

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

Annual Short Report for the year 1st April 2009 to 31st March 2010



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 Balanced Fund aims to provide long-term capital growth from a portfolio of investments. The Fund is managed such that a maximum of 85% of the Fund's property will be exposed to equities, both UK and global. The Fund may invest in units 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)

31/03/2010

2.65%

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.

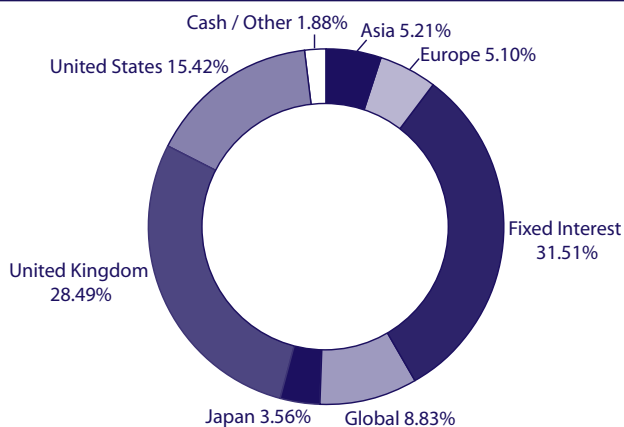
Portfolio Turnover Rate (PTR)

31/03/2010

184.3%

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 31/03/2010



Top Ten Holdings at 31/03/2010

Vanguard US Equity 'A'	15.42%
Legal and General All Stocks Gilt Trust	9.85%
BlackRock UK Equity Trackers 'D'	7.22%
Jupiter Financial Opportunities	6.37%
Invesco Perpetual Corporate Bond	5.73%
M&G Recovery Sterling 'A'	5.27%
Schroder UK Alpha Plus 'A'	5.15%
Henderson Strategic Bond	4.78%
BlackRock UK Emerging Markets Tracker 'D'	4.58%
Neptune Income 'A'	4.48%

Investment Risks

As the Snowdonia Balanced Fund invests primarily in the UK, there is a market risk that the Fund might suffer through holding market positions concentrated in the UK in the face of price movements. The value of these investments may decline over a given period because of economic changes or other events that impact large portions of the market.

Fund Facts

Launch date:	14 October 2004
Ex-dividend dates:	31 March and 30 September
Income dates:	31 July and 30 November
IMA sector	Balanced Managed

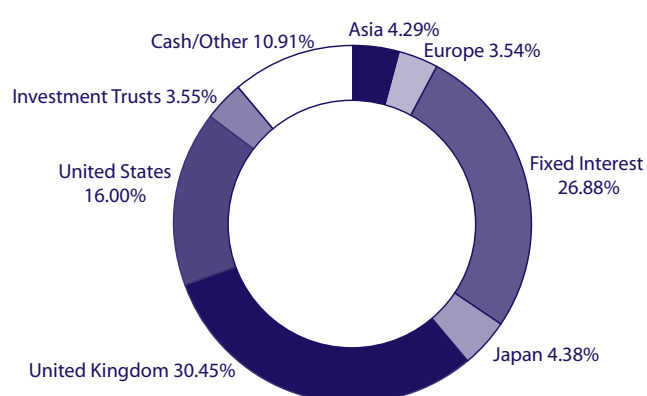
Performance Record

Year	Share Class	Highest Price (p)	Lowest Price (p)
2005	Accumulation	120.79	100.36
2006	Accumulation	130.60	115.22
2007	Accumulation	138.00	123.56
2008	Accumulation	128.51	90.10
2009	Accumulation	120.48	91.30
2010 ¹	Accumulation	127.60	116.84

¹ To 31 March 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 31/03/2009



Top Ten Holdings at 31/03/2009

Thames River Sterling Global Bond	11.60%
Invesco Perpetual Income	10.49%
Walker Crips UK High Alpha	7.90%
Martin Currie North American 'B'	7.68%
M&G Optimum Income 'I'	7.57%
M&G Recovery Sterling 'A'	5.12%
Eaton Vance Emerald US Value	4.66%
First State Asia Pacific Leaders	4.29%
American Asset Growth	3.66%
Babcock & Brown Public Partnership	3.55%

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

Annual Short Report for the year 1st April 2009 to 31st March 2010



Investment Review

Performance

Investment markets recovered strongly during the reporting period and, as a result, the Fund's asset value rose significantly. The Fund produced a total return of 32.96%, compared with a total return of 35.35% for the IMA Balanced Managed sector.

Portfolio Activity

During the early part of 2009, the Fund held to a defensive posture as a result of widespread concerns over the health of the financial system and the initial impotence of government response. Although this position benefitted the fund in January and February, during April and May it held back performance. Thereafter, however, we took the decision to expand the portfolio's exposure to risk by reducing cash levels and increasing the allocation to equities and corporate bonds – this decision helped the fund recover some of its initial underperformance during the second half of the year. During this period, key contributions to performance came from those funds that were most heavily exposed to economically sensitive sectors and regions – Schroder UK Alpha Plus, M&G Recovery and First State Asia Pacific Leaders are examples of such funds.

In terms of fixed income exposure, we avoided holding dedicated positions in government bonds since yields had been pushed down to unsustainable levels during the flight to safety. Instead, we preferred to use flexible managers like M&G Optimal Income, where the manager successfully rotated away from government bonds and towards corporate bonds in anticipation of a recovery. In February towards the end of the reporting period, the Fund was subject to a significant amount of restructuring in response to a newly agreed investment strategy and benchmark. As a result, there have been changes to both the asset allocation and fund selection, with more than 40% of the assets now being invested through index tracking funds in pursuit of lower running costs. The fund is now positioned with a modestly higher allocation to UK and overseas equities, but the exposure to alternative assets such as hedge funds have been sold and the proceeds deployed towards corporate and government bonds.

Outlook

Equity markets have now enjoyed a recovery which is unprecedented in size since the 1930s Great Depression. To a certain extent, the strength of the recovery is directly related to the speed and depth of the collapse – since at the lowest point in late 2008, price declines of as much as 5% to 10% in a single day were witnessed. There has been a substantial improvement in many important indicators – house prices have stabilised, industrial production and consumer spending have recovered strongly. Also, companies have acted quickly to control costs and cut their inventory levels, giving rise to a substantial boost in profitability. However, since many of the fundamental economic problems which spawned this crisis (most importantly that of indebtedness) have not been resolved but only postponed, we

must remain wary of extrapolating recent market strength indefinitely and assuming that this is a normal, postwar recovery. Looking ahead, therefore, as emergency measures to support economies are withdrawn, we expect 2010 to present a number of headwinds and market conditions will be more challenging.

Source: Sanlam Fund Solutions, April 2010. Performance figures are taken from Financial Express Analytics and are quoted on a bid to bid, total return, UK sterling basis.

The full Investment Review is available in the Long-form Annual Report & Accounts, which is available on request, or from the Premier website, www.thesnowdoniafund.co.uk.

Net Asset Values

As at	Share Class	Net Asset Value Per Share (p)
31/03/2008	Accumulation	118.38
31/03/2009	Accumulation	95.74
31/03/2010	Accumulation	127.27

Dividend Distribution

Expenses exceeded income during the year, as a result no distributions were paid.

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:

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. 2107106473