

SVM Global Opportunities Fund

Short Report



Year to 31 December 2007

Investment Objective

The objective of this Fund is to achieve above average capital growth over the medium to long term (although short-term investment opportunities will also be considered) and it aims to outperform the FTSE World Index.

Risk Profile

The Fund is exposed to currency and market risks as it invests in global funds. The Fund is exposed to Sterling and a variety of global currencies as well as stockmarket fluctuations. The Fund does not actively hedge the currency risk of the portfolio.

Distribution

XD date: 31 December

Payment date: 30 April (Accumulation shares)

The following distribution was accumulated over the last accounting period.

Income		
	31/12/07 pence per share	31/12/06 pence per share
Global Opps A class	Nil	Nil
Global Opps B class	Nil	Nil

Total Expense Ratio (TER)

The TER shows the annualised operating expenses of the Fund. It includes the manager's performance fee, which was 1.10% p.a for A Shares and 1.06% p.a for B Shares during the period, but it does not include transaction expenses.

Fund Total Expense Ratio (p.a.)

Class A Shares

Class B Shares

Global Opportunities Fund

2.01%

1.07%

Total Expense Ratio = Total Annualised Expenses / Average Net Asset Value over 12 months X 100

The above figures were calculated by SVM Asset Management using data sourced from the 31 December 2007 Report and Accounts. The figures are intended to provide an indication of the Total Expenses Ratio and will vary from year to year.

Fund Performance

Percentage growth for each year to last quarter end	15/05/06 (launch) 31/12/06	31/12/06 31/12/07
Global Opportunities	+12.7	+8.2

Source: Lipper Hindsight, mid to mid, UK net. Past performance should not be seen as an indication of future performance. All performance data refers to the A (retail) share class.

Comparative Tables

Net Asset Values

	Net asset value of shares £ 000	Net asset value in pence per share	Shares in issue
As at 31/12/07			
Global Opportunities A class	40,890	119.91	34,100,092
Global Opportunities B class	15,109	121.13	12,472,025
As at 31/12/06			
Global Opportunities A class	9,554	111.1	8,603,123
Global Opportunities B class	6,685	111.4	5,999,568

Share Price Performance

	Highest share price in pence	Lowest share price in pence	Price as at period end
During period to 31/12/07			
Global Opportunities A class	125.5	112.9	121.9
Global Opportunities B class	126.5	113.3	123.0
During period to 31/12/06			
Global Opportunities A class	112.7	99.54	112.7
Global Opportunities B class	113.1	99.62	113.1








Top 10 Holdings: 30/06/07 %

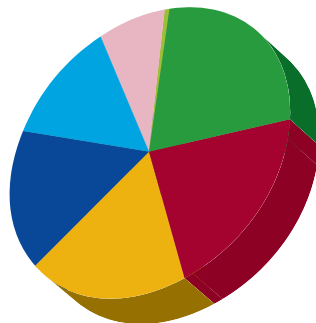
Vostok Nafta Investment SDR	3.3%
Ecofin Water & Power Opportunities	2.6%
Saltus European Debt Strategy	2.4%
China Real Estate Opportunities	2.3%
Jupiter Green IT	2.2%
Quorum Oil & Gas Technology	2.3%
Oryx International Growth Fund	2.2%
Equest Balkan Properties	2.1%
Prosperity Voskhod Fund	2.1%
KGR ABS Return Asia Dynamics	2.1%

Top 10 Holdings: 31/12/06 %

Templeton Emerging Markets Investment Trust	2.9%
JPMF Japanese	2.7%
Jupiter Second Enhanced Geared Income	2.6%
Jupiter European Opportunities	2.6%
Oryx International Growth Fund	2.5%
O Twelve Estates	2.4%
Platinum Investment Trust	2.3%
Real Estate Opportunity 7.5% 31/05/11	2.3%
Melchior Japan Investment Trust	2.3%
Leo Capital	2.2%

Portfolio Analysis

	31/12/07	31/12/06
 Hedge	23.7%	5.4%
 Specialist Funds	20.1%	31.0%
 Resources	19.2%	15.0%
 Property	16.7%	16.3%
 Private Equity	12.5%	6.9%
 Others	7.4%	20.0%
 Cash	0.4%	5.5%



Fund Managers



Donald Robertson



Colin McLean

2007 was a positive year for global stockmarkets but, looking back, it proved to be a rougher ride than many expected. In the first half, investors, buoyed by ever rising markets, chased prices up to levels not seen for years. The average investment trust discount narrowed to under 6%, as tight as we have seen. We became increasingly uncomfortable and could not justify buying at those levels.

Although there was broad, solid underlying stockmarket returns, emerging markets continued to outperform their mature counterparts, drawn by favourable economics. In addition mature market returns were undermined by currency weakness.

Then, in the late summer, everything changed although advance warnings were there in the February and May market setbacks. Broadly, the withdrawal of cheap or indeed any finance ('credit crunch') introduced volatility and a much more discerning market. Although deeply unpleasant at the time, this return to common sense is required and will ultimately result in a stronger, more resilient market.

The Fund remains heavily skewed away from mature markets (principally US, Japan and to a lesser extent Western Europe). Overweight positions are retained in the UK and emerging markets. In addition, for much of 2007, the Managers introduced a greater exposure to funds that do not require positive stockmarkets to generate their returns. These 'absolute performance' funds provided a cushion when markets were adverse.

Looking forward, all is not gloom and doom. Central banks appear to be willing to free up liquidity for markets, companies and funds are being allowed to fail and the massive Sovereign Wealth Funds are in the wings.

2008 appears to be shaping up to being a mirror image of 2007 and we expect markets to regain their poise in the second half.

Further Information

Further information about the share price and activities of the Fund together with related product literature and further information on the Manager can be found on our website at www.svmonline.co.uk

Report and Accounts

This document is a short report for a sub-fund of the SVM Funds ICVC taken from the Report and Accounts for the period ending 31 December 2007. The Long Form version of the Report and Accounts is available on written request to the Marketing Department, SVM Asset Management Limited, 7 Castle Street, Edinburgh EH2 3AH or by e-mail to info@svmonline.co.uk

Investment Warning

Past performance should not be seen as an indication of future performance. The value of an investment may fall as well as rise and investors may not get back the amount originally invested. Currency movement may cause the value of your investment to fall as well as rise.

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