



Manager:	Rathbone Unit Trust Management Limited		
Trustee:	Royal Bank of Scotland plc		
Unit Prices and Net Yield[†]:	Selling	Buying	Yield
(31.01.07)	Income: 88.74p	94.41p	0.19%
	Accumulation: 92.48p	98.38p	0.18%
Size of Fund	Offer value: £4.52m	(£4.48m mid-market value)	

Time Periods ending 31.01.07:	6 months	1 year	3 years	5 years
Rathbone Capital Growth Fund	0.46%	-1.95%	34.34%	27.74%
Standard & Poor's UT UK	10.35%	13.54%	58.61%	52.76%
All Companies Sector				
Quartile Rank	4	4	4	4

From Quarter/Year:	01.01.02	01.01.03	01.01.04	03.01.05	02.01.06
To Quarter/Year:	01.01.03	01.01.04	03.01.05	02.01.06	01.01.07
Rathbone Capital Growth Fund	-27.96%	26.10%	12.14%	20.52%	2.38%
Standard & Poor's UT UK	-23.34%	22.06%	12.82%	20.93%	17.44%
All Companies Sector					

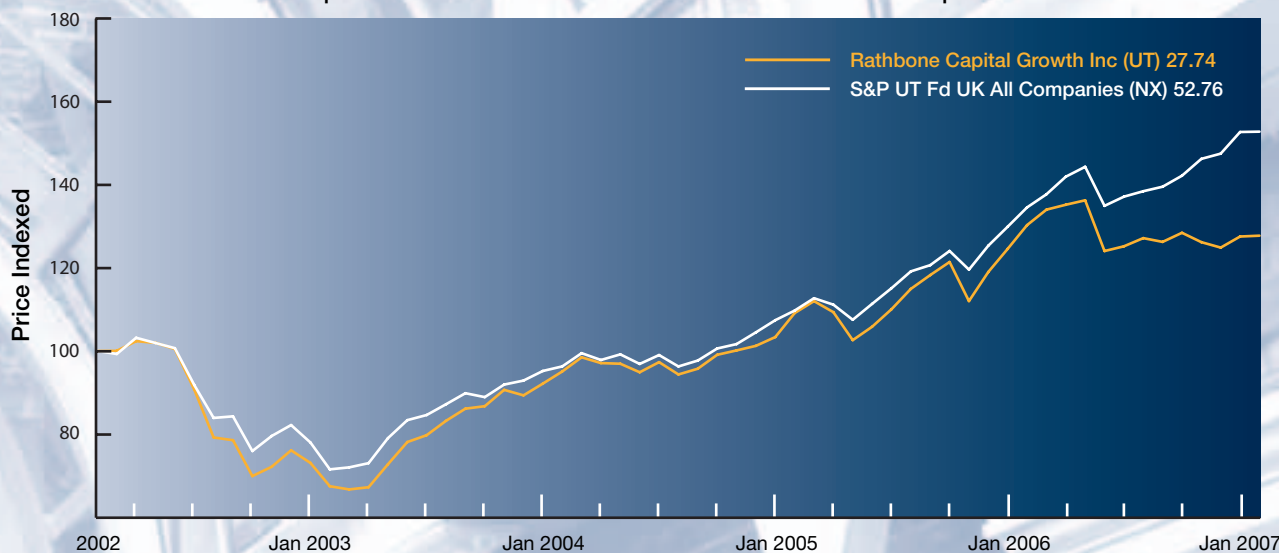
	Alpha:	Beta:	Sharpe Ratio:	Volatility*:	Turnover:
Rathbone Capital Growth Fund	-0.27	1.01	-0.02	15.17%	20.05%
Standard & Poor's UT UK	0.06	0.93	0.28	12.64%	N/a
All Companies Sector					

Source: Standard & Poor's, bid to bid, net income re-invested. Data using prices struck 31.01.07. Alpha, Beta, Volatility and Sharpe Ratio statistics given on a 5 year rolling basis. Alpha and Beta are calculated using the FTSE All-Share Index as the benchmark. Sharpe Ratio calculated using Risk Free Rate of 5.25. Volatility shown is annualised standard deviation of monthly returns. Turnover is calculated on a 1 year rolling basis. For further information on these statistics, please call our Information Line on 020 7399 0399, or visit www.rutm.com.

[†] Income and Accumulation yields may differ for this fund as the figure is expressed as a percentage of the buying price

* Volatility is now shown on an annualised basis

1st February 02 To 1st February 07, Bid-Bid, UK Basic Rate, Based In UK Sterling, Calculation Indexed.
Past performance should not be seen as an indication of future performance.



Investment Review

The most significant event in January was the surprise hike in interest rates to 5.25%. The rise adversely affected sentiment, especially in more consumer-facing sectors, namely retailers and property. Data continued to paint a picture of a fundamentally strong economy.

Trades this month were linked to portfolio re-arrangement, and to raising cash. As part of the rationalisation, we exited SDL, Vernalis, Visual Defence and Augean.

Managers' Forecast and Prospects

The MPC might have by-passed writing a letter to the Chancellor this time, but the 3% CPI figure suggested that the rate rise was a strong signal about the outlook on inflation, not to mention the strength of the underlying economy. Recent dovish comments by Mervyn King have tempered this somewhat, and a peak is now estimated at 5.25% - 5.50%. With rates at this level, we can expect to see the (lagged) economic impact after six to 12 months, particularly in the areas of consumer spending and fixed-rate mortgages, as well as an additional impetus from wage pressures.

Sector Breakdown	%	Capitalisation Split	%
Oil & Gas	21.66	FTSE 100	50.90
Basic Materials	4.20	FTSE 250	15.36
Industrials	10.82	FTSE Small Cap	0.00
Consumer Goods	3.56	AIM, and other UK	26.87
Health Care	3.01	Cash	6.87
Consumer Services	14.20		
Telecommunications	0.89	Total no. of holdings:	29
Utilities	4.13		
Financials	24.64		
Technology	6.02		
Cash	6.87		

Stop Press



2006 Lipper Citywire All Star Awards:

- Best Fund Group over 3 Years – Equity Group – Small.
- Best Fund Group over 3 Years – UK Equity Group – Small.

We have introduced a new website address, www.rutm.com, in order to make access easier for our clients. The previous website address will continue to work for the foreseeable future.

Investment Policy

The objective of the fund is to provide capital growth through investment in companies with above average growth potential, in all geographic and economic sectors worldwide. It is anticipated that investment will be predominantly in UK companies, which may include those dealt in on the Alternative Investment Market and larger established groups with a full listing on the London Stock Exchange. The income yield is likely to be low.

To meet these objectives, the funds may also invest, at the Manager's discretion, in other transferable securities, money market instruments, warrants, cash and near cash, deposits and units in collective investment schemes. Use may be made of stocklending, borrowing, cash holdings, hedging and other investment techniques permitted by the FSA Rules. The value of investments and the income from them may go down as well as up and you may not get back your original investment.

Latest Distributions

	2002	2003	2004	2005	2006
Interim	0.15p	0.15p	0.15p	0.15p	0.14p
Final	0.28p	0.46p	0.25p	0.36p	0.04p

Distribution Dates

	Ex Div	Payment
Interim	1 April	31 May
Final	1 October	30 November



Julian Chillingworth – Chief Investment Officer

Julian joined Rathbones in July 2001. He has since been appointed Chief Investment Officer of Rathbone Unit Trust Management Limited, and now manages the Rathbone Capital Growth Fund, Rathbone High Income Fund, and the Rathbone Income and Growth Fund.

10 Largest Holdings:

31.01.07	%
Aveva Group	6.02
Barclays	4.96
Standard Chartered	4.81
Smiths	4.63
Develica Deutschland	4.40
Anglo American	4.20
Centrica	4.13
HSBC Holdings	4.12
Halfords	4.03
Royal Dutch Shell	3.78

Dealing

Forward daily:	9.00am–5.00pm	Administration:	0845 300 2110
Valuation point:	12:00 midday	Dealing:	0845 300 2101
Sedol No. (Inc):	0679916	Information line:	020 7399 0399
Sedol No. (Acc):	3042441	Information line:	0845 922 0044

The minimum initial investment is units to the value of £1000. Thereafter, additional investments are subject to a minimum of £500.

**Unit trust and ISA – lump sum and savings plan
PEP status – transfers available**

Charges

An initial charge of 5.5% is included in the offer price. An Annual Management Charge (AMC) of 1.5% of the mid-market value (between bid and offer price values) of the fund is also charged. All charges are deducted monthly from the fund's income.

Rathbone Unit Trust Management Limited

159 New Bond Street, London, W1S 2UD

Telephone: 020 7399 0000

Facsimile: 020 7399 0057

www.rutm.com

Registered No. 2376568

Authorised and regulated by the Financial Services Authority

A member of the IMA

A member of the Rathbone Group

Copies of the Prospectus, Simplified Prospectus (incorporating Key Features) and application forms may be obtained from Rathbone Unit Trust Management Limited.

Emerging markets are volatile and may suffer from liquidity problems. Changes in rates of exchange between currencies may cause the value of investments to decrease or increase.

Details of tax levels and reliefs may change in the future. The value of any tax relief depends on individual circumstances. If you have doubts about your tax position, or the suitability of this investment, you should seek professional advice.