

GRESHAM HOUSE plc (“the Company”)

Interim Management Statement for the three months ended 31 March 2009
(Unaudited)

Introduction

This Interim Management Statement (“the Statement”) has been prepared to provide the information necessary to meet the requirements of the UK Listing Authority’s Disclosure and Transparency Rules. The Statement covers the three month period to 31 March 2009 together with relevant information up to the date of publication.

Investment Objective

Gresham House plc is an authorised investment trust listed on the London Stock Exchange. Following the passing of an ordinary resolution at the Company’s 2008 Annual General Meeting, the Company’s objective is to realise the Group’s assets comprising primarily UK equities and commercial property over a period of approximately five years with a view to returning capital to shareholders.

Material events and transactions

As at 31 March 2009 the value of the securities portfolio had increased by approximately 16.7% since 31 December 2008 compared with a fall in the FTSE All Share index of 10.2%.

The Company’s final results for the year ended 31 December 2008 were announced on 30 April 2009.

The Directors are aware of the following significant events or transactions which have occurred in the period from 1 January 2009 to the date of this Statement that may have, or have had, a material impact on the financial position of the Company or Group:-

- (i) the significant movement in the value of some equities; and
- (ii) the fall in the IPD UK Monthly Property Index for the 3 months ended 31 March 2009.

The Board remains optimistic that the current debt of £17.9m will be refinanced by way of facilities with the Co-op and The Royal Bank of Scotland by end May 2009.

The Company has one class of share capital: ordinary shares of 25p each. There have been no changes in the issued share capital of the Company since 31 December 2008, which as at today’s date, remains at 4,881,880 shares.

Financial Information

Investments - Securities

	31.03.09	31.12.08
	£'000	£'000
Listed securities – on the London Stock Exchange	526	764
Listed securities – on overseas markets	26	35
Securities dealt in under AIM	5,944	4,680
Securities dealt in under PLUS Market	150	120
Unlisted securities	950	1,089
TOTAL	7,596	6,688

Top Ten Investments at 31 March 2009

	Market Value £'000s	% of portfolio £'000s
Hallin Marine Subsea International plc*	4,403	58.0
SpaceandPeople plc*	635	8.4
Welsh Industrial Investment Trust plc‡	455	6.0
AudioGravity Holdings Limited#	228	3.0
Gizmo Packaging Limited#	188	2.5
Wheelsure Holdings plc†	150	2.0
Portland plc*	133	1.8
PLUS Markets Group plc*	129	1.7
Avanti Communications plc*	120	1.5
Strathclyde University Incubator Ltd#	120	1.5
	6,561	86.4

‡UK and Overseas Listed

* AIM Traded

† PLUS-quoted

Unlisted

Sector Analysis

At 31 March, 2009 the portfolio was invested in the following sectors:

	%
Engineering	65
Property investment	10
Financial (including Investment Trusts)	9
Media and photography	4
Automobiles	3
Electrical	2
Oil and Gas	2
Pharmaceuticals	2
Information technology	1
Mining	1
Miscellaneous	1
	100

Investments – Property

Investment properties are shown in the financial statements at fair value based on current use. All investment properties were valued by King Sturge LLP, Chartered Surveyors, as at 31 December 2008 at a combined total of £25,750,000. These external valuations were carried out on the basis of Market Value in accordance with the latest edition of the Valuation Standards published by the Royal Institution of Chartered Surveyors at that time. The directors do not consider that there has been any material change in the value of these properties since the year end.

Rental income on the property portfolio for the three months ended 31 March 2009 was £523,000. This compares with rental income of £2.45 million for the year ended 31 December 2008. The amount of vacant space remains at 547,718 sq.ft. being the figure as at 31 December 2008.

Comparative movements

	31.03.2009	31.12.2008	% change
Basic net asset value per ordinary share	N/available	406.0p	
Share price (pence)	115.0	235.0	-51.1
FTSE All Share index	1984.17	2209.29	-10.2
IPD UK Monthly Property Index (Capital Growth – All properties)	132.83	145.81	-8.9

Further information on the Company and Group, including a copy of this Statement, can be found at www.greshamhouse.com.

D Lucie-Smith
Chief Executive Officer

19 May, 2009