

Baillie Gifford Global Discovery Fund

a sub-fund of Baillie Gifford Overseas Growth Funds ICVC



Authorised Corporate Director's Annual Short Report for the year ended 30th April 2013

Investment Objective

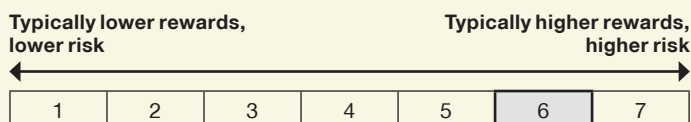
The Fund aims to achieve above average total returns, mainly through capital growth, over the long term.

Investment Policy

To invest mainly in shares of companies worldwide which we consider offer excellent future growth prospects. Investment may also be in other transferable securities (for example bonds, debentures, loan stock), money market instruments, cash and near cash.

Risk and Reward Profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.



Please note that even the lowest risk class can lose you money and that extreme adverse market circumstances can mean you suffer severe losses in all cases. The Fund is classified in the category above because it invests in company shares which generally provide higher rewards and higher risks than other investments such as bonds or cash. As the Fund changed its objective and policy on 1st May 2011, the returns of the Fund's sector are used in its place prior to this date to calculate the Risk and Reward Indicator. The indicator does not take into account the following material risks of investing in this Fund: Investment markets can go down as well as up and market conditions can change rapidly. The value of an investment in the Fund, and any income

from it, can fall as well as rise and you may not get back the amount invested. Custody of assets may, particularly in emerging markets, involve a risk of loss if the custodian becomes insolvent or breaches duties of care. The Fund invests in emerging markets where difficulties in trading could arise, resulting in a negative impact on the value of your investment. Where possible, all charges are taken from the Fund's revenue. Where there is insufficient revenue, the remainder will be taken from capital. This will reduce the capital value of the Fund.¹

Investment Report

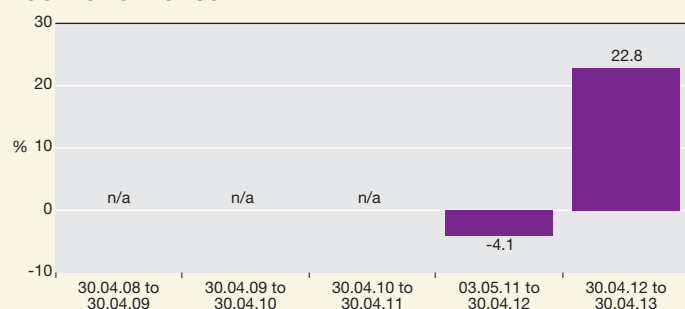
For the year to 30th April 2013 the return on A Net Accumulation Shares was 24.6%² compared to the return on the S&P Global Small Cap Index of 22.1%³, in sterling terms. The strong returns of both the Fund and the index primarily occurred in the latter half of the period under discussion. We believe that shorter-term performance measurements are of limited relevance in assessing investment ability and would suggest that five years is a more sensible time frame over which to judge performance.

The aftermath of the Credit Crunch left many longstanding worries for investors. Funding worries impacting on the viability of both corporates and countries, fears of contagion, austerity and a largely dysfunctional banking sector all combined to severely lower confidence and growth. Five years on, whilst not fully solved, the combination of time, deleveraging and Central Bank stimulus is beginning to put the macro picture on a more firm footing. The ongoing improvements in US Gross Domestic Product, the increased optimism now being seen in most developed housing markets and the rolling over of the commodity cycle all hint that the corporate profit outlook is set to improve from here.

We have long observed that the success (or failure) of smaller companies is more often determined by the individual company's actions rather than what is happening with the economy at large. Moreover, with the impact of technology and innovation arguably accelerating, the opportunities for long-term growth investors remains very strong. We continue to believe that the portfolio of stocks in the Fund can continue to deliver superior investment returns over time.

Douglas Brodie, 17th May 2013

Past Performance⁴



The performance figures shown in this graph are for Class A Net Accumulation Shares. Performance figures reflect the ACD's annual fee of 1.5%, but exclude any initial charge paid. Please note these returns differ from the return quoted in the Investment Report, which is based on the closing net asset value at the year end. There are not five full years of performance shown as the Fund changed its investment objective and policy on 1st May 2011. Performance figures for the other share classes in issue can be obtained by calling Client Relations. Your call may be recorded for training or monitoring purposes. You should be aware that past performance is not a guide to future performance.

Net Asset Values (as at the Year End)

Share Class	Net Asset Value per Share 30.04.13	Net Asset Value per Share 30.04.12
A Net Accumulation	503.7p	404.1p
B Net Income	473.3p	376.5p
B Net Accumulation	548.5p	436.3p
C Net Income	476.0p	378.3p
C Net Accumulation	596.8p	471.7p

Distributions (for the Calendar Year)

Share Class	Net Income per Share Period to 30.04.13	Net Income per Share Year to 31.12.12
A Net Accumulation	0.00p	0.00p
B Net Income	0.04p	2.77p
B Net Accumulation	0.09p	3.14p
C Net Income	2.56p	5.13p
C Net Accumulation	3.20p	6.05p

Ongoing Charges Figures (for the Financial Year)⁵

Share Class	Ongoing Charges Figure 30.04.13	Ongoing Charges Figure 30.04.12
A Net Accumulation	1.60%	1.69%
B Net Income	0.77%	0.84%
B Net Accumulation	0.76%	0.80%
C Net Income	0.14%	0.17%
C Net Accumulation	0.13%	0.16%

Highest and Lowest Prices (for the Calendar Year)

Share Class	Highest Price per Share 2013	Lowest Price per Share 2013	Highest Price per Share 2012	Lowest Price per Share 2012
A Net Accumulation	508.6p	421.0p	416.9p	349.6p
B Net Income	477.3p	394.6p	390.7p	326.7p
B Net Accumulation	553.1p	457.2p	452.7p	375.8p
C Net Income	482.2p	398.1p	394.1p	329.3p
C Net Accumulation	601.2p	496.4p	491.4p	405.3p

¹Further details of the risks associated with investing in the Fund can be found in the Prospectus which is available by calling Client Relations on 0800 917 2113.

²Source: Baillie Gifford & Co Ltd, closing net asset value, net income accumulated. ³Source: Datastream, net income. ⁴Source: Baillie Gifford & Co Ltd, 10am dealing prices, net income accumulated. ⁵The ongoing charges figure is based on the expenses for the financial year and may vary from year to year. It excludes the cost of buying and selling assets for the Fund. You should be aware that past performance is not a guide to future performance.

Major Holdings

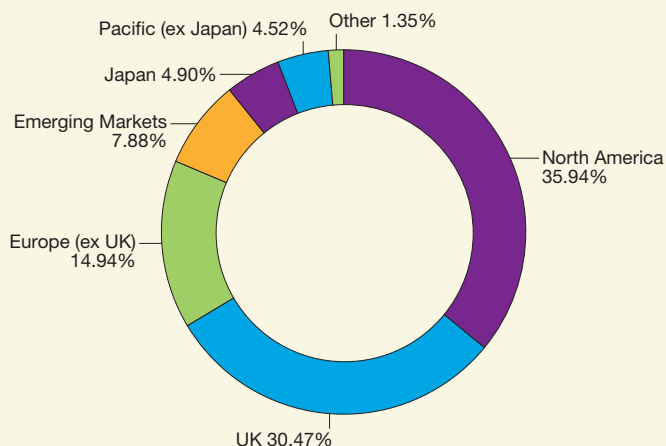
The Fund's 10 largest holdings at the end of this year and the previous year end are shown below.

Holdings	% of Fund Value as at 30.04.13
1 Stratasys	4.67
2 Angie's List	4.59
3 IP Group Plc	4.49
4 ASOS	2.60
5 Tesla Motors	2.35
6 Opentable	2.22
7 Xaar	2.01
8 Seek	2.00
9 Alnylam Pharmaceuticals	1.95
10 TripAdvisor	1.91

Holdings	% of Fund Value as at 30.04.12
1 IP Group Plc	5.52
2 Stratasys	3.80
3 Imagination Technologies	2.76
4 Rightmove	2.52
5 So-Net Entertainment Corp	2.47
6 SDL Plc	2.39
7 XING	2.36
8 YOOX	2.21
9 Genus	2.15
10 ASOS	2.01

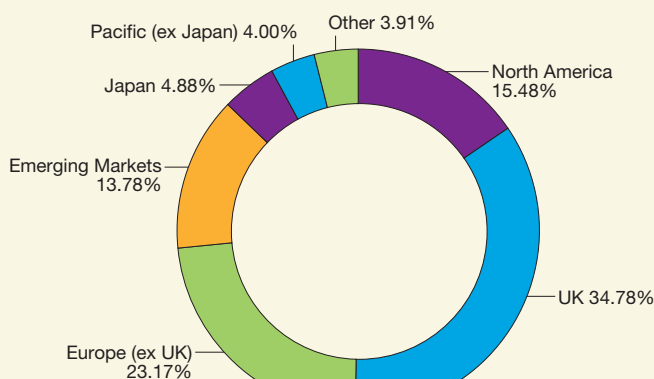
Classification of Investments

30th April 2013



Net assets: £29,499,000

30th April 2012



Net assets: £20,565,000

Report and Accounts

Copies of the annual and interim Long Report and Financial Statements of the Fund are available free of charge on request by calling Client Relations.

Other Information

The Fund is a UCITS retail scheme under the Financial Conduct Authority's Collective Investment Schemes Sourcebook ('COLL'). Shareholders are not liable for the debts of the ICVC beyond the amount subscribed. The information in this report is designed to enable shareholders to make an informed judgement on the activities of the Fund during the year it covers and the result of those activities at the end of the year. For more information about the activities and performance of the Fund during this and previous years, please call Client Relations: 0800 917 2113 (fax 0131 275 3955) or visit our website at www.baillieghifford.com or email us at trustenquiries@baillieghifford.com. Any comments expressed in this report should not be taken as a recommendation or advice.

Amendment to the ACD's Annual Fee

With effect from 1st August 2013, the annual fee rate for Class B Shares will be increased from 0.65% per annum to 0.75% per annum.

Fund Charges and Costs

A further explanation of charges and costs relating to the Fund can be found in the Enhanced Disclosure of Fund Charges and Costs document on our website.

Fund Facts

XD Date: 30th April.

Distribution Payment Date: 30th June.

Minimum Investment Levels

The minimum initial investment is £1,000 for Class A Shares (£50 per month for the Monthly Savings Plan) and £10,000 for Class B Shares (£500 per month for the Monthly Savings Plan). Class C Shares are only available to persons to whom an associate of the ACD provides services under an investment management agreement. Details of the minimum holding and redemption levels can be found in the Supplementary Information Document and Prospectus.

Authorised Corporate Director

Baillie Gifford & Co Limited
(Authorised and regulated by the Financial Conduct Authority, Financial Services Register No. 119179)
Calton Square,
1 Greenside Row,
Edinburgh EH1 3AN

Depository

National Westminster Bank Plc
(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority, Financial Services Register No. 121878)
Trustee & Depository Services,
The Younger Building,
3 Redheughs Avenue,
Edinburgh EH12 9RH

Investment Manager

Baillie Gifford & Co
(Authorised and regulated by the Financial Conduct Authority, Financial Services Register No. 142597)
Calton Square,
1 Greenside Row,
Edinburgh EH1 3AN

Auditor

KPMG Audit Plc
Saltire Court,
20 Castle Terrace,
Edinburgh EH1 2EG

Registrar

Baillie Gifford Savings Management Limited
(Authorised and regulated by the Financial Conduct Authority, Financial Services Register No. 150233)
Calton Square,
1 Greenside Row,
Edinburgh EH1 3AN