th June, 30th September, 31st December
 Income dates:.....28th February, 31st May, 31st August, 30th November
 IMA sector:.....Cautious Managed

Asset Allocation as at 31/03/2009



Top Ten Holdings at 31/03/2009

Henderson Preference & Bond.....	5.04%
Ignis Corporate Bond	4.98%
Legal & General Dynamic Bond	4.94%
M&G Strategic Corporate Bond.....	4.93%
Aegon Sterling Corporate Bond.....	4.87%
Royal London Corporate Bond.....	4.82%
Baillie Gifford Corporate Bond.....	4.80%
PSigma Income.....	4.75%
Rensburg UK Equity Income	4.73%
Neptune Income.....	4.45%

Performance Record

Year	Share Class	Highest Price (p)	Lowest Price (p)
2004 ¹	Income	103.66	99.40
	Accumulation	103.65	99.40
2005	Income	116.39	103.66
	Accumulation	116.39	103.29
2006	Income	121.24	112.78
	Accumulation	128.09	116.17
2007	Income	123.53	113.72
	Accumulation	132.72	124.06
2008	Income	115.24	76.98
	Accumulation	127.49	88.44
2009 ²	Income	81.94	72.08
	Accumulation	95.17	83.62

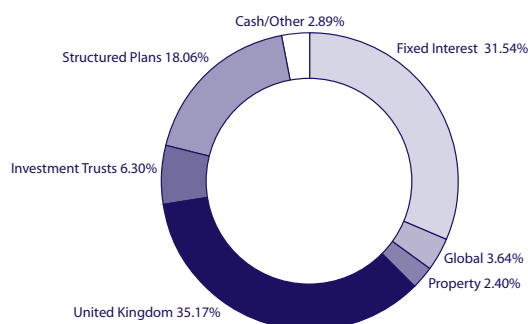
¹ 14th October 2004 to 31st December 2004. ² To 31st March 2009.

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.

Net Asset Values

As at	Share Class	Net Asset Value Per Share (p)
31/03/2008	Income	104.81
	Accumulation	117.48
31/03/2009	Income	72.61
	Accumulation	85.48

Asset Allocation as at 31/03/2008



Top Ten Holdings at 31/03/2008

Henderson Preference & Bond.....	5.04%
Baillie Gifford Corporate Bond.....	4.98%
Royal London Corporate Bond.....	4.96%
Resolution Corporate Bond	4.93%
M&G High Yield Corporate Bond	4.63%
Jupiter Income.....	4.56%
Standard Life UK Equity High Income	4.48%
Aegon Sterling Corporate Bond.....	4.35%
Neptune Income.....	4.32%
Rathbone Income	4.08%

The Snowdonia Income Fund, a sub-fund of the Snowdonia Fund

Annual Short Report for the year 1st April 2008 to 31st March 2009



Investment Review

Performance

The 12-month reporting period was a truly damaging one for financial markets, as the fallout from the credit crisis caused assets such as equities and corporate bonds to sell-off sharply. In this environment, the Fund's focus on producing a steadily rising income led to its price to fall more than many of its peers as reinvesting the Fund significantly into lower-yielding assets, such as gilts or cash, would have resulted in a notable fall in the income it pays. At the same time, the prices of the higher yielding fixed-income assets the Fund holds, such as corporate bonds, endured steep falls amid the market sell-off.

The result was a fall of 27.46% for the Fund over the one-year period. More positively, we are confident that the Fund has produced a decent level of income over the year, particularly compared to the miserly interest currently being paid by cash accounts and government bonds.

Outlook

Despite the rebound in March, the mood in equity markets is still deeply uncertain, stoked up by the seemingly endless flow of terrible news. However, it is important to remember that stock markets are not economies; they are pricing mechanisms that discount future expectations. Just as they anticipated the economic turmoil we are currently seeing, we believe they will foresee the recovery long before most commentators see it coming. It is this feature of equity markets that has historically caused them to recover while the news is at its darkest, and we see no reason to suspect it will be any different this time around.

Given this belief, and our experience that we, or anybody else, are not capable of calling the exact bottom of the market, we are willing holders of assets such as equities and bonds at their currently depressed levels. We acknowledge that they may become cheaper in the short term, but for genuine long-term investors they now offer incredible value and, by some measures, look as cheap as they have at any time in the past thirty years. Similarly, the income now offered by these assets is higher than that offered by assets such as cash and government bonds, which are considerably lower-yielding than they were just one year ago.

Source: Premier Fund Managers Limited, April 2009. Performance data taken from Financial Express Analytics, 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 Annual Report & Accounts, which is available on request, or from the Fund's website, www.thesnowdoniafund.co.uk.

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 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. 2307095818

Notable Changes In Period

On 15th August 2008 shareholders approved an amendment to the Investment Policy to allow the use of derivatives for investment purposes.

From 1st June 2009 Principal Investment Management Limited (who are authorised and regulated by the Financial Services Authority) took over as the Investment Adviser to the Snowdonia Fund. Sanlam Fund Solutions is the trading name of Principal Investment Management Limited.

Investment Risks

The Snowdonia Income Fund deducts all charges, including the annual management charge, from capital rather than from income. This may result in the income being higher than would otherwise have been the case and the growth in the capital may be constrained.

Dividend Distribution

XD date	Paid	Share Class	Distribution (Per Share (P))
30/06/2008	31/08/2008	Income	0.8651
		Accumulation	1.0463
30/09/2008	30/11/2008	Income	1.5059
		Accumulation	1.6997
31/12/2008	28/02/2009	Income	0.8091
		Accumulation	0.9331
31/03/2009	31/05/2009	Income	1.0638
		Accumulation	1.1701

Other Information

Authorised Corporate Director (ACD) & Registered Office:

Premier Portfolio Managers Limited,
Eastgate Court, High Street, Guildford,
Surrey, GU1 3DE

Auditors:

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

