

CONVERSION OF C SHARES

20JUNE 2006

The Board of The Cayenne Trust plc announces that:

* The NAVs per share (calculated in accordance with Part 6 of the prospectus dated 28 March 2006) as at close of business on the Calculation Date, being the close of business on 14 June 2006, are as follows:

Ordinary Shares 106.6465p

C Shares 90.5583p

* the C Share Conversion Factor, calculated as at the Calculation Date, is approximately 0.8491. This factor will be applied to holdings of C Shares as at a record date, being the close of business on 19 June 2006, to determine the number of New Ordinary Shares to be issued to C Shareholders;

* the aggregate number of New Ordinary Shares to be issued to C Shareholders on the Conversion Date is 29,720,061. The Company has applied for such New Ordinary Shares to be admitted to the Official List and to trading on the London Stock Exchange's Main Market at 8.00 a.m. on 23 June 2006;

* the New Ordinary Shares will rank pari passu with the existing Ordinary Shares. Following the C Share Conversion and including the New Ordinary Shares, there will be 42,475,143 Ordinary Shares in issue;

* CULS Holders will be notified of the adjustment of the Conversion Rate of the CULS with effect from the Conversion Date. Upon the C Share Conversion the Conversion Rate of the CULS will be 70.77 New Ordinary Share for every £100 nominal of CULS.

Enquiries

Len Gayler/James Hart

Cayenne Asset Management Limited

Tel: 020 7233 8899

David Benda/Nathan Brown

Winterflood Investment Trusts

Tel: 020 7621 5562/5572

Notes

Terms used in this announcement shall, unless the context otherwise requires, bear the meanings given to them in the prospectus issued by the Company dated 28 March 2006.

Individual shareholders' entitlements on conversion will be rounded down to the nearest whole number of New Ordinary Shares. Fractions of New Ordinary Shares will be aggregated and sold in the market for the benefit of the Company.

In order to ensure that the C Share Conversion does not give rise to an unlawful reduction of capital, 110,279,945 Deferred Shares will also be issued by the Company on the Conversion Date. The Deferred Shares, which have no material economic value to Shareholders, will be redeemed by the Company immediately upon the C Share Conversion in accordance with the Company's articles of association.

20th June 2006