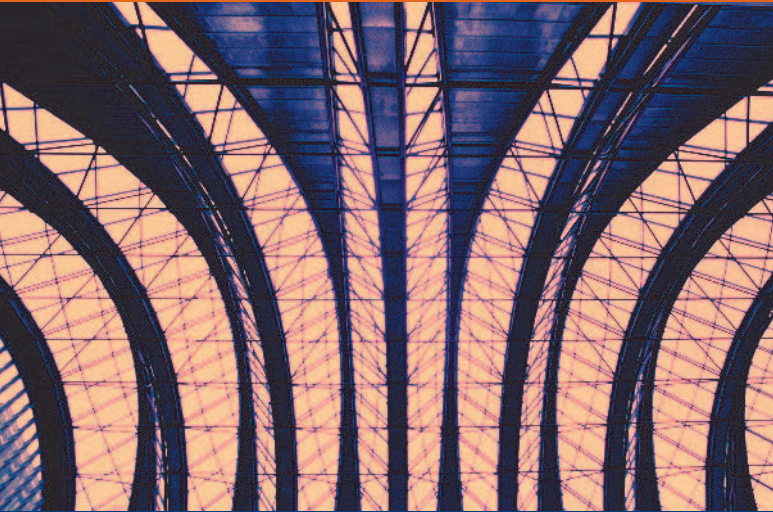


06

Murray Income Trust PLC

Interim Report
31 December 2006



Objective

The Company aims to achieve a high and growing income combined with capital growth through investment in a portfolio of UK equities.

Key Facts

As at 31 December 2006

	31 December 2006	31 December 2005	30 June 2006
Total assets	£522,083,000	£466,852,000	£481,714,000
Equity Shareholders' interests	£497,083,000	£443,852,000	£456,714,000
Net Asset Value per Ordinary share	762.4p	668.7p	699.7p
Share price of Ordinary share (mid)	709.0p	610.5p	642.0p
Discount to Net Asset Value on Ordinary shares	7.0%	8.7%	8.2%

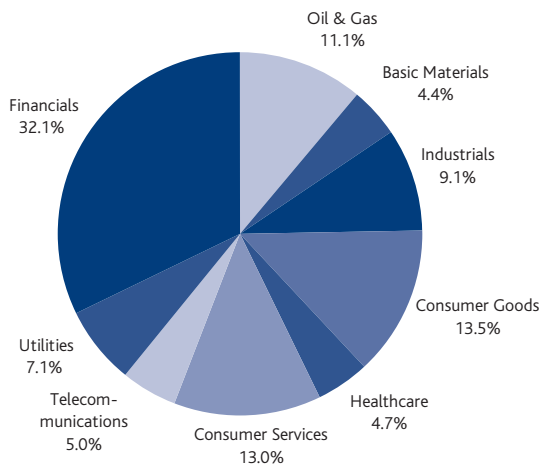
	Six months to 31 December 2006	Six months to 31 December 2005	Year to 30 June 2006
Performance (total return)			
Net Asset Value per Ordinary share	11.4%	13.2%	19.5%
Share price per Ordinary share	12.5%	13.9%	21.6%
FTSE All-Share Index	10.0%	12.8%	19.7%

Financial Calendar

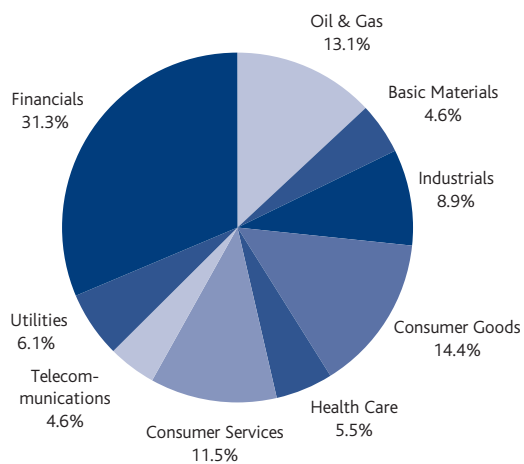
15 April 2007	Second interim dividend payable
13 July 2007	Third interim dividend payable
September 2007	Announcement of results for the year ending 30 June 2007
September 2007	Annual Report posted to Shareholders
October 2007	Annual General Meeting
October 2007	Final dividend payable for the year ending 30 June 2007
February 2008	Announcement of Interim Results
March 2008	Interim report posted to Shareholders

Distribution of Equity Investments

As at 31 December 2006



As at 30 June 2006



Interim Review

Performance

The UK equity market performed well over the six-month period to 31 December 2006, with a Net Asset Value total return for the Company of 11.4%. This compares favourably against the benchmark, the FTSE All-Share Index, which rose by 10.0%.

Background

The market recovered strongly from the setback during May, helped by robust corporate earnings, further merger and acquisition activity and a supportive global economic backdrop. In addition, the geopolitical environment was generally more benign, helping to explain a fall in oil prices and easing US inflation expectations.

UK macroeconomic newsflow reflected a robust environment, with GDP growth at the end of the period running on a year-on-year basis at 2.9%. Consumer spending, although volatile, has maintained an upward path, and business investment has exceeded expectations, helped in part by the growth of the world economy and the prospect for increased exports.

The Monetary Policy Committee of the Bank of England unexpectedly raised interest rates in August by 0.25% to 4.75%, and again in November, to 5.0%. Particular concern was cited over the uncertainty of assessing spare capacity in the economy, and the impact of the strong migration trends over the past year, at a time when inflation was running above target levels. CPI inflation has risen from 2.2% in July to 3.0% in December, though the reduction in energy prices should help to ameliorate inflationary pressures going forward.

An interesting feature of the market has been the continued outperformance of the more domestically-oriented Mid Cap and Small Cap Indices, despite the rise in interest rates. This can largely be attributed to the continued high level of merger and acquisition activity that has been centred lower down the market capitalisation scale. However, the lower reaches of the FTSE 100 have not been immune, with the Company itself benefiting from bids for Scottish Power and Gallaher from Iberdrola and Japan Tobacco respectively. Broadly, the market rotated into more defensive areas over the period, with Food Retailers, Utilities and Telecoms outperforming. Conversely, sectors exposed to a potential slowdown in global growth, in particular the domestic market in the United States, underperformed.

Activity

During the period, a number of new holdings were added to the portfolio. We introduced a position in Wolseley, the plumbing, heating and building materials distributor, following share price weakness caused by concerns of the market over the company's exposure to the United States. Although exposed to a US housing slowdown, costs are largely variable and

Interim Review – continued

the longer term prospects remain appealing. Similar market concerns also provided the opportunity to acquire Tomkins, the manufacturing company, on a pleasing valuation and a yield of over 5%. In addition, a small holding in Venture Production, a North Sea-focused oil production company concentrating primarily on undeveloped discoveries, was also introduced given its low risk business model and attractive valuation. Finally, a new position in Premier Foods was acquired, in view of its valuation and strong track record in brand regeneration. Shortly after completing the purchase, Premier Foods announced the acquisition of RHM, providing extended scope for further cost synergies and systems' harmonisation.

A number of holdings were sold following strong performances, and where valuations looked stretched, including shares in Persimmon and Diageo. In addition, the holding in BAA was sold following the recommended offer from Ferrovial. There were also reductions in a variety of holdings in order to recycle capital into companies that had performed less well over the period. Reductions in Weir, Slough Estates and Barclays provided the opportunity to add to Friends Provident, Mothercare, EMI and AMEC.

Gearing

At the end of the interim period the Company's gearing stood at 5%, broadly unchanged from the level at the end of the last financial year.

Treasury Shares

At the Annual General Meeting held in October 2006, Shareholders renewed the authority for the Company to hold shares bought back by it as Treasury shares rather than cancel them immediately. During the period, 70,000 Ordinary shares were bought back and held in Treasury. As of 14 February 2007, the total number of Ordinary shares bought back and held in Treasury was 1,213,500. To date, no shares have been re-issued from Treasury.

Dividend

A first interim dividend of 5p was paid on 19 January 2007 to Shareholders on the register at the close of business on 15 December 2006. A second interim dividend of 5p will be paid on 15 April 2007 to Shareholders on the register at the close of business on 16 March 2007. The third interim dividend of 5p will be paid on 13 July 2007 to Shareholders on the register at the close of business on 15 June 2007.

Outlook

UK equity market returns over the period have been strong, building on the progress made over the last three years. Possible clouds on the horizon include the impact of tightening monetary policy, particularly in the UK, heightened geopolitical risk and potentially higher energy prices. However, we remain cautiously optimistic about the long-term outlook.

Valuations remain relatively attractive on both an absolute basis and compared to alternative investments. Corporate earnings should remain robust and the potential for further merger and acquisition activity should help to underpin the market.

14 February 2007

By order of the Board
Aberdeen Asset Management PLC
Secretary

Summary of Investment Changes

For the six months ended 31 December 2006

	Valuation		Transactions	Appreciation/ (depreciation)	Valuation	
	30 June 2006				31 December 2006	
	£'000	%	£'000	£'000	£'000	%
United Kingdom						
Equities	473,774	98.4	(5,117)	45,585	514,242	98.5
Fixed interest	4,497	0.9	–	421	4,918	0.9
FTSE options	2,440	0.5	–	(2,155)	285	0.1
Total investments	480,711	99.8	(5,117)	43,851	519,445	99.5
Other net assets	1,003	0.2	1,635	–	2,638	0.5
Total assets	481,714	100.0	(3,482)	43,851	522,083	100.0

Summary of Net Assets

As at 31 December 2006

	Valuation	
	31 December 2006	
	£'000	%
Equities	514,242	103.4
Fixed interest	4,918	1.0
FTSE options	285	0.1
Other net assets	2,638	0.5
Borrowings	(25,000)	(5.0)
Equity Shareholders' interest	497,083	100.0

Share Capital

As at 31 December 2006

Ordinary shares of 25p each	65,202,958
Treasury shares of 25p each	1,213,500

Twenty Largest Investments

As at 31 December 2006

Investment	Sector	Valuation £'000	Total assets %
Royal Dutch Shell ('B' shares)	Oil & Gas Producers	27,101	5.2
BP	Oil & Gas Producers	26,814	5.1
HSBC	Banks	25,370	4.9
Barclays	Banks	22,922	4.4
Royal Bank of Scotland	Banks	22,003	4.2
British American Tobacco	Tobacco	16,373	3.1
GlaxoSmithKline	Pharmaceuticals & Biotechnology	16,285	3.1
Aviva	Life Insurance	15,988	3.1
BT	Fixed Line Telecommunications	15,219	2.9
Centrica	Gas, Water and Multi-utilities	14,942	2.9
Lloyds TSB	Banks	14,459	2.8
Slough Estates	Real Estate	13,118	2.5
Anglo American	Mining	13,054	2.5
Vodafone	Mobile Telecommunications	10,648	2.0
Friends Provident	Life Insurance	10,525	2.0
Land Securities	Real Estate	10,514	2.0
Rio Tinto	Mining	9,785	1.9
Unilever	Food Producers	9,513	1.8
Resolution	Life Insurance	8,981	1.7
National Grid	Gas, Water and Multi-utilities	8,866	1.7
Top twenty investments		312,480	59.8

Income Statement

		Six months ended 31 December 2006 (unaudited)		
	Notes	Revenue £'000	Capital £'000	Total £'000
Realised gains on investments		–	12,526	12,526
Unrealised gains on investments		–	31,325	31,325
Investment income	3	7,448	–	7,448
Interest receivable		43	–	43
Investment management fees		(741)	(741)	(1,482)
Administrative expenses		(400)	–	(400)
Net return before finance costs and taxation		6,350	43,110	49,460
Finance costs		(345)	(345)	(690)
Revenue on ordinary activities before and after taxation		6,005	42,765	48,770
Return per Ordinary share (pence)		9.2	65.6	74.8

The total column of this statement represents the profit and loss account of the Company.

The Company had no recognised gains or losses other than those recognised in the Income Statement.

All revenue and capital items in the above statement derive from continuing operations.

Ordinary dividends on equity shares	2	7,956	–	7,956
--------------------------------------------	---	-------	---	-------

The above dividend information does not form part of the Income Statement.

Six months ended 31 December 2005 (unaudited)			Year ended 30 June 2006 (audited)		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
–	14,882	14,882	–	34,502	34,502
–	30,643	30,643	–	29,141	29,141
6,662	–	6,662	17,140	–	17,140
54	–	54	97	–	97
(672)	(672)	(1,344)	(1,402)	(1,402)	(2,804)
(433)	–	(433)	(804)	–	(804)
5,611	44,853	50,464	15,031	62,241	77,272
(279)	(278)	(557)	(606)	(606)	(1,212)
5,332	44,575	49,907	14,425	61,635	76,060
8.0	67.1	75.1	21.8	93.1	114.9
6,797	–	6,797	13,028	–	13,028

Balance Sheet

Notes	As at 31 December 2006 (unaudited) £'000	As at 31 December 2005 (unaudited) £'000	As at 30 June 2006 (audited) £'000
Non-current assets			
Investments at fair value through profit or loss	519,445	462,453	480,711
Current assets			
Debtors	1,672	1,162	1,862
Cash and short-term deposits	1,299	3,639	100
	2,971	4,801	1,962
Creditors: amounts falling due within one year	(333)	(402)	(959)
Net current assets	2,638	4,399	1,003
Total assets less current liabilities	522,083	466,852	481,714
Creditors: amounts falling due after more than one year			
Bank loan	(25,000)	(23,000)	(25,000)
Net assets	497,083	443,852	456,714
Capital and reserves			
Called-up share capital	16,300	16,593	16,318
Share premium account	7,955	7,955	7,955
Capital redemption reserve	5,301	5,008	5,283
Capital reserve – realised	295,025	272,528	284,030
Capital reserve – unrealised	153,187	123,364	121,862
Revenue reserve	19,315	18,404	21,266
Equity Shareholders' funds	497,083	443,852	456,714
Net asset value per Ordinary share (pence) 5	762.4	668.7	699.7

Reconciliation of Movements in Shareholders' Funds

Six months ended 31 December 2006 (unaudited)

	Share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital reserve -realised £'000	Capital reserve -unrealised £'000	Revenue reserve £'000	Total £'000
Balance at 30 June 2006	16,318	7,955	5,283	284,030	121,862	21,266	456,714
Repurchase of own shares	(18)	-	18	(445)	-	-	(445)
Return on ordinary activities after taxation	-	-	-	11,440	31,325	6,005	48,770
Dividends paid	-	-	-	-	-	(7,956)	(7,956)
Balance at 31 December 2006	16,300	7,955	5,301	295,025	153,187	19,315	497,083

Six months ended 31 December 2005 (unaudited)

	Share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital reserve -realised £'000	Capital reserve -unrealised £'000	Revenue reserve £'000	Total £'000
Balance at 30 June 2005	16,765	7,955	4,836	262,455	92,721	19,869	404,601
Repurchase of own shares	(172)	-	172	(3,859)	-	-	(3,859)
Return on ordinary activities after taxation	-	-	-	13,932	30,643	5,332	49,907
Dividends paid	-	-	-	-	-	(6,797)	(6,797)
Balance at 31 December 2005	16,593	7,955	5,008	272,528	123,364	18,404	443,852

Year ended 30 June 2006 (audited)

	Share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital reserve -realised £'000	Capital reserve -unrealised £'000	Revenue reserve £'000	Total £'000
Balance at 30 June 2005	16,765	7,955	4,836	262,455	92,721	19,869	404,601
Repurchase of own shares	(447)	-	447	(10,919)	-	-	(10,919)
Return on ordinary activities after taxation	-	-	-	32,494	29,141	14,425	76,060
Dividends paid	-	-	-	-	-	(13,028)	(13,028)
Balance at 30 June 2006	16,318	7,955	5,283	284,030	121,862	21,266	456,714

Cash Flow Statement

	Six months ended 31 December 2006 (unaudited) £'000	Six months ended 31 December 2005 (unaudited) £'000	Year ended 30 June 2006 (audited) £'000
Net return before finance costs and taxation	49,460	50,464	77,272
<i>Adjustments for:</i>			
Realised gains on investments	(12,526)	(14,882)	(34,502)
Unrealised gains on investments	(31,325)	(30,643)	(29,141)
Decrease/(increase) in accrued income	225	308	(405)
Increase in prepayments	(35)	(14)	(2)
(Decrease)/increase in accruals	(297)	48	278
Net cash inflow from operating activities	5,502	5,281	13,500
Servicing of finance			
Interest paid	(678)	(552)	(1,218)
Net cash outflow from servicing of finance	(678)	(552)	(1,218)
Financial investment			
Purchases of investments	(37,797)	(54,024)	(95,275)
Sales of investments	42,573	54,293	95,744
Net cash inflow from financial investment	4,776	269	469
Equity dividends paid	(7,956)	(6,797)	(13,028)
Management of liquid resources			
Cash drawn on short-term deposit	–	–	310
Net cash inflow/(outflow) before financing	1,644	(1,799)	33
Financing			
Drawdown of loans	–	7,000	9,000
Repurchase of own shares	(445)	(4,262)	(11,323)
Net cash (outflow)/inflow from financing	(445)	2,738	(2,323)
Net increase/(decrease) in cash	1,199	939	(2,290)

Notes to the Financial Statements

1. Accounting policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified to include the revaluation of investments and in accordance with applicable UK Accounting Standards and consistent with the Statement of Recommended Practice for 'Financial Statements of Investment Trust Companies' (December 2005). They have also been prepared on the assumption that approval as an investment trust will continue to be granted.

The financial statements and the net asset value per share figures have been prepared in accordance with UK Generally Accepted Accounting Practice (UK GAAP).

The interim accounts have been prepared using the same accounting policies as the preceding annual accounts.

(b) Dividends payable

Dividends are recognised in the period in which they are paid.

2. Ordinary dividends

Ordinary dividends paid on equity shares deducted from reserves:

	Six months ended 31 December 2006 (unaudited) £'000	Six months ended 31 December 2005 (unaudited) £'000	Year ended 30 June 2006 (audited) £'000
2005 third interim dividend – 4.50p	–	3,038	3,038
2005 final dividend – 5.65p	–	3,759	3,759
2006 first interim dividend – 4.70p	–	–	3,121
2006 second interim dividend – 4.70p	–	–	3,110
2006 third interim dividend – 4.70p	3,066	–	–
2006 final dividend – 7.50p	4,890	–	–
	7,956	6,797	13,028

	Six months ended 31 December 2006 (unaudited) £'000	Six months ended 31 December 2005 (unaudited) £'000	Year ended 30 June 2006 (audited) £'000
3. Investment income			
UK dividend income	7,295	6,662	16,995
Bond interest	153	–	145
	7,448	6,662	17,140

Notes to the Financial Statements – continued

	Six months ended 31 December 2006 (unaudited)	Six months ended 31 December 2005 (unaudited)	Year ended 30 June 2006 (audited)
4. Return per share	p	p	p
Revenue return	9.2	8.0	21.8
Capital return	65.6	67.1	93.1
Total return	74.8	75.1	114.9

The figures are based on the following attributable assets:

	Six months ended 31 December 2006 (unaudited) £'000	Six months ended 31 December 2005 (unaudited) £'000	Year ended 30 June 2006 (audited) £'000
Revenue return	6,005	5,332	14,425
Capital return	42,765	44,575	61,635
Total return	48,770	49,907	76,060

Weighted average number of Ordinary shares in issue

65,205,621	66,468,871	66,222,372
------------	------------	------------

	As at 31 December 2006 (unaudited)	As at 31 December 2005 (unaudited)	As at 30 June 2006 (audited)
5. Net asset value per share			
Attributable net assets (£'000)	497,083	443,852	456,714
Number of Ordinary shares in issue	65,202,958	66,371,458	65,272,958
NAV per Ordinary share (p)	762.4	668.7	699.7

6. Transaction costs

During the period, expenses were incurred in acquiring or disposing of investments classified as fair value through profit or loss. These have been expensed through capital and are included within gains on investment in the Income Statement. The total costs were as follows:

	Six months ended 31 December 2006 £'000	Six months ended 31 December 2005 £'000	Year ended 30 June 2006 £'000
Purchases	222	346	561
Sales	57	96	138
	279	442	699

7. The financial information in this report comprises non-statutory accounts within the meaning of Section 240 of the Companies Act 1985. The financial information for the year ended 30 June 2006 has been extracted from published accounts that have been delivered to the Registrar of Companies and on which the report of the auditors was unqualified under Section 235 of the Companies Act 1985.

Information for Investors

Aberdeen Investment Trust Share Plan

Aberdeen Asset Managers Limited ("AAM") runs a Share Plan ("the Plan") which covers a number of investment companies under its management including Murray Income Trust PLC. All investments are free of dealing charges on the initial purchase of shares, although investors will suffer the bid-offer spread, which can, on some occasions, be a significant amount. Lump sum investments start at £250 per trust, while regular savers may invest from just £100 per month. Investors simply pay Government Stamp Duty (currently 0.5%) on entry. Selling costs are £10 + VAT. There is no restriction on how long an investor need invest in a Plan, and regular savers can stop or suspend participation by instructing AAM in writing at any time. In common with other schemes of this type, all investments are held in nominee accounts. Investors have full voting and other rights of share ownership.

Aberdeen Investment Trust Individual Savings Account

The Aberdeen Investment Trust ISA (the "ISA") has been available from 6 April 1999. Investors can hold two components within an ISA: stocks and shares (including Investment Trusts) and cash. AAM offers both a Mini and Maxi stocks and shares ISA, but does not offer the cash component.

Maxi ISA

An investment of up to £7,000 can be made in a Maxi ISA in the tax year 2006/2007.

Mini ISA

An investment of up to £4,000 can be made in a stocks and shares Mini ISA in the tax year 2006/2007.

There are no brokerage or initial charges for the Aberdeen Investment Trust ISA, although investors will suffer the bid-offer spread, which can be a significant amount. Investors only pay Government Stamp Duty (currently 0.5%) on purchases. Selling costs are £15 + VAT. The annual ISA management charge is £24 + VAT, calculated monthly and deducted from income half yearly. Under current legislation, trusts can grow free of income or capital gains tax. In the case of dividends from equity assets held within an ISA or a PEP, a 10% tax credit was reclaimed until 5 April 2004, when the tax credit was abolished.

Trust Information

Details of all of our trusts and the ISA and Share Plan are available on our investment trust website: www.inltrusts.co.uk.

You can also request trust and plan information from our Brochure Line on 0500 00 40 00 or by email to inv.trusts@aberdeen-asset.com

The information above is issued and has been approved for the purposes of the Financial Services and Markets Act 2000 by Aberdeen Asset Managers Limited, 10 Queens Terrace, Aberdeen AB10 1YG, which is authorised and regulated by the Financial Services Authority.

Corporate Information

Directors

P A F Gifford (Chairman)

A J M Coats

M Glen

N A Honebon

H van der Klugt

Secretary and Registered Office

Aberdeen Asset Management PLC

123 St Vincent Street

Glasgow G2 5EA

Registered in Scotland as an Investment
Company Number 12725

Website: www.murray-income.co.uk

Points of Contact

The Chairman and Company Secretary

Donaldson House

97 Haymarket Terrace

Edinburgh EH12 5HD

Manager

Aberdeen Asset Managers Limited

Customer Services Department

0500 00 00 40

Registrar

Capita Registrars

The Registry

34 Beckenham Road

Beckenham

Kent BR3 4TU

Tel. 0870 162 3100

Custodian Bankers

J P Morgan Chase Bank

Auditors

Ernst & Young LLP

Solicitors

Dickson Minto W.S.

Stockbrokers

Dresdner Kleinwort Wasserstein

Arbuthnot Securities Limited

