

The Hurlingham Balanced Portfolio, a sub-fund of The Hurlingham Fund

Annual Short Report for the period from 1st November 2009 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 Interim Report & Accounts are available free of charge by calling Premier on 01483 306 090, or can be downloaded from the Fund's website, www.thehurlinghamfund.co.uk.

Investment Objective and Policy

The investment objective of the Hurlingham Balanced Portfolio is to provide long term capital growth from a portfolio of investments across a broad range of asset classes.

The Fund will invest in collective investment schemes, and 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 and policy of the Fund.

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).

Fund Facts

Launch date: 5 January 2006
Ex-dividend dates: 31 October, 30 April
Income dates: 28 February, 30 June

Total Expense Ratio (TER)

31/10/2010
3.41%

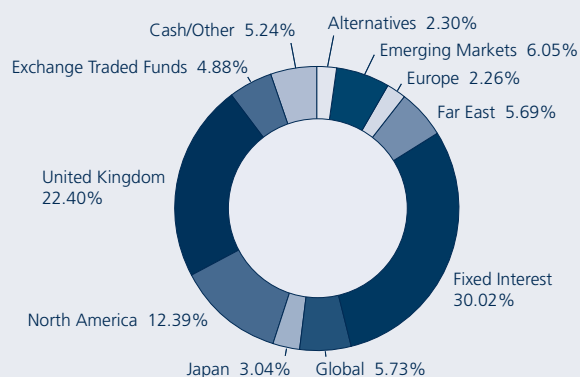
The TER shows the annual operating expenses of the Fund including the annual management charge and other expenses. It does not include transaction charges. Funds highlight the TER to help you compare the annual operating expenses to different schemes. The TER for income and accumulation shares is the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

Portfolio Turnover Rate (PTR)

31/10/2010
94.29%

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 31/10/2010



Top Ten Holdings as at 31/10/2010

Artemis Strategic Bond	8.47%
Legal & General Dynamic Bond	6.86%
Aberdeen Emerging Markets 'C'	6.05%
First State Asia Pacific 'B'	5.69%
Allianz US Equity	5.50%
Henderson Strategic Bond	5.05%
Brown Advisory US Equity Value	4.95%
Investec Enhanced Natural Resources	4.88%
Liontrust First Income	4.88%
JOHambro UK Equity Income	4.75%

Net Asset Values

As at	Share Class	Net Asset Value per Share (p)
31/10/2008	Income	67.01
	Accumulation	72.62
31/10/2009	Income	72.97
	Accumulation	81.22
31/10/2010	Income	77.24
	Accumulation	87.98

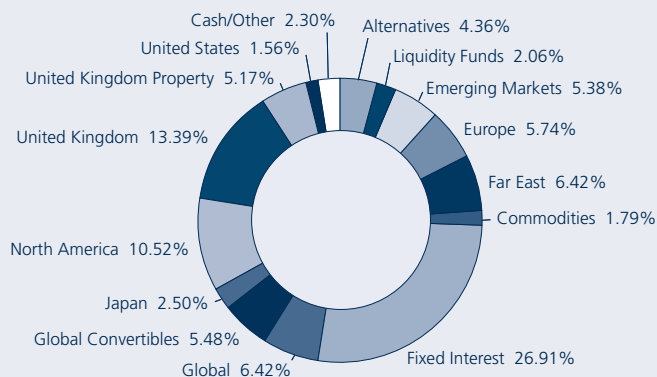
Performance Record

Year	Share Class	Highest Price (p)	Lowest Price (p)
2006 ¹	Income	102.74	96.29
	Accumulation	102.74	96.29
2007	Income	105.17	94.63
	Accumulation	106.36	98.01
2008	Income	97.27	64.32
	Accumulation	100.74	69.02
2009	Income	75.44	64.42
	Accumulation	82.95	69.66
2010 ²	Income	79.43	71.98
	Accumulation	88.90	80.99

¹ 5 January 2006 to 31 December 2006. ² To 31 October 2010.

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

Asset Allocation as at 31/10/2009



Top Ten Holdings as at 31/10/2009

Artemis Strategic Bond	8.01%
M&G Strategic Corporate Bond	7.17%
First State Asia Pacific	6.42%
Thames River Multi Hedge PCC	6.42%
Legal & General Dynamic Bond	6.29%
Aberdeen Emerging Markets 'C'	5.38%
Martin Currie North American	5.31%
Brown Advisory US Equity Value	5.21%
BlackRock UK Dynamic	5.13%
EAA Life Settlements 'C'	4.36%

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Investment Review

Performance

During the period under review, the Hurlingham Balanced Fund returned 9.31% compared to the IMA Cautious Managed Sector, which returned 9.17%.

Portfolio Activity

The construction of the portfolio has been adjusted in the past twelve months to have greater global equity exposure. In order to reduce volatility, we have maintained an exposure to fixed interest securities and other alternative asset classes. This has meant that the portfolio has demonstrated a reduced level of volatility in the twelve-month period. We maintain our view that the Fund's well-diversified portfolio will remain attractive to investors as market conditions develop into 2011.

We have continued to change the assets within the Fund to take advantage of the prevailing market conditions. In the past twelve months, we have increased the investment in global equities and modestly adjusted our fixed interest holdings by adding strategic bond funds. We added to our investment in commodities generally and increased our allocation in UK and US equities.

We reduced our hedge fund investment trust exposure in favour of a global absolute return strategy fund.

Outlook

In 2011 we expect the equity markets to continue to rise as investors become accustomed to the new environment; however, we continue to believe that the path for the global economy remains one of a slow but positive recovery, although we also acknowledge that there are significant risks to overcome.

Whilst QE2 will have a powerful short-term effect on asset prices, the desired outcome may not be so supportive of equity markets in the longer term. Whilst the outlook for Asia and Emerging markets remains positive, we remain cautious as investor sentiment generally appears on the optimistic side, which is often a contrarian indicator; these conditions provide the potential for volatility and, consequently, we remind investors that equities remain a long term investment.

Source: 1st Port Asset Management, 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 Interim Report & Accounts, which is available on request, or from the Fund website at www.thehurlinghamfund.co.uk.

Investment Risks

There is a market risk. This is the risk that the value of investments and an income from them, can fall as well as rise. Neither capital or income is guaranteed.

This Fund may invest in derivatives for investment purposes. Although this may mean that the value of the Fund could be subject to volatility from time to time, investing in derivatives is not expected to alter the risk profile of the Fund.

The Fund may invest in unregulated collective investment schemes (including hedge funds) which do not offer the same level of investor protection as FSA regulated schemes. These schemes may use leverage and have a higher liquidity risk as investments in them may not be readily realisable.

Since this Fund has been launched recently, or is small in size, there is a risk that the charges and expenses allocated to the Fund may be higher than expected if the Fund does not grow as much as planned. This would have an effect on the Fund's performance.

The Fund may have significant holdings in collective investment vehicles and these collective investment vehicles may also be subject to the risks listed above.

Dividend Distribution

XD date	Paid/Payable	Share Class	Distribution per Share (p)
30/04/2010	30/06/2010	Income	0.5406
		Accumulation	0.9169
31/10/2010	28/02/2011	Income	0.9426
		Accumulation	1.0639

Important Information

Pending FSA approval, from the 1st May 2011 the ACD will be changing from Premier Portfolio Managers Limited to WAY Fund Managers Limited. Following the change of ACD the depositary will change from the Royal Bank of Scotland Plc to State Street Trustees Limited and State Street Bank and Trust Company will become the custodian, replacing the Northern Trust Company.

Other Information

<i>Authorised Corporate Director (ACD) & Registered Office:</i>	Premier Portfolio Managers Limited, Eastgate Court, High Street, Guildford, Surrey, GU1 3DE
<i>Auditor:</i>	Grant Thornton UK LLP, 30 Finsbury Square, London, EC2P 2YU
<i>Depositary:</i>	The Royal Bank of Scotland plc, Trustee and Depositary Services, The Broadstone, 50 South Gyle Crescent, Edinburgh, EH12 9UZ
<i>Administrators & Registrar:</i>	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.
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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, 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. 2402116888