



Finsbury Growth & Income Trust PLC

Managed by
Frostrow Capital LLP

Investment Manager
Lindsell Train Limited



Nick Train

Fund Information as at 29 February 2008

www.finsburygt.com

Investment Objective and Benchmark Index

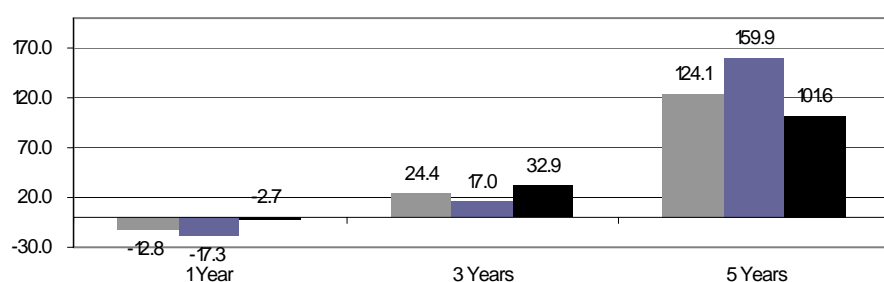
Finsbury Growth & Income Trust PLC invests in the shares of UK listed companies with the objective of achieving capital and income growth and providing a total return in excess of that of its benchmark, the FTSE All-Share Index (net dividends reinvested).

Cumulative Performance

Trust: Finsbury Growth & Income Trust PLC – NAV (total return)

Trust: Finsbury Growth & Income Trust PLC – Share Price (total return)

Index: FTSE All-Share Index (net dividends reinvested)



Discrete Performance – Calendar Years (%)

| Percentage Growth | 2003 | 2004 | 2005 | 2006 | 2007 | YTD |
|-------------------|------|------|------|------|-------|-------|
| NAV | 22.4 | 31.4 | 21.7 | 21.9 | -3.5 | -10.1 |
| Share Price | 27.6 | 43.4 | 29.2 | 20.5 | -10.3 | -8.1 |
| Index | 20.9 | 12.8 | 22.0 | 16.8 | 5.3 | -8.0 |

Source: Fundamental Data. Past performance is not a guide to future performance.

Investment Outlook

During February the NAV fell by 2.0% compared to the index which rose by 0.8%.

The most experienced stockbroker we know offered some good advice today – “sometimes sticking your head in the sand and waiting for it all to blow over makes sense”. Certainly, the current mood of the market is panicky and there is intense pressure to buy what has already performed well and, even more so, to sell what has performed poorly. This means that the potential to make serious mistakes – buying or selling- is very real and that taking no decisions may be wiser than making too many.

A policy of inactivity can be justified so long as there are no substantive grounds to doubt the calibre and long-run earnings power of our portfolio companies. The best way to gauge this is to listen to what the companies are saying about themselves, most particularly their dividend or share buyback announcements. Nine of the 24 holdings in the portfolio reported in February and, with scarcely an exception, we are encouraged by what we heard. The average dividend increase was 12%, led by another 30%+ hike from Fidessa, while double digit annualised cash returns were delivered by Cadbury, Diageo, HBOS, Reed, Reuters and Unilever. Meanwhile, Lloyds confirmed its recovery with a 5% increase, matched by Bradford & Bingley. A meeting with senior management will help us to crystallize our thinking about this last company.

As for the banks in general, their share prices are now signalling Apocalypse. We disagree and note that so, at least, does the Banque Populaire, which at the end of the month put in an offer for HSBC’s French retail banking subsidiary, at a price equivalent to 3.7x book value. Apply this to any of the British banks and their prices treble. Perhaps the worst will happen, but investors need to be clear how much potential value they could lose if they sell now.

Biography

Nick Train began his career as an Investment Manager at GT Management in 1981, having graduated from Queen’s College, Oxford with a second class honours in Modern History (1977-1980). He left GT in June 1998, after 17 years, on its acquisition by INVESCO. At his resignation he was a Director of GT Management (London), Investment Director of GT Unit Managers and Chief Investment Officer for Pan-Europe. He joined M&G in September 1998, as a Director of M&G Investment Management. In June 1999 he was appointed as Head of Global Equities at M&G. He left M&G in April 2000 to co-found Lindsell Train Limited. He is investment adviser to the Worshipful Company of Saddlers.

Investment Manager Profile

Investment management services are provided by Lindsell Train Limited (Lindsell Train). Lindsell Train was formed in December 2000. However the principals, Michael Lindsell and Nick Train had worked together at GT Management from 1992 through to GT’s takeover by INVESCO in 1998. Both Michael Lindsell and Nick Train went on to fulfil senior roles at INVESCO and M&G PLC respectively, where they continued to develop an in depth knowledge of investment processes and the world’s stock markets. Their shared investment philosophy is to invest in durable businesses that are significantly under priced or less durable businesses that are valued by the market at a significant discount to their net balance sheet financial assets. This is achieved by choosing a concentrated portfolio of a small number of stocks with the intention of holding them for the medium to long term. Lindsell Train currently manages £515m as at 31 December 2007. Lindsell Train is authorised and regulated by the Financial Services Authority.

Investment Policy

The Company has a concentrated portfolio of 25-30 stocks with a low turnover, and aims to have an above-market dividend yield. The Investment Manager uses a bottom-up stock picking approach and looks to invest in a universe of excellent UK listed businesses that appear mostly undervalued. The Company’s policy is to invest no more than 15% of its gross assets in other listed investment companies (including listed investment trusts).

Discount Control Mechanism

The Directors have adopted an active discount management policy to establish and support an improved rating in the Company’s shares through the use of share buybacks, with a view to limiting the discount to NAV per share at which the shares trade to no more than 5%. Up to 10% of the shares bought back may be held in treasury for reissue at later dates at no more than the discount at which they were purchased.

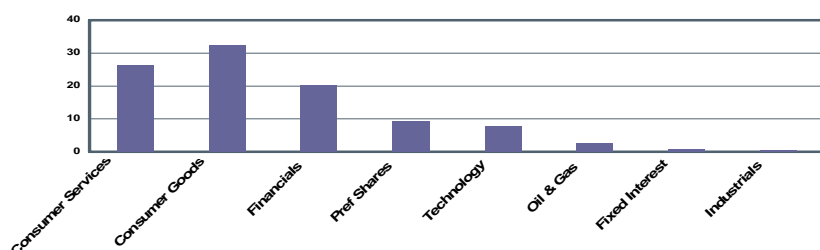
Finsbury Growth & Income Trust PLC

Ten Largest Holdings as at 29 February 2008 (% of total investments)

| Name | Sector | Total |
|-------------------|-------------------|-------------|
| HBOS | Financials | 10.1 |
| Diageo | Consumer Goods | 9.7 |
| Cadbury Schweppes | Consumer Goods | 8.2 |
| Unilever | Consumer Goods | 7.5 |
| Barr (AG) | Consumer Goods | 6.8 |
| Pearson | Consumer Services | 4.9 |
| Marston's | Consumer Services | 4.9 |
| Lloyds TSB | Financials | 4.9 |
| Reuters | Consumer Services | 4.7 |
| Reed Elsevier | Consumer Services | 4.6 |
| Total | | 66.3 |

HBOS shares are split: Ordinary shares 3.7% & Preference shares 6.4%

Sector Breakdown as at 29 February 2008 (%)



Share Price Total Return on £100 (£) as at 31 January 2008

| | |
|---------|-------|
| YTD | 91.9 |
| 1 year | 82.7 |
| 3 years | 117.0 |
| 5 years | 259.9 |

Source: Fundamental Data. Past performance is not a guide to future performance.

Standardised Discrete Performance (%)

| Percentage Growth 12 Month Return | Feb 03-Feb 04 | Feb 04-Feb 05 | Feb 05-Feb 06 | Feb 06-Feb 07 | Feb 07-Feb 08 |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|
| NAV | 41.0 | 27.7 | 24.9 | 14.3 | -12.8 |
| Share Price | 57.1 | 41.4 | 23.2 | 14.9 | -17.3 |
| Index | 31.9 | 15.0 | 22.3 | 11.6 | -2.7 |

Awards

Highly Commended 2006 & 2007
 Moneywise Magazine
 Category: UK Growth & Income

Winner 2004
 Investment Trust Magazine
 Best Growth & income Trust 2004

Important Information

Finsbury Growth & Income Trust PLC (the "Company") is a UK investment trust listed on the London Stock Exchange and is a member of the Association of Investment Companies. As this Company may implement a gearing policy investors should be aware that the share price movement may be more volatile than movements in the price of underlying investments. Past performance is not a guide to future performance. The value of investments and the income from them may fall as well as rise and is not guaranteed. An investor may not get back the original amount invested. There can be no assurance that the Company's investment objective will be achieved and investment results may vary substantially over time. This document is for information purposes only and does not constitute an offer or invitation to purchase shares in the Company and has not been prepared in connection with any such offer or invitation. Investment Trust share prices may not fully reflect underlying net asset values. There may be a difference between the prices at which you may purchase ("the offer price") or sell ("the bid price") a share on the stock market which is known as "bid-offer" or "dealing" spread. This is set by the market makers and varies from share to share. This spread typically averages 1-2% each way on the mid-market price (the price halfway between the bid and offer prices), and can fluctuate and at times be higher than average. Net Asset Value per share is calculated in accordance with the guidelines of the Association of Investment Companies in that income received by the company in the period since the last annual accounts is excluded. Total net assets are stated inclusive of income received. Any opinions on individual stocks are those of the Company's Investment Manager and no reliance should be given on any such views. Any research in this document has been procured and may have been acted upon by Lindsell Train Limited for its own purposes. The results are being made available to you only incidentally. The views expressed herein do not constitute investment or any other advice and are subject to change. They do not necessarily reflect the views of Frostrow Capital LLP and no assurances are made as to their accuracy.

www.finsburygt.com

Fast facts

As at 29 February 2008

| | |
|---|---|
| Launch Date | 1926 |
| Annual Management Fee (payable by the Trust) | 0.50% of the market capitalisation plus £200,000 |
| Performance fee | See Annual Report for details |
| Year / interim end | 30 September/ 31 March |
| Capital Structure | 52,797,423 Ordinary shares of 25p 0 Treasury shares |

Trust Characteristics

| | |
|-----------------------------|-------------------------------------|
| Number of Holdings | 27 |
| Net Assets (£m) | £141.4m |
| Dividend Policy | Provisional dates: May & October |
| Current Net Yield | 3.5% |
| Gearing (AIC basis) | 110 |
| Share Price (p) | 260.00 |
| NAV (p) | 267.85 |
| (Discount) / Premium | (2.93%) |

Codes

| | |
|------------------|--------------|
| Sedol | 0781606 |
| ISIN | GB0007816068 |
| Bloomberg | FGT LN |
| Epic | FGT |

ISA, PEP and Savings Scheme

The Trust is no longer available to private investors through Close Investments. The majority of those investors transferred their holdings in the Trust to similar schemes offered by Alliance Trust Savings. New and existing holders can access the Trust via:

www.alliancetrust.co.uk

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Authorised and regulated by the Financial Services Authority.

