

FINSBURY GROWTH & INCOME TRUST PLC

Interim Management Statement – 3 months to 30 June 2008 (unaudited)

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 the FTSE All-Share Index.

The 3 month period ended 30 June 2008 was a volatile one for markets. The Company's diluted net asset value per share fell by 7.4% and the share price by 9.8%, on a total return basis. The discount of share price to the diluted net asset value per share was 6.2% at the period end. The Company's benchmark, the FTSE All-Share Index, measured on a total return basis, fell by 1.4% in the period.

Cadbury rallied in May on news of the Mars/Wrigley merger and Inbev's interest in Anheuser Busch. Marston's also jumped after the announcement of its interim results including a 10% rise in its dividend. However, pressure on businesses and investors continues with increasing prices for raw materials and credit rationing, as banks are forced to cut back on lending. The Company's Investment Manager believes that factors such as a rerating of commodity share prices, a relaxation in concerns over inflation and an increase in take-over activity will be precursors to a rally in markets in general.

The Company paid a first interim dividend of 4.4p per share (first interim dividend 2007: 4.2p per share) on 6 May 2008 in respect the year ending 30 September 2008.

During the period the Company repurchased a total of 866,750 shares, currently held in treasury, at a cost of £2.1m (including expenses) at an average discount of 6.0%. 25,000 shares were reissued out of treasury in June 2008 at a discount lower than that at which they had been repurchased by the Company. As at 30 June 2008 a total of 964,750 shares were held in treasury.

Trust Characteristics

	30 June 2008	31 March 2008
Number of holdings	28	27
Net assets (£m)	120.6	134.4
Net yield	4.2%	3.7%
Gearing (AIC basis)	110	110
Share price (p)	218.00	246.00
NAV (p) (undiluted for treasury shares)	232.77	255.18
NAV) (p) (diluted for treasury shares)	232.50	255.15
Discount of share price to NAV (undiluted for treasury shares)	6.35%	3.60%
Discount of share price to NAV (diluted for treasury shares)	6.24%	3.59%

Source: Frostrow Capital LLP

10 Largest Investments

Name	% of investment portfolio at 30 June 2008	% of investment portfolio at 31 March 2008
Diageo	10.1	10.0
HBOS	8.8	9.7
Barr (AG)	8.5	6.7
Unilever	8.3	8.4
Cadbury	7.0	8.5
Pearson	5.3	5.3
Lloyds TSB	4.8	5.2
Reed Elsevier	4.8	4.8
Sage	4.8	3.9
Rathbone Brothers	4.3	4.4
Total	66.7	66.9

Source: Frostrow Capital LLP

Sector Analysis

	% of investment portfolio at 30 June 2008	% of investment portfolio at 31 March 2008
Financials	17.8	20.4
Consumer Services	23.9	26.9
Consumer Goods	35.9	33.6
Technology	9.0	7.1
Oil & Gas	3.4	2.6
Fixed Interest	0.5	0.7
Industrials	0.7	0.6
Preference Shares	<u>8.8</u>	<u>8.1</u>
Total	100.0	100.0

Source: Frostrow Capital LLP

Total Return Performance to 30 June 2008

	1 Month	Calendar year to date	1 Year	3 Years
Share Price	-12.3%	-21.6%	-31.8%	-5.2%
NAV per share (diluted for treasury shares)	-11.2%	-20.7%	-26.9%	+3.5%
Benchmark*	-7.1%	-11.2%	-13.0%	+23.2%

Source: Fundamental Data

* Benchmark – FTSE All-Share Index measured on a total return basis.

Past performance is not a guide to future performance.

This Interim Management Statement has been prepared solely to provide information to meet the requirements of the UK Listing Authority's Disclosure and Transparency Rules.

This Interim Management statement is available on the Company's website www.finsburygt.com.

The Company's net asset value per share is announced daily and is available, together with the share price, on the TrustNet website at www.trustnet.com

For further information contact: Mark Pope on 0203 008 4913

Frostrow Capital LLP
Company Secretary
15 August 2008