

SVM Funds ICVC  
Interim Report  
30 June 2022  
(Unaudited)

# Contents

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## Page

- 2 Authorised Corporate Director's Report\*
- 4 Statement of the Authorised Corporate Director's Responsibilities
- 4 Report of the Authorised Corporate Director\*
- 5 Accounting Policies

## **Authorised Fund Manager's Report\* and Financial Statements for:**

- 6 All Europe SRI Fund
- 13 Continental Europe Fund
- 21 UK Growth Fund
- 30 UK Opportunities Fund
- 38 World Equity Fund
- 46 General Information

\*Collectively, these comprise the Authorised Corporate Director's Report.

# SVM Funds ICVC

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## **The Company**

SVM Funds ICVC

*Head Office:*

7 Castle Street

Edinburgh

EH2 3AH

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Association.

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## **Authorised Corporate Director (ACD) and Investment Manager**

SVM Asset Management Limited

*Head Office:*

7 Castle Street

Edinburgh

EH2 3AH

Incorporated in the United Kingdom under registered number SC125817.

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Association.

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## **Custodian**

State Street Bank and Trust Company

*Registered Office:*

20 Churchill Place

Canary Wharf

London

E14 5HJ

*Correspondence Address:*

Quartermile 3, 10 Nightingale Way

Edinburgh

EH3 9EG

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Association.

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## **Depository**

State Street Trustees Limited

*Registered Office:*

20 Churchill Place

Canary Wharf

London

*Correspondence Address:*

Quartermile 3, 10 Nightingale Way

Edinburgh

EH3 9EG

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Association.

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## **Registrar**

SS&C Financial Services International Limited

*Registered Office:*

SS&C House

St. Nicholas Lane

Basildon, SS15 5FS

United Kingdom

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Association.

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## **Independent Auditor**

Azets Audit Services

Exchange Place 3

Semple Street

Edinburgh

EH3 8BL

## Authorised Corporate Director's Report

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We present our Interim Report for the SVM Funds ICVC ('the ICVC' or the 'Funds') for the six months ended 30 June 2022.

The first half of 2022 was a challenging period for global stockmarkets. Economies grew as pandemic restrictions eased, but the war in Ukraine and supply shortages added to inflation, particularly in commodities and energy. Overall the stockmarket pattern favoured businesses more exposed to recovery, inflation and higher interest rates. Growth businesses underperformed. Central bank policy in the US, Europe and the UK is now focused on bringing inflation under control.

Percentage growth for 12 months to	30/06/18 %	30/06/19 %	30/06/20 %	30/06/21 %	30/06/22 %
All Europe SRI Fund	6.6	(3.7)	(6.9)	40.0	(15.8)
Continental Europe Fund	3.2	1.7	2.6	47.6	(4.0)
UK Growth Fund	15.4	(6.7)	(5.1)	32.0	(32.6)
UK Opportunities Fund	13.8	(8.9)	(11.8)	45.0	(14.1)
World Equity Fund	7.3	2.3	4.1	40.8	(14.1)

Source: FE fundinfo, mid to mid, UK net, to 30 June 2022. Figures are for the A share class.

Information on share prices and monthly factsheets for each of the sub-funds giving stock, performance and market information can be found at [www.svmonline.co.uk](http://www.svmonline.co.uk)

### Authorised Status

The ICVC is an investment company with variable capital incorporated in United Kingdom and registered under the OEIC Regulations with the Financial Conduct Authority ("FCA") and has its head office at 7 Castle Street, Edinburgh EH2 3AH. It has an umbrella structure and each sub-fund is invested as a Securities Scheme which complies with the FCA's Collective Investment Schemes Sourcebook ("the COLL") Rules.

The Instrument of Incorporation of the ICVC permits the scheme to operate as a UCITS scheme which complies with the COLL. The Prospectus is dated 30 July 2021.

Shareholders are not liable for the debts of the ICVC.

This report covers the period ending 30 June 2022 including the financial statements which show the financial position of each of the sub-funds.

### About the ICVC

The ICVC is valued on a daily basis and currently has five active Funds, all of which have two share classes. The share classes are subject to different charging structures and subscription limits. All shares are single priced. Details of the Funds and the share classes are contained in the Prospectus. Copies of the Prospectus, Supplementary Information Document, Key Investor Information Document and Instrument of Incorporation can be obtained from the Authorised Corporate Director (ACD).

**Remuneration**

SVM Asset Management ('the Manager') is the Investment Manager and the Authorised Corporate Director of the Company. Staff providing services to the Manager are subject to the SVM Remuneration Policy which reflects the remuneration requirements of the UCITS V Directive. It is available through the website [www.svmonline.co.uk](http://www.svmonline.co.uk) and is updated periodically to reflect changes to the policy.

**Share Class Information and Expenses Cap**

Each fund has Class A Shares (retail) and Class B Shares (institutional) available for subscription. The annual management fees of the ACD borne by, and the level at which the ACD has agreed to cap the expenses for the period/year ended 31 December 2021 of, the share classes are given in the following table:

Percentage charge per share class	Annual Fee		Expense Cap	
	A	B	A	B
All Europe SRI Fund	1.50	0.75	1.98	1.23
Continental Europe Fund	1.50	0.75	1.98	1.23
UK Growth Fund	1.50	0.75	1.98	1.23
UK Opportunities Fund	1.50	0.75	1.98	1.23
World Equity Fund	1.50	0.75	1.98	1.23

**Rights on Winding Up**

All classes of shares have the same rights on winding up.

**Prospectus Changes**

A copy of the Prospectus is available on request from the ACD.

**Risks**

If you invest in the ICVC you should be aware that there are certain risks involved:

- Your investment can be affected by changing conditions on the stockmarkets in which the ICVC invests. Both the value of your investment and any revenue the ICVC may pay, may go down as well as up.
- You are not certain to make a profit and you may make a loss.
- Past performance should not be seen as an indication of future performance.
- If the ICVC invests in overseas securities it may be affected by currency fluctuations. These can have a negative or positive impact on the value of your investment.
- The effect of the initial charge means that, even in the absence of a fall in the share price, if you sell your shares after a short period you may not get back the amount originally invested. You should therefore regard your investment as medium to long term.
- Tax rates, as well as the tax treatment of the ICVC, could change at any time in the future.

Further information on the risks associated with investing in the ICVC can be found in the Prospectus.

The ACD has expressed its own views and opinions in this Report and these may change. None of the views expressed in this Report should be construed as advice to buy or sell a particular investment.

## Statement of the Authorised Corporate Director's Responsibilities

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The FCA Collective Investment Schemes rules (COLL) require the ACD to prepare Financial Statements for each annual and interim accounting period, which give a true and fair view of the financial position of the ICVC and of its net revenue/expense and the net capital gains/losses for the period/year.

In preparing the Financial Statements the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with the disclosure requirements of the Statement of Recommended Practice relating to the Financial Statements of Authorised Funds;
- keep proper accounting records which enable it to demonstrate that the financial statements comply with the above requirements;
- take reasonable steps for the prevention and detection of fraud and irregularities; and
- prepare the financial statements on the ongoing concern basis unless it is inappropriate to presume that the company will continue in operation.

The ACD is responsible for the management of the ICVC in accordance with the Instrument of Incorporation, the Prospectus and the COLL.

## Report of the Authorised Corporate Director

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The Annual Report and Financial Statements have been approved and signed on behalf of the ACD by :

**Colin W McLean**  
Director

**Margaret Lawson**  
Director

**SVM Asset Management Limited**  
Authorised Corporate Director  
23 August 2022

## Accounting Policies

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for the period 1 January 2022 to 30 June 2022 (unaudited)

### **Basis of accounting**

The interim financial statements for each of the sub-funds have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice (SORP) for Financial Statements of Authorised Funds issued by the Investment Association in May 2014 (SORP 2014), in compliance with FRS 102 and United Kingdom Generally Accepted Accounting Practice.

### **Accounting policies**

There have been no changes to the accounting policies as detailed in the audited financial statements for the year ended 31 December 2021.

## Authorised Fund Manager's Report

for the period ended 30 June 2022 (unaudited)

### Investment Objective and Policy

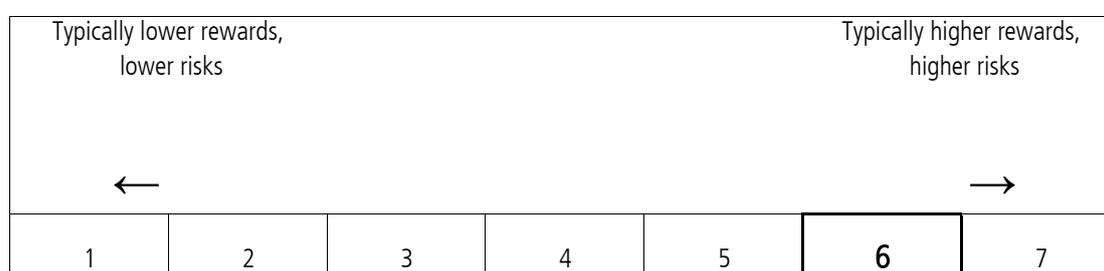
The objective of this Fund is to achieve capital growth over the long term (5 years or more) and it aims to outperform the MSCI Europe Index.

Whilst focused on profitability and investor returns, the ACD is also aware of the environmental, social and corporate governance aspects of its investments and the fund will invest in companies that meet SVM's socially responsible criteria. Although the Fund may negatively screen out some companies the approach is one of positive screening and active engagement with the management of investee companies. Information on this strategy is available from the ACD on request and is also available in the Responsible Investing area on the ACD's website at <https://www.svmonline.co.uk/InvestmentProfessional/About-SVM/Responsible-Investing>.

The Fund will invest at least 80% of its assets in equities and equities related instruments which are dealt in or traded on all European Eligible Securities Markets. From time to time, when particular opportunities are identified, or the ACD considers it appropriate, the Fund may invest in transferable securities which are dealt in or traded on other Eligible Securities Markets or which are otherwise permitted for the Fund.

The MSCI Europe Index has been selected as the target benchmark for the Fund; its constituents make it an appropriate benchmark given the investment policy for the Fund.

### Synthetic Risk and Reward Indicator



- This Fund has been classed as 6 because it has experienced high volatility historically.
- The SRRI category shown is not guaranteed and may change over time.
- The lowest category (1) does not mean risk free and extreme adverse market circumstances can mean you suffer losses in all cases.

### The following risks are relevant for this Fund:

- The Fund should generally be regarded as a long term investment. The price of shares in the Fund can go down as well as up and is not guaranteed.
- The effect of currency movements can be significant where investments are denominated in currencies other than Sterling and may adversely affect the value of your investment.
- Stock market volatility may impact the Fund's ability to trade in, or obtain accurate valuations for, securities held in the Fund's portfolio.
- The Fund is exposed to credit and settlement risk through its dealings with Counter Parties. If a Counter Party business fails, the Fund may incur losses.

### Investment Review

Performance	30/06/17 to 30/06/18 %	30/06/18 to 30/06/19 %	30/06/19 to 30/06/20 %	30/06/20 to 30/06/21 %	30/06/21 to 30/06/22 %
All Europe SRI Fund	6.6	(3.7)	(6.9)	40.0	(15.8)

Source: FE fundinfo, mid to mid, UK net to 30 June 2022.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

**Market Review**

After a strong 2021, the European equity market struggled during the first half of 2022. The year started nervously as investors weighed up the prospect of tighter monetary policy, Covid lockdowns in China, and increased tension between Russia and the Ukraine. Inflation had risen steadily through the second half of 2022, but it was unclear how much was attributable to supply chain issues and Covid disruption versus excess demand. Russia's decision to invade Ukraine dramatically increased the risk premium. The significant sanctions imposed by Western governments on Russia in response exacerbated the cost pressures facing businesses and consumers, further complicating the outlook for monetary policy. Oil prices rose to over US\$120 a barrel and inflation reached high single-digits in many countries. Central bankers fear inflationary expectations are becoming unanchored and have responded by aggressively raising rates.

The speed of interest rate rises has been most aggressive in the US and, along with its 'safe haven' status, has propelled the US Dollar higher. The dollar's rise has further exacerbated inflationary pressures and put strain on emerging markets. Investors fear central banks are on autopilot and will only stop tightening when inflation has been wrung out of the system, even if this causes a deep recession. In the UK this has led to the significant outperformance of large-cap stocks, many of whom have substantial dollar earnings. Small and mid-cap stocks tend to be more heavily exposed to the domestic economy and therefore vulnerable to an economic slowdown. In Europe there has been less divergence between large-cap stocks and smaller ones. Over the six months the fund returned -19.8% versus the MSCI Europe Index -11.2% and the average fund -14.2%. Over three, five, and ten years the fund has returned 9.8%, 12.7% and 111.6% versus the MSCI Europe Index which has returned 10.6%, 22.6%, and 132.4%.

**Portfolio Review**

Aviation services group, John Menzies, was the largest positive contributor to performance. After rejecting various takeover approaches from a Kuwaiti competitor, the two parties agreed upon a 'final' proposal at a level both were willing to accept. The proposed price was at a c.100% premium to the undisturbed share price and recognises the strategic value of the group. Rexel outperformed as the company benefitted from robust end markets and operational improvements.

Disappointingly, there were several stocks which cost the fund more than 1% in performance. These can be usefully split into two camps. Firstly, there are those cyclical stocks with significant weightings in the portfolio that declined in response to higher energy prices and a tougher economic backdrop, but whose earnings – so far, at least – are largely intact. These include holdings such as CRH, Smurfit Kappa and Norcos. The second group includes stocks such as Alpha Financial and Uniphar which suffered from profit-taking post a strong run during 2021. In both instances we feel the medium-term outlook for the company is robust. Creo Medical fell despite strong operational progress, as the market reassessed what it was willing to pay for businesses with disruptive technology but limited revenue. Sedana Medical declined as selective delays in approval and reimbursement of key drugs unnerved investors.

**Outlook**

Until June the moves in economically sensitive sectors had largely been driven by idiosyncratic factors, often related to their pandemic performance. As investors moved to price in a recession, however, the sell-off in cyclical stocks was indiscriminate. Whether now is the time to buy or not likely depends on an investor's time horizon. In the short-term there is likely to be little respite. The terminal interest rate remains uncertain, central bankers are continuing to ratchet up the rhetoric, and stocks need to navigate through an interim results season where earnings are likely to be revised downwards. Market structure and liquidity played a role to the upside and are having a similar effect on the way down. Taking a longer-term view, however, the upside could be significant. The strong probability is that this is a cyclical, not structural, bear market. Should inflation cool and nominal incomes hold up, the economy and stock market could recover sharply.

SVM Asset Management Limited

July 2022

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

# All Europe SRI Fund

## Portfolio Statement

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>BASIC MATERIALS (5.16%)</b>		<b>575</b>	<b>3.79</b>
Synthomer	261,000	575	3.79
<b>CONSUMER DISCRETIONARY (5.36%)</b>		<b>1,077</b>	<b>7.10</b>
Dalata Hotel	120,000	367	2.42
JOST Werke	11,711	356	2.35
TI Fluid Systems	237,000	354	2.33
<b>CONSUMER STAPLES (7.78%)</b>		<b>1,101</b>	<b>7.26</b>
Tesco	198,947	508	3.35
Uniphar	240,000	593	3.91
<b>FINANCIALS (18.75%)</b>		<b>3,349</b>	<b>22.08</b>
AXA	40,000	737	4.86
Legal & General	175,000	418	2.76
Lloyds Banking	1,670,000	705	4.65
OSB	166,235	797	5.25
Prudential	69,000	692	4.56
<b>HEALTH CARE (9.81%)</b>		<b>1,773</b>	<b>11.69</b>
Apontis Pharma	9,111	83	0.55
Creo Medical	455,274	410	2.70
Lunglife AI	218,750	306	2.02
Roche	1,800	490	3.23
Sedana Medical	40,000	85	0.56
Smith & Nephew	35,000	399	2.63
<b>INDUSTRIALS (40.18%)</b>		<b>5,891</b>	<b>38.84</b>
Alpha Financial Markets Consulting	328,425	1,248	8.23
CRH	23,000	636	4.19
DCC	10,000	511	3.36
Forterra	237,496	632	4.17
IMI	40,000	459	3.03
John Menzies	81,036	482	3.18
Norcros	480,016	1,118	7.37
Smurfit Kappa	29,080	805	5.31
<b>TECHNOLOGY (5.03%)</b>		<b>724</b>	<b>4.77</b>
ActiveOps	119,118	87	0.57
Capgemini	4,500	637	4.20
<b>TELECOMMUNICATIONS (0.00%)</b>		<b>186</b>	<b>1.23</b>
Calnex Solutions	115,000	186	1.23
<b>Portfolio of investments</b>		<b>14,676</b>	<b>96.76</b>
<b>Net other assets (7.93%*)</b>		<b>491</b>	<b>3.24</b>
<b>Total net assets</b>		<b>15,167</b>	<b>100.00</b>

All investments held are listed on Regulated Exchanges, unless otherwise stated.

\* Comparative figures shown in brackets relate to 31 December 2021.

## All Europe SRI Fund

### Material Portfolio Changes

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for the period ended 30 June 2022 (unaudited)

	Cost £000		Proceeds £000
<b>Total purchases</b>		<b>Major sales</b>	
Legal & General	540	Rexel	880
IMI	539	Volution	518
Roche	460	John Menzies	288
Dalata Hotel	401	AXA	115
Calnex Solutions	166		
Norcros	100		

# All Europe SRI Fund

## Comparative table

as at 30 June 2022 (unaudited)

### Net Asset Value and Ongoing Charges Figure

	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class A - Accumulation</b>			
Closing net asset value (£'000)	803	1,120	1,030
Closing number of shares	256,645	290,830	334,813
Closing net asset value per share (p)	312.90	385.23	307.64
Operating charges (ongoing charges figure)	1.98%	1.98%	1.98%
<b>Prices</b>			
Highest share price	397.52	398.90	318.20
Lowest share price	309.70	308.70	201.70
Price at year end	314.37	392.10	313.10
	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class B - Accumulation</b>			
Closing net asset value (£'000)	14,364	19,072	19,668
Closing number of shares	4,077,253	4,350,207	5,652,563
Closing net asset value per share (p)	352.28	438.41	347.95
Operating charges (ongoing charges figure)	1.23%	1.23%	1.23%
<b>Prices</b>			
Highest share price	445.92	446.40	354.20
Lowest share price	347.85	343.90	223.20
Price at year end	353.93	439.90	348.60

## All Europe SRI Fund

### Statement of Total Return

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
Income				
Net capital (losses)/gains		(4,043)		3,307
Revenue	349		380	
Expenses	(113)		(128)	
Interest payable and similar charges	(3)		(1)	
Net revenue before taxation	233		251	
Taxation	(29)		(10)	
Net revenue after taxation		204		241
<b>Total return before equalisation</b>		<b>(3,839)</b>		<b>3,548</b>
Equalisation		(204)		(2)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(4,043)</b>		<b>3,546</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>20,192</b>		<b>20,698</b>
Amounts receivable on creation of shares	944		1,650	
Less: Amounts payable on cancellation of shares	(2,125)		(5,269)	
		(1,181)		(3,619)
Change in net assets attributable to shareholders from investment activities		(4,043)		3,546
Retained distribution on accumulation shares		199		-
<b>Closing net assets attributable to shareholders</b>		<b>15,167</b>		<b>20,625</b>

*Comparative information is provided for the Statement of Change in Net Assets Attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.*

# All Europe SRI Fund

## Balance Sheet

as at 30 June 2022 (unaudited)

	30/06/2022 £000	31/12/2021 £000
<b>Fixed Assets</b>		
Investments	<u>14,676</u>	<u>18,590</u>
<b>Current assets:</b>		
Debtors	223	193
Cash and bank balances	<u>343</u>	<u>1,476</u>
<b>Total assets</b>	<u>15,242</u>	<u>20,259</u>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Other creditors	<u>(75)</u>	<u>(67)</u>
<b>Total liabilities</b>	<u>(75)</u>	<u>(67)</u>
<b>Net assets attributable to shareholders</b>	<u>15,167</u>	<u>20,192</u>

# Continental Europe Fund

## Authorised Fund Manager's Report

for the period ended 30 June 2022 (unaudited)

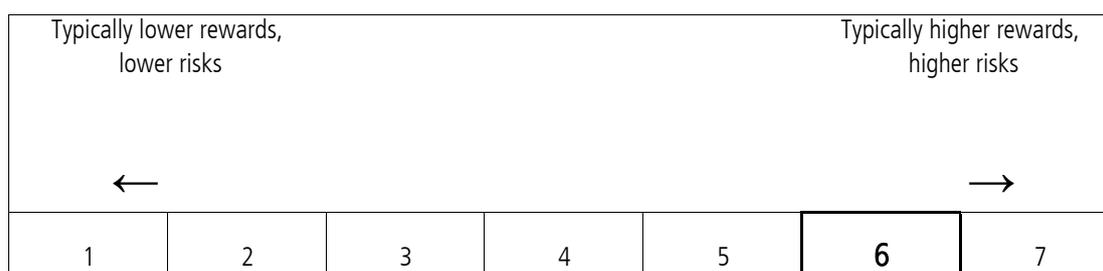
### Investment Objective and Policy

The objective of this Fund is to achieve capital growth over the long term (5 years or more) and it aims to outperform the MSCI Europe ex UK Index.

This Fund will identify investment opportunities in undervalued companies in European equity markets which will not necessarily be prominent in mainstream indices. This Fund will invest at least 80% in equities and equity related instruments which are dealt in or traded on European Eligible Securities Markets. From time to time, when particular opportunities are identified, or the ACD considers it appropriate, this Fund may invest in transferable securities which are dealt in or traded on other Eligible Securities Markets or which are otherwise permitted for this Fund.

The MSCI Europe ex UK Index has been selected as the target benchmark for the Fund; its constituents make it an appropriate benchmark given the investment policy for the Fund.

### Synthetic Risk and Reward Indicator



- This Fund has been classed as 6 because it has experienced high volatility historically.
- The SRRI category shown is not guaranteed and may change over time.
- The lowest category (1) does not mean risk free and extreme adverse market circumstances can mean you suffer losses in all cases.

### The following risks are relevant for this Fund:

- The Fund should generally be regarded as a long term investment. The price of shares in the Fund can go down as well as up and is not guaranteed.
- The effect of currency movements can be significant where investments are denominated in currencies other than Sterling and may adversely affect the value of your investment.
- Stock market volatility may impact the Fund's ability to trade in, or obtain accurate valuations for, securities held in the Fund's portfolio.
- The Fund is exposed to credit and settlement risk through its dealings with Counter Parties. If a Counter Party business fails, the Fund may incur losses.

### Investment Review

Performance	30/06/17 to 30/06/18 %	30/06/18 to 30/06/19 %	30/06/19 to 30/06/20 %	30/06/20 to 30/06/21 %	30/06/21 to 30/06/22 %
Continental Europe Fund	3.2	1.7	2.6	47.6	(4.0)

Source: FE fundinfo, mid to mid, UK net to 30 June 2022.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

**Market Review**

European equities got off to a poor start in 2022 as the US Federal Reserve minutes for December 2021 revealed an overall more hawkish tone than previously, suggesting the debate was no longer simply about tapering the asset purchase programme and interest rate rises. The focus was turning to reducing the overall size of the Reserve's balance sheet, which stood at close to \$9 trillion. The market's fear was that what had begun as an inflation scare had the potential to turn into an outright growth problem as the once abundant central bank liquidity was drained from the market. The selling in equities was, however, far from indiscriminate. Stocks classified as growth, including those from the technology and discretionary sectors, bore the brunt of the sell-off while value shares including financials and energy fared far better. Russia's confrontation with and subsequent invasion of Ukraine not only placed further downward pressure on equities but also accelerated commodity price increases, adding to the urgency of the situation. The proximity of the war and the reliance on Russia for energy made the European economy particularly at risk, with Germany and others vulnerable to threats such as the demand from President Putin for payment in rubles for all future gas supplies. With Covid cases starting to rise in China and the subsequent lockdowns this prompted, any expectations of a soft landing evaporated with recession appearing the most likely outcome in the months ahead. Such a heady cocktail of bad news impacted equity markets with The MSCI Europe ex UK Index falling by 14.8% in the six months to June 2022.

**Portfolio Review**

The portfolio trailed the index with a decline of 16.7% in the 6 months to 30 June 2022. The worst performing stocks were predominantly those at the smaller end of the market capitalisation range including Swedish medical technology firm Sedana Medical – a stock that had also been a beneficiary of the pandemic in the previous 24 months. Bad news was also punished harshly as evidenced by IT distributor Dustin, whose profits came under pressure as their sales mix altered. Real estate asset manager [Patrizia] also fell heavily as the company announced market transactions were slowing. More defensive business models fared better including renewable energy players PNE and Energiekontor, as well as French telecommunications giant Orange. The best performer was defence company Thales, a likely beneficiary of increased budgets as a result of the on-going conflict in Ukraine. There were three outright sales and two purchases with JDE Peets, Aluflexpack and TotalEnergies exiting the portfolio to be replaced by Italian hot water and heating systems supplier Ariston and digital transformation expert Reply, also from Italy.

**Outlook**

There are a number of unusually significant interlinked geopolitical and economic factors that have the ability to strongly influence the outlook for European equities in the remainder of 2022. Perhaps most significant is the Russia/Ukraine conflict which is responsible for much of the supply chain havoc and inflationary pressure placed on corporates globally. At the same time while the pressure from the pandemic has abated in the northern hemisphere, in China the actions of the authorities there are reverberating throughout the world. When combined with the threat of a central bank error in taming spiralling inflation and the impact this may have on global demand, the environment does not appear conducive for an equity market recovery. But, markets are adept at discounting bad news well ahead of its physical occurrence and there has already been considerable weakness in those names most exposed to the negative factors we have outlined. Any resolution of the conflict and subsequent easing in price rises could elicit a strong positive response. The fund holds a relatively high cash position which we will utilise as the current volatility presents the appropriate opportunities.

SVM Asset Management Limited

July 2022

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

# Continental Europe Fund

## Portfolio Statement

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>CONSUMER DISCRETIONARY (10.79%)</b>		<b>3,934</b>	<b>9.43</b>
Adevinta	43,762	257	0.62
Dustin	135,183	628	1.50
IPSOS	34,566	1,329	3.19
JOST Werke	36,419	1,105	2.65
Pirelli	94,150	313	0.75
Schibsted	22,560	302	0.72
<b>CONSUMER STAPLES (0.93%)</b>		-	-
<b>ENERGY (2.25%)</b>		<b>318</b>	<b>0.76</b>
Aker Carbon Capture	226,286	318	0.76
<b>FINANCIALS (24.48%)</b>		<b>7,255</b>	<b>17.37</b>
Allianz	8,850	1,377	3.30
AXA	77,801	1,433	3.43
Banca Mediolanum	215,234	1,156	2.77
Mediobanca	190,151	1,350	3.23
Partners	481	351	0.84
Ringkjoebing Landbobank	17,814	1,588	3.80
<b>HEALTH CARE (5.27%)</b>		<b>1,567</b>	<b>3.76</b>
Apontis Pharma	27,466	252	0.60
Roche	4,243	1,154	2.77
Sedana Medical	75,617	161	0.39
<b>INDUSTRIALS (14.65%)</b>		<b>5,782</b>	<b>13.86</b>
Ariston	116,507	772	1.85
H+H International	46,433	713	1.71
Rexel	67,074	835	2.00
Thales	14,125	1,423	3.41
Verallia	51,866	1,017	2.44
Wienerberger	59,003	1,022	2.45
<b>REAL ESTATE (0.00%)</b>		<b>2,189</b>	<b>5.24</b>
LEG Immobilien	7,232	492	1.18
PATRIZIA	72,033	707	1.69
S IMMO	51,008	990	2.37
<b>TECHNOLOGY (20.07%)</b>		<b>7,833</b>	<b>18.77</b>
Allgeier	56,495	1,635	3.92
Barco	57,446	974	2.33
Capgemini	6,874	973	2.33
Crayon	81,673	829	1.99
Nagarro	7,132	660	1.58
Reply	9,608	948	2.27
Sesa	5,164	521	1.25
United Internet	55,276	1,293	3.10

# Continental Europe Fund

## Portfolio Statement

(continued)

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>TELECOMMUNICATIONS (2.57%)</b>		<b>1,670</b>	<b>4.00</b>
Hexatronic	49,390	293	0.70
Orange	143,527	1,377	3.30
<b>UTILITIES (7.95%)</b>		<b>3,899</b>	<b>9.35</b>
Energiekontor	19,181	1,235	2.96
PNE	98,000	1,101	2.64
Veolia Environnement	78,205	1,563	3.75
<b>Portfolio of investments</b>		<b>34,447</b>	<b>82.54</b>
<b>Net other assets (11.04%*)</b>		<b>7,288</b>	<b>17.46</b>
<b>Total net assets</b>		<b>41,735</b>	<b>100.00</b>

All investments held are listed on Regulated Exchanges, unless otherwise stated.

\* Comparative figures shown in brackets relate to 31 December 2021.

## Continental Europe Fund

### Material Portfolio Changes

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for the period ended 30 June 2022 (unaudited)

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Total sales</b>	
Ariston	1,011	Aluflexpack	594
Reply	917	Thales	525
JOST Werke	856	Totalenergies	374
Veolia Environnement	623	JDE Peets	358
Orange	593	Sesa	248
Ringkjoebing Landbobank	590	PATRIZIA	159
Wienerberger	568		
Allgeier	416		
Nagarro	411		
AXA	396		

# Continental Europe Fund

## Comparative table

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as at 30 June 2022 (unaudited)

### Net Asset Value and Ongoing Charges Figure

	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class A - Accumulation</b>			
Closing net asset value (£'000)	10,082	12,150	10,442
Closing number of shares	1,321,021	1,327,963	1,394,947
Closing net asset value per share (p)	763.19	914.93	748.56
Operating charges (ongoing charges figure)	1.85%	1.91%	1.98%
<b>Prices</b>			
Highest share price	925.55	942.40	755.00
Lowest share price	751.82	716.50	388.80
Price at year end	763.89	918.40	750.10
	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class B - Accumulation</b>			
Closing net asset value (£'000)	31,653	28,016	14,313
Closing number of shares	3,588,156	2,655,887	1,671,042
Closing net asset value per share (p)	882.15	1,054.86	856.51
Operating charges (ongoing charges figure)	1.10%	1.16%	1.24%
<b>Prices</b>			
Highest share price	1,065.87	1,084.00	862.80
Lowest share price	866.91	819.40	441.80
Price at year end	882.95	1,058.00	857.30

## Continental Europe Fund

### Statement of Total Return

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
Income				
Net capital (losses)/gains		(7,600)		1,516
Revenue	629		307	
Expenses	(260)		(190)	
Interest payable and similar charges	-		-	
Net revenue before taxation	369		117	
Taxation	(120)		(20)	
Net revenue after taxation		249		97
<b>Total return before equalisation</b>		<b>(7,351)</b>		<b>1,613</b>
Equalisation		(249)		(1)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(7,600)</b>		<b>1,612</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>40,166</b>		<b>24,755</b>
Amounts receivable on creation of shares	13,914		2,809	
Less: Amounts payable on cancellation of shares	(5,026)		(2,729)	
		8,888		80
Change in net assets attributable to shareholders from investment activities		(7,600)		1,612
Retained distribution on accumulation shares		281		-
<b>Closing net assets attributable to shareholders</b>		<b>41,735</b>		<b>26,447</b>

*Comparative information is provided for the Statement of Change in Net Assets Attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.*

# Continental Europe Fund

## Balance Sheet

as at 30 June 2022 (unaudited)

	30/06/2022 £000	31/12/2021 £000
<b>Fixed Assets</b>		
Investments	<u>34,447</u>	<u>35,731</u>
<b>Current assets:</b>		
Debtors	563	399
Cash and bank balances	<u>6,785</u>	<u>4,126</u>
<b>Total assets</b>	<u><b>41,795</b></u>	<u><b>40,256</b></u>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Other creditors	<u>(60)</u>	<u>(90)</u>
<b>Total liabilities</b>	<u><b>(60)</b></u>	<u><b>(90)</b></u>
<b>Net assets attributable to shareholders</b>	<u><b>41,735</b></u>	<u><b>40,166</b></u>

## Authorised Fund Manager's Report

for the period ended 30 June 2022 (unaudited)

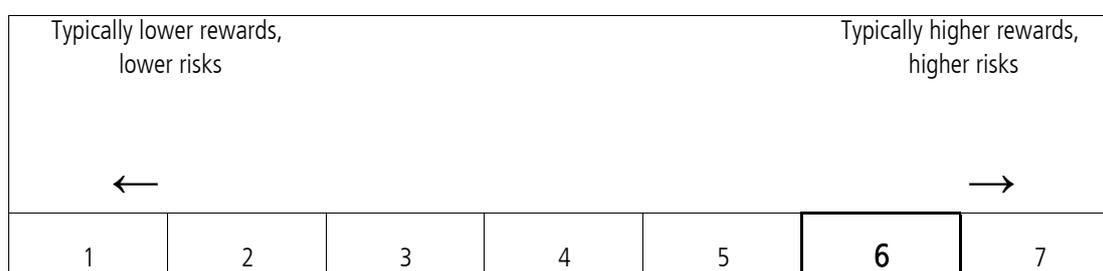
### Investment Objective and Policy

The objective of this Fund is to achieve capital growth over the long term (5 years or more) and it aims to outperform the MSCI United Kingdom IMI.

This Fund will identify investment opportunities in UK companies that can grow faster than the wider markets and are capable of sustained growth. This Fund will invest at least 80% in equities and equity related instruments in UK companies. These are companies in any economic sector that may be listed, quoted or traded in the UK or elsewhere but which are incorporated or domiciled or conduct a significant portion of their business in the UK. Some companies may however have overseas earnings as part of their trading profits. The Fund may be invested in any industry sector. From time to time, when particular opportunities are identified, or the ACD considers it appropriate, the Fund may invest in transferable securities which are otherwise permitted for the Fund.

The MSCI United Kingdom IMI has been selected as the target benchmark for the Fund; its constituents make it an appropriate benchmark given the investment policy for the Fund.

### Synthetic Risk and Reward Indicator



- This Fund has been classed as 6 because it has experienced high volatility historically.
- The SRRI category shown is not guaranteed and may change over time.
- The lowest category (1) does not mean risk free and extreme adverse market circumstances can mean you suffer losses in all cases.

### The following risks are relevant for this Fund:

- The Fund should generally be regarded as a long term investment. The price of shares in the Fund can go down as well as up and is not guaranteed.
- Currency movements may cause the value of your investments to fall as well as rise.
- The Fund uses Contracts for Difference for efficient portfolio management purposes. This may create gearing and could lead to greater fluctuations in the Net Asset Value of the Fund.
- Stock market volatility may impact the Fund's ability to trade in, or obtain accurate valuations for, securities held in the Fund's portfolio.
- The Fund is exposed to credit and settlement risk through its dealings with Counter Parties. If a Counter Party business fails, the Fund may incur losses.

### Investment Review

Performance	30/06/17 to 30/06/18 %	30/06/18 to 30/06/19 %	30/06/19 to 30/06/20 %	30/06/20 to 30/06/21 %	30/06/21 to 30/06/22 %
UK Growth Fund	15.4	(6.7)	(5.1)	32.0	(32.6)

Source: FE fundinfo, mid to mid, UK net to 30 June 2022.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

**Market Review**

The six months under review was a very difficult period for growth investors, with stockmarket interest focusing on perceived beneficiaries of inflation. Many growth companies delivered good trading results but their shares were de-rated. The invasion of Ukraine put upward pressure on the prices of commodities and energy. These sectors outperformed but the Fund has low exposure to them. This stockmarket pattern was the primary reason for portfolio underperformance during the six months under review.

Economic overheating seems likely to lead in the short term to higher UK interest rates, but action by the Bank of England and a squeeze on real incomes are likely in time to cool the economy. The Bank of England has talked of acting "forcefully" but it may simply add further problems for an already contracting economy, when much of inflation currently represents imported food, materials and energy costs.

A feature of investing this year is relatively low stockmarket turnover during the rotation from growth to value. This may be recognition by investors that rebounds can be rapid. There are also risks in some perceived "value" areas, not least from government intervention or cost inflation. The sharp and relatively indiscriminate sell-off of growth businesses has exposed good value in some areas.

**Portfolio Review**

The Fund returned -36.7% for the six months to 30 June 2022 versus the MSCI United Kingdom IMI which returned -2.9%.

The strongest positive contributions to performance during the six months were from Ideagen, Indivior, Hilton Food Group, LSE and Beazley. Laggards included Keystone Law, Kainos, Croda, Dechra Pharmaceuticals and JD Sports. Overall, during the six-month period under review, investors favoured value sectors over growth.

Additional investment was made in 888 Holdings, Genus, Marlowe and Team17. Sales and part sales were made of ITM Power, Johnson Services, Wizz Air, Molten Ventures and Ceres Power.

**Outlook**

The Fund is focused on businesses with potential for self-help and growth, which we believe to be well funded. Even in downturns there remain growth sectors in the economy and businesses with innovative services. The need for resilience, shorter supply chains, digital transformation and software automation, is driving growth in businesses with those specialist services. Labour market tightness works in favour of some business-to-business services that improve efficiency, as well as those that can help to manage talent and retain it.

Even amidst a squeeze on incomes, consumers change tastes and behaviour. The pandemic has also left in its wake a continuing demand for companies that support health, vaccines and pets. Share prices for growth businesses have been reset, offering value to investors.

There is potential for the Pound to come under pressure if the UK economy starts to perform worse than Europe, or there is seen to be political instability. The Fund has some exposure to companies with US Dollar earnings, such as Ashtead, CRH and Experian. Any weakness in the Pound should be helpful to UK industrial and exporting businesses.

The portfolio focuses on resilient growing businesses, with low exposure to commodities, oil and banks. The emphasis is on businesses with pricing power which should be able to pay up for their inputs and raise wages. Currently, it is fully invested.

SVM Asset Management Limited

July 2022

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

# UK Growth Fund

## Portfolio Statement

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>BASIC MATERIALS (4.34%*)</b>		<b>5,498</b>	<b>3.95</b>
Croda International	87,989	5,498	3.95
<b>CONSUMER DISCRETIONARY (22.70%*)</b>		<b>26,393</b>	<b>18.96</b>
4imprint	17,685	409	0.29
888 Holdings	402,731	695	0.50
ASOS	1,610	13	0.01
Delivery Hero	12,827	381	0.27
Dianomi	498,695	1,017	0.73
Dunelm	50,000	398	0.29
Flutter Entertainment	16,028	1,332	0.96
Future	103,600	1,732	1.25
Games Workshop	35,595	2,344	1.68
GlobalData	90,500	937	0.67
GVC	301,700	3,741	2.69
Inspecc	127,262	331	0.24
JD Sports Fashion	3,487,250	3,928	2.82
JET2	230,381	2,106	1.51
Loungers	100,000	182	0.13
Next	25,490	1,463	1.05
On the Beach	449,755	654	0.47
Pets at Home	287,145	867	0.62
Revolution Beauty	432,403	324	0.23
Team17	434,426	1,673	1.20
Watches of Switzerland	95,802	719	0.52
Wizz Air	64,700	1,147	0.83
<b>CONSUMER STAPLES (3.76%*)</b>		<b>6,096</b>	<b>4.38</b>
Cranswick	115,235	3,480	2.50
Hilton Food	256,500	2,616	1.88
<b>ENERGY (3.61%*)</b>		<b>2,406</b>	<b>1.73</b>
Ceres Power	299,269	1,599	1.15
ITM Power	475,045	807	0.58
<b>FINANCIALS (12.49%*)</b>		<b>15,063</b>	<b>10.82</b>
Alpha FX	90,800	1,407	1.01
Beazley	497,400	2,430	1.75
Impax Asset Management	274,000	1,644	1.18
Intermediate Capital	140,200	1,799	1.29
JTC	441,500	2,574	1.85
K3 Capital	936,302	2,294	1.65
London Stock Exchange	30,277	2,296	1.65
Molten Ventures	150,461	619	0.44
<b>HEALTH CARE (5.08%*)</b>		<b>7,321</b>	<b>5.26</b>
Dechra Pharmaceuticals	158,218	5,364	3.85
Genus	30,121	731	0.53
Indivior	400,000	1,226	0.88

## Portfolio Statement

(continued)

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>INDUSTRIALS (22.67%*)</b>		<b>30,704</b>	<b>22.05</b>
AB Dynamics	160,653	1,839	1.32
Ashtead	50,330	1,705	1.23
Boku	1,313,695	1,314	0.94
CRH	55,800	1,540	1.11
Diploma	153,761	3,389	2.43
FDM	157,000	1,309	0.94
Johnson Service	1,379,482	1,357	0.98
Keystone Law	956,000	5,162	3.71
Knights	388,000	338	0.24
Marlowe	216,920	1,662	1.19
Mpac	117,982	401	0.29
Renew	82,700	519	0.37
Renishaw	40,000	1,369	0.98
Rentokil Initial	624,000	2,915	2.09
RWS	275,700	925	0.67
Smart Metering Systems	242,888	2,009	1.44
Volex	200,000	476	0.34
Volution	401,000	1,333	0.96
XP Power	40,000	1,142	0.82
<b>REAL ESTATE (5.59%*)</b>		<b>9,385</b>	<b>6.75</b>
Industrials REIT	150,000	236	0.17
LondonMetric Property	868,334	2,004	1.44
Segro	312,440	3,071	2.21
UNITE	377,252	4,074	2.93
<b>TECHNOLOGY (14.35%*)</b>		<b>18,718</b>	<b>13.43</b>
ActiveOps	786,206	574	0.41
AVEVA	90,961	1,979	1.42
Darktrace	101,000	303	0.22
DiscoverIE	348,560	2,144	1.54
Essensys	448,834	337	0.24
Ideagen	495,500	1,729	1.24
Instem	125,000	913	0.66
Kainos	361,364	3,957	2.84
Kape Technologies	506,677	1,672	1.20
Kin & Carta	500,000	870	0.62
Kooth	624,500	1,062	0.76
Microlise	712,867	962	0.69
Seeing Machines	4,130,000	269	0.19
Softcat	150,000	1,947	1.40
<b>TELECOMMUNICATIONS (2.68%*)</b>		<b>3,629</b>	<b>2.61</b>
Gamma Communications	332,288	3,629	2.61

## Portfolio Statement

(continued)

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>DERIVATIVES (1.59%*)</b>		<b>(5,790)</b>	<b>(4.15)</b>
<b>CONTRACTS FOR DIFFERENCE</b>			
ASOS - CFD	32,450	(1,578)	(1.13)
Avon Protection - CFD	39,819	(820)	(0.59)
Ceres Power - CFD	81,300	(616)	(0.44)
Entain - CFD	64,500	(252)	(0.18)
Experian - CFD	151,759	(335)	(0.24)
Flutter Entertainment - CFD	17,800	(954)	(0.69)
Genus - CFD	5,401	(158)	(0.11)
Grafton Group - CFD	140,000	(630)	(0.45)
Kingspan - CFD	42,530	29	0.02
Marks And Spencer Group - CFD	564,000	(195)	(0.14)
Oxford Instruments - CFD	120,091	38	0.03
SKG - CFD	51,700	(393)	(0.28)
Watkin Jones - CFD	1,220,222	311	0.22
Whitbread - CFD	25,650	(237)	(0.17)
<b>Portfolio of investments<sup>^</sup></b>		<b>119,423</b>	<b>85.79</b>
<b>Net other assets (1.14%*)</b>		<b>19,787</b>	<b>14.21</b>
<b>Total net assets</b>		<b>139,210</b>	<b>100.00</b>

All investments held are listed on Regulated Exchanges, unless otherwise stated.

Derivatives can be exchange traded or Over the Counter (OTC) contracts.

\* Comparative figures shown in brackets relate to 31 December 2021.

<sup>^</sup> Including investment liabilities of £6,167,579.

## UK Growth Fund

### Material Portfolio Changes

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for the period ended 30 June 2022 (unaudited)

	Cost £000		Proceeds £000
<b>Total purchases</b>		<b>Total sales</b>	
Genus	312	Intermediate Capital	1,748
Marlowe	299	Ceres Power	1,711
Team17	236	Wizz Air	1,119
888 Holdings	147	Molten Ventures	696
		Kerry	465

## UK Growth Fund

### Comparative table

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as at 30 June 2022 (unaudited)

#### Net Asset Value and Ongoing Charges Figure

	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class A - Accumulation</b>			
Closing net asset value (£'000)	6,811	11,264	10,739
Closing number of shares	1,757,073	1,843,917	2,014,912
Closing net asset value per share (p)	387.65	610.88	532.98
Operating charges (ongoing charges figure)	1.71%	1.71%	1.71%
<b>Prices</b>			
Highest share price	621.21	649.20	544.40
Lowest share price	389.17	514.30	295.40
Price at year end	389.17	615.90	537.00
	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class B - Accumulation</b>			
Closing net asset value (£'000)	132,399	192,790	167,421
Closing number of shares	30,013,966	27,702,109	27,785,444
Closing net asset value per share (p)	441.12	695.94	602.55
Operating charges (ongoing charges figure)	0.96%	0.96%	0.96%
<b>Prices</b>			
Highest share price	704.33	734.50	612.50
Lowest share price	442.86	579.50	330.40
Price at year end	442.86	698.30	604.20

## UK Growth Fund

### Statement of Total Return

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
Income				
Net capital (losses)/gains		(77,560)		14,243
Revenue	1,437		999	
Expenses	(825)		(920)	
Interest payable and similar charges	-		-	
Net revenue before taxation	612		79	
Taxation	-		-	
Net revenue after taxation		612		79
<b>Total return before equalisation</b>		<b>(76,948)</b>		<b>14,322</b>
Equalisation		(612)		(1)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(77,560)</b>		<b>14,321</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>204,054</b>		<b>178,160</b>
Amounts receivable on creation of shares	19,304		13,984	
Less: Amounts payable on cancellation of shares	(7,214)		(16,259)	
		12,090		(2,275)
Change in net assets attributable to shareholders from investment activities		(77,560)		14,321
Retained distribution on accumulation shares		626		-
<b>Closing net assets attributable to shareholders</b>		<b>139,210</b>		<b>190,206</b>

*Comparative information is provided for the Statement of Change in Net Assets Attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.*

# UK Growth Fund

## Balance Sheet

as at 30 June 2022 (unaudited)

	30/06/2022 £000	31/12/2021 £000
<b>Fixed Assets</b>		
Investments	<u>125,591</u>	<u>204,272</u>
<b>Current assets:</b>		
Debtors	1,159	227
Cash and bank balances	<u>18,846</u>	<u>2,337</u>
<b>Total assets</b>	<u><b>145,596</b></u>	<u><b>206,836</b></u>
<b>Liabilities:</b>		
Investment liabilities	<u>(6,168)</u>	<u>(2,544)</u>
<b>Creditors:</b>		
Other creditors	<u>(218)</u>	<u>(238)</u>
<b>Total other liabilities</b>	<u><b>(218)</b></u>	<u><b>(238)</b></u>
<b>Total liabilities</b>	<u><b>(6,386)</b></u>	<u><b>(2,782)</b></u>
<b>Net assets attributable to shareholders</b>	<u><u><b>139,210</b></u></u>	<u><u><b>204,054</b></u></u>

# UK Opportunities Fund

## Authorised Fund Manager's Report

for the period ended 30 June 2022 (unaudited)

### Investment Objective and Policy

The objective of this Fund is to achieve capital growth over the long term (5 years or more) and it aims to outperform the MSCI United Kingdom IMI.

This Fund will identify investment opportunities in UK companies whose future growth is not reflected in current market expectations. The Fund will invest at least 80% in equities and equity related instruments in UK companies. These are companies in any economic sector that may be listed, quoted or traded in the UK or elsewhere but which are incorporated or domiciled or conduct a significant portion of their business in the UK. Some companies may however have overseas earnings as part of their trading profits. The Fund may be invested in any industry sector. From time to time, when particular opportunities are identified, or the ACD considers it appropriate, this Fund may invest in other permitted transferable securities.

The Fund will seek to invest in the full range of opportunities available to it, which will include shares on the Alternative Investment Market.

The MSCI United Kingdom IMI has been selected as the target benchmark for the Fund; its constituents make it an appropriate benchmark given the investment policy for the Fund.

### Synthetic Risk and Reward Indicator

Typically lower rewards, lower risks			Typically higher rewards, higher risks			
←			→			
1	2	3	4	5	<b>6</b>	7

- This Fund has been classed as 6 because it has experienced high volatility historically.
- The SRRI category shown is not guaranteed and may change over time.
- The lowest category (1) does not mean risk free and extreme adverse market circumstances can mean you suffer losses in all cases.

### The following risks are relevant for this Fund:

- The Fund should generally be regarded as a long term investment. The price of shares in the Fund can go down as well as up and is not guaranteed.
- The effect of currency movements can be significant where investments are denominated in currencies other than Sterling and may adversely affect the value of your investment.
- The Fund uses Contracts for Difference for efficient portfolio management purposes. This may create gearing and could lead to greater fluctuations in the Net Asset Value of the Fund.
- Stock market volatility may impact the Fund's ability to trade in, or obtain accurate valuations for, securities held in the Fund's portfolio.
- The Fund is exposed to credit and settlement risk through its dealings with Counter Parties. If a Counter Party business fails, the Fund may incur losses.

### Investment Review

Performance	30/06/17 to 30/06/18 %	30/06/18 to 30/06/19 %	30/06/19 to 30/06/20 %	30/06/20 to 30/06/21 %	30/06/21 to 30/06/22 %
UK Opportunities Fund	13.8	(8.9)	(11.8)	45.0	(14.1)

Source: FE fundinfo, mid to mid, UK net to 30 June 2022.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

**Market Review**

After a strong 2021, the UK equity market struggled during the first half of 2022. The year started nervously as investors weighed up the prospect of tighter monetary policy, Covid lockdowns in China, and increased tension between Russia and the Ukraine. Inflation had risen steadily through the second half of 2021, but it was unclear how much was attributable to supply chain issues and Covid disruption versus excess demand. Russia's decision to invade Ukraine dramatically increased the risk premium. The significant sanctions imposed by Western governments on Russia in response exacerbated the cost pressures facing businesses and consumers, further complicating the outlook for monetary policy. Oil prices rose to over US\$120 a barrel and inflation reached high single-digits in many countries. Central bankers fear inflationary expectations are becoming unanchored and have responded by aggressively raising rates.

The speed of interest rate rises has been most aggressive in the US and, along with its 'safe haven' status, has propelled the US Dollar higher. The dollar's rise has further exacerbated inflationary pressures and put strain on emerging markets. Investors fear central banks are on autopilot and will only stop tightening when inflation has been wrung out of the system, even if this causes a deep recession. In the UK this has led to the significant outperformance of large-cap stocks, many of which have substantial dollar earnings. Small and mid-cap stocks tend to be more heavily exposed to the domestic economy and therefore vulnerable to an economic slowdown. Over the six months, the fund returned -17.0% versus the MSCI UK IMI of -2.9% and the average fund -12.8%. Over three, five, and ten years the fund has returned 10.0%, 14.1% and 124.6% versus the MSCI United Kingdom IMI which has returned 6.5%, 17.0%, and 90.4%.

**Portfolio Review**

Aviation services group, John Menzies, was the largest positive contributor to performance. After rejecting various takeover approaches from a Kuwaiti competitor, the two parties agreed upon a 'final' proposal at a level both were willing to accept. The proposed price was at a c.100% premium to the undisturbed share price and recognises the strategic value of the group. Electricity generator, Drax, gained as the price of wholesale electricity surged in response to events in Ukraine. Serco performed strongly as the company raised profit forecasts on the back of strong demand for its outsourced services. Savannah Energy rose as investors better appreciated the benefits of recent acquisitions. Homeserve jumped as it announced that it was being acquired by a global infrastructure fund. Collectively, the fund's oil & gas stocks were a material benefit to performance.

Disappointingly, there were several stocks which cost the fund more than 1% in performance. These can be usefully split into two camps. Firstly, there are those cyclical stocks with significant weightings in the portfolio that declined in response to higher energy prices and a tougher economic backdrop, but whose earnings – so far at least – are largely intact. These include holdings such as CRH, Smurfit Kappa, Norcros and Marks & Spencer. The second group contains stocks where earnings have been materially downgraded. Reach and Easyjet fall into this category. In both instances we feel the medium-term outlook for the company is robust. Creo Medical fell despite strong operational progress as the market reassessed what it was willing to pay for businesses with disruptive technology but limited revenue.

**Outlook**

Until June the moves in economically sensitive sectors had largely been driven by idiosyncratic factors, often related to their pandemic performance. As investors moved to price in a recession, however, the sell-off in cyclical stocks was indiscriminate. Whether now is the time to buy or not likely depends on an investor's time horizon. In the short-term there is likely to be little respite. The terminal interest rate remains uncertain, central bankers are continuing to ratchet up the rhetoric, and stocks need to navigate through an interim results season where earnings are likely to be revised downwards. Market structure and liquidity played a role to the upside and are having a similar effect on the way down. Taking a longer-term view, however, the upside could be significant. The strong probability is that this is a cyclical, not structural, bear market. Should inflation cool and nominal incomes hold up, the economy and stock market could recover sharply.

SVM Asset Management Limited

July 2022

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

# UK Opportunities Fund

## Portfolio Statement

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>UNITED KINGDOM (65.69%*)</b>		<b>105,395</b>	<b>62.54</b>
<b>BASIC MATERIALS (4.82%*)</b>		<b>5,972</b>	<b>3.54</b>
Synthomer	2,712,241	5,972	3.54
<b>CONSUMER DISCRETIONARY (5.95%*)</b>		<b>4,552</b>	<b>2.70</b>
Reach	1,850,000	1,880	1.12
Revolution Beauty	1,172,500	879	0.52
TI Fluid Systems	1,200,000	1,793	1.06
<b>CONSUMER STAPLES (3.62%*)</b>		<b>6,441</b>	<b>3.82</b>
Tesco	2,521,052	6,441	3.82
<b>ENERGY (12.23%*)</b>		<b>26,461</b>	<b>15.70</b>
Deltic Energy	40,507,142	1,094	0.65
Energiean Oil & Gas	460,404	5,175	3.07
Jadestone Energy	10,666,526	8,533	5.06
Jersey Oil & Gas	800,547	1,697	1.01
Longboat Energy	4,071,666	1,547	0.92
Pantheon Resources	4,717,399	4,333	2.57
Savannah Energy	11,451,060	4,082	2.42
<b>FINANCIALS (10.22%*)</b>		<b>15,850</b>	<b>9.41</b>
CMC Markets	150,896	416	0.25
Lloyds Banking	16,338,000	6,901	4.09
OSB	719,442	3,448	2.05
Prudential	507,000	5,085	3.02
<b>HEALTH CARE (7.55%*)</b>		<b>11,475</b>	<b>6.81</b>
Creo Medical	4,214,083	3,793	2.25
Diurnal	3,300,000	346	0.21
GSK	415,000	7,336	4.35
<b>INDUSTRIALS (18.78%*) #</b>		<b>33,531</b>	<b>19.90</b>
Alpha Financial Markets Consulting	2,128,725	8,089	4.80
Balfour Beatty	1,540,000	3,924	2.33
Forterra	1,327,294	3,531	2.10
John Menzies	812,349	4,833	2.87
Norcros	3,597,578	8,382	4.97
Serco	2,100,000	3,614	2.14
Speedy Hire	2,749,931	1,158	0.69
<b>TECHNOLOGY (1.26%*) #</b>		<b>1,113</b>	<b>0.66</b>
ActiveOps	1,524,411	1,113	0.66
<b>IRELAND (10.78%*)</b>		<b>16,197</b>	<b>9.62</b>
DCC	108,705	5,555	3.30
Ryanair	385,000	3,699	2.20
Smurfit Kappa	250,920	6,943	4.12
<b>ISLE OF MAN (4.56%*)</b>		<b>6,820</b>	<b>4.05</b>
GVC	550,000	6,820	4.05
<b>UNITED STATES (4.74%*)</b>		<b>6,357</b>	<b>3.77</b>
Micron Technology	137,400	6,357	3.77

# UK Opportunities Fund

## Portfolio Statement

(continued)

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>DERIVATIVES (1.32%*)</b>		<b>(9,043)</b>	<b>(5.37)</b>
<b>CONTRACTS FOR DIFFERENCE (1.32%*)</b>		<b>(9,043)</b>	<b>(5.37)</b>
888 Holdings - CFD	1,356,935	(2,632)	(1.56)
Associated British Foods - CFD	190,000	(1,023)	(0.61)
CRH - CFD	220,413	(1,676)	(0.99)
easyJet - CFD	864,894	(2,288)	(1.36)
Halma - CFD†	99,000	320	0.19
IMI - CFD	475,000	(567)	(0.34)
Inchcape - CFD	495,000	616	0.37
JD Sports Fashion - CFD	1,750,000	56	0.03
Legal & General - CFD	2,124,000	(1,381)	(0.82)
Lookers - CFD	2,895,000	881	0.52
Marks And Spencer Group - CFD	3,400,000	(266)	(0.16)
Rightmove - CFD†	245,000	170	0.10
Smith & Nephew - CFD	305,000	(749)	(0.44)
Spirax-Sarco Engineering - CFD†	15,286	175	0.10
Tullow Oil - CFD	3,000,000	(212)	(0.12)
Workspace Group - CFD	270,964	(467)	(0.28)
<b>Portfolio of investments^</b>		<b>125,726</b>	<b>74.61</b>
<b>Net other assets (12.91%*)</b>		<b>42,779</b>	<b>25.39</b>
<b>Total net assets</b>		<b>168,505</b>	<b>100.00</b>

All investments held are listed on Regulated Exchanges, unless otherwise stated.

Derivatives can be exchange traded or Over the Counter (OTC) contracts.

\* Comparative figures shown in brackets relate to 31 December 2021.

† Short positions

^ Including investment liabilities of £11,261,795.

# Prior year comparative figures have been restated.

## UK Opportunities Fund

### Material Portfolio Changes

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for the period ended 30 June 2022 (unaudited)

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
Norcros	1,421	John Menzies	2,976
Energiean Oil & Gas	951	Brickability	2,962
Synthomer	875	CMC Markets	2,043
Alpha Financial Markets Consulting	795	Serco	1,809
GSK	768	Team17	1,778
Serco	666	Pantheon Resources	1,268
Savannah Energy	614	Advanced Medical Solutions	1,249
888 Holdings	499	Jersey Oil & Gas	961
Team17	292	Volution	862
Reach	250	Facilities by Adf	711

# UK Opportunities Fund

## Comparative table

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as at 30 June 2022 (unaudited)

### Net Asset Value and Ongoing Charges Figure

	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class A - Accumulation</b>			
Closing net asset value (£'000)	19,076	23,065	24,581
Closing number of shares	3,468,282	3,500,671	4,595,403
Closing net asset value per share (p)	550.01	658.86	534.89
Operating charges (ongoing charges figure)	1.71%	1.71%	1.74%
<b>Prices</b>			
Highest share price	684.01	681.50	596.10
Lowest share price	552.14	538.40	327.80
Price at year end	552.14	665.20	539.20
	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class B - Accumulation</b>			
Closing net asset value (£'000)	149,429	178,751	126,550
Closing number of shares	23,446,172	23,370,045	20,575,276
Closing net asset value per share (p)	637.33	764.88	615.06
Operating charges (ongoing charges figure)	0.96%	0.96%	0.99%
<b>Prices</b>			
Highest share price	789.73	786.00	677.80
Lowest share price	639.80	617.20	373.30
Price at year end	639.80	768.00	617.70

## UK Opportunities Fund

### Statement of Total Return

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
Income				
Net capital (losses)/gains		(35,620)		28,761
Revenue	2,772		2,167	
Expenses	(988)		(935)	
Interest payable and similar charges	-		-	
Net revenue before taxation	1,784		1,232	
Taxation	(4)		(7)	
Net revenue after taxation		1,780		1,225
<b>Total return before equalisation</b>		<b>(33,840)</b>		<b>29,986</b>
Equalisation		(1,780)		21
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(35,620)</b>		<b>30,007</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>201,816</b>		<b>151,131</b>
Amounts receivable on creation of shares	8,076		15,583	
Less: Amounts payable on cancellation of shares	(7,533)		(4,708)	
		543		10,875
Change in net assets attributable to shareholders from investment activities		(35,620)		30,007
Retained distribution on accumulation shares		1,766		-
<b>Closing net assets attributable to shareholders</b>		<b>168,505</b>		<b>192,013</b>

*Comparative information is provided for the Statement of Change in Net Assets Attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.*

# UK Opportunities Fund

## Balance Sheet

as at 30 June 2022 (unaudited)

	30/06/2022 £000	31/12/2021 £000
<b>Fixed Assets</b>		
Investments	<u>136,988</u>	<u>181,777</u>
<b>Current assets:</b>		
Debtors	1,367	459
Cash and bank balances	<u>41,747</u>	<u>27,463</u>
<b>Total assets</b>	<u><b>180,102</b></u>	<u><b>209,699</b></u>
<b>Liabilities:</b>		
Investment liabilities	<u>(11,262)</u>	<u>(6,007)</u>
<b>Creditors:</b>		
Bank overdrafts	-	(248)
Other creditors	<u>(335)</u>	<u>(1,628)</u>
<b>Total other liabilities</b>	<u><b>(335)</b></u>	<u><b>(1,876)</b></u>
<b>Total liabilities</b>	<u><b>(11,597)</b></u>	<u><b>(7,883)</b></u>
<b>Net assets attributable to shareholders</b>	<u><b>168,505</b></u>	<u><b>201,816</b></u>

# World Equity Fund

## Authorised Fund Manager's Report

for the period ended 30 June 2022 (unaudited)

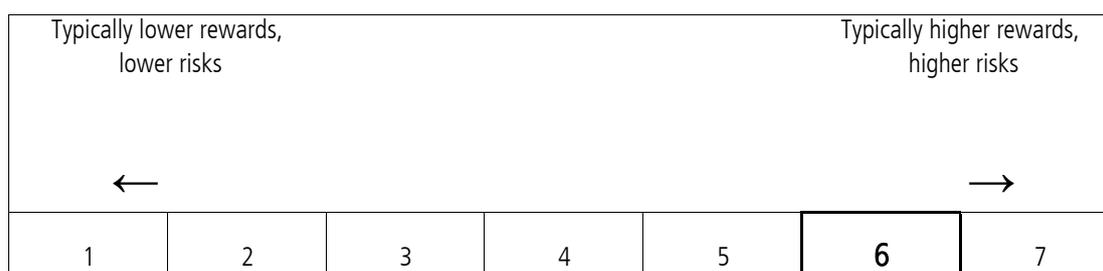
### Investment Objective and Policy

The objective of this Fund is to achieve capital growth over the long term (5 years or more) and it aims to outperform the MSCI ACWI IMI.

This Fund will identify investment opportunities in companies globally whose future growth is not reflected in current market expectations. The Fund will invest at least 80% in global equities and other equity related instruments such as Exchange Traded Funds. From time to time, when particular opportunities are identified, or the ACD considers it appropriate, the Fund may invest in transferable securities which are otherwise permitted for the Fund.

The MSCI ACWI IMI has been selected as the target benchmark for the fund; its constituents make it an appropriate benchmark given the investment policy for the Fund.

### Synthetic Risk and Reward Indicator



- This Fund has been classed as 6 because it has experienced high volatility historically.
- The SRRI category shown is not guaranteed and may change over time.
- The lowest category (1) does not mean risk free and extreme adverse market circumstances can mean you suffer losses in all cases.

### The following risks are relevant for this Fund:

- The Fund should generally be regarded as a long term investment. The price of shares in the Fund can go down as well as up and is not guaranteed.
- The effect of currency movements can be significant where investments are denominated in currencies other than Sterling and may adversely affect the value of your investment.
- The Fund may enter into derivative contracts and use currency management techniques, including hedging, for efficient portfolio management (EPM) purposes. Full details on EPM can be found in Appendix A of the Prospectus.
- Stock market volatility may impact the Fund's ability to trade in, or obtain accurate valuations for, securities held in the Fund's portfolio.
- The Fund is exposed to credit and settlement risk through its dealings with Counter Parties. If a Counter Party business fails, the Fund may incur losses.

### Investment Review

Performance	30/06/17 to 30/06/18 %	30/06/18 to 30/06/19 %	30/06/19 to 30/06/20 %	30/06/20 to 30/06/21 %	30/06/21 to 30/06/22 %
World Equity Fund	7.3	2.3	4.1	40.8	(14.1)

Source: FE fundinfo, mid to mid, UK net to 30 June 2022.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

**Market Review**

After a strong 2021 the US equity market struggled during the first half of 2022. The year started nervously as investors weighed up the prospect of tighter monetary policy, Covid lockdowns in China, and increased tension between Russia and the Ukraine. Inflation had risen steadily through the second half of 2021, but it was unclear how much was attributable to supply chain issues and Covid disruption versus excess demand. Russia's decision to invade Ukraine dramatically increased the risk premium. The significant sanctions imposed by Western governments on Russia in response exacerbated the cost pressures facing businesses and consumers, further complicating the outlook for monetary policy. Oil prices rose to over US\$120 a barrel and inflation reached high single-digits in many countries. Central bankers fear inflationary expectations are becoming unanchored and have responded by aggressively raising rates.

The speed of interest rate rises has been most aggressive in the US and, along with its 'safe haven' status, has propelled the US Dollar higher. The dollar's rise has further exacerbated inflationary pressures and put strain on emerging markets. Investors fear central banks are on autopilot and will only stop tightening when inflation has been wrung out of the system, even if this causes a deep recession. Over the six months the fund returned -18.6% versus the MSCI ACWI IMI of -11.3% and the average fund of -14.5%. Over three, five and ten years the fund has returned 25.9%, 38.2% and 176.3% versus the MSCI ACWI IMI which has returned 24.7%, 47.9%, and 197.6%.

**Portfolio Review**

Aviation services group, John Menzies, was the largest positive contributor to performance. After rejecting various takeover approaches from a Kuwaiti competitor, the two parties agreed upon a 'final' proposal at a level both were willing to accept. The proposed price was at a c.100% premium to the undisturbed share price and recognises the strategic value of the group. Electricity generator, Drax, gained as the price of wholesale electricity surged in response to events in Ukraine. Energean and Savannah Energy rose in response to the higher oil price.

Disappointingly, there were several stocks which cost the fund more than 1% in performance during the period. Several of the fund's larger holdings suffered from profit-taking post a strong run during 2021. A number of these are in the technology space, particularly semiconductors, but there are others, such as Uniphar, where illiquidity has been more of a factor. We significantly reduced our technology weighting early in the year but should have done more. Gaming stocks Entain and 888 declined over concerns around the regulatory environment in the UK. Creo Medical fell despite strong operational progress as the market reassessed what it was willing to pay for businesses with disruptive technology but limited revenue. Synthomer fell as it announced that conditions in its NBR business had normalised quicker than expected. The group's communication could have been better and investors are understandably frustrated.

**Outlook**

Until June the moves in economically sensitive sectors had largely been driven by idiosyncratic factors, often related to their pandemic performance. As investors moved to price in a recession, however, the sell-off in cyclical stocks was indiscriminate. Whether now is the time to buy or not likely depends on an investor's time horizon. In the short-term there is likely to be little respite. The terminal interest rate remains uncertain, central bankers are continuing to ratchet up the rhetoric, and stocks need to navigate through an interim results season where earnings are likely to be revised downwards. Market structure and liquidity played a role to the upside and are having a similar effect on the way down. Taking a longer-term view, however, the upside could be significant. The strong probability is that this is a cyclical, not structural, bear market. Should inflation cool and nominal incomes hold up, the economy and stock market could recover sharply.

SVM Asset Management Limited

July 2022

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

# World Equity Fund

## Portfolio Statement

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>UNITED KINGDOM (31.04%)</b>		<b>7,414</b>	<b>40.43</b>
ActiveOps	115,544	84	0.46
Alpha Financial Markets Consulting	235,059	893	4.87
Creo Medical	429,550	387	2.11
Energear Oil & Gas	52,500	590	3.22
IMI	50,000	574	3.13
Jadestone Energy	844,500	676	3.69
John Menzies	92,212	549	2.99
Longboat Energy	310,000	118	0.64
Marks & Spencer	300,000	397	2.17
Norcros	253,736	591	3.22
Pantheon Resources	200,000	184	1.00
Prudential	57,600	578	3.15
Savannah Energy	1,362,120	485	2.65
Smith & Nephew	32,000	365	1.99
Synthomer	250,952	553	3.02
TI Fluid Systems	148,000	221	1.20
Wincanton	50,000	169	0.92
<b>CAYMAN ISLANDS (0.31%)</b>		<b>74</b>	<b>0.40</b>
JHL Biotech	250,000	74	0.40
<b>GIBRALTAR (2.13%)</b>		<b>328</b>	<b>1.79</b>
888 Holdings	190,248	328	1.79
<b>IRELAND (10.92%)</b>		<b>1,619</b>	<b>8.83</b>
Ryanair	45,100	433	2.36
Smurfit Kappa	17,000	471	2.57
Uniphar	289,500	715	3.90
<b>ISLE OF MAN (5.57%)</b>		<b>936</b>	<b>5.11</b>
GVC	75,500	936	5.11
<b>JAPAN (5.55%)</b>		<b>1,167</b>	<b>6.37</b>
Denka	15,220	302	1.65
Hitachi	22,190	865	4.72
<b>SOUTH KOREA (4.47%)</b>		<b>720</b>	<b>3.93</b>
SK Hynix	12,445	720	3.93
<b>SWITZERLAND (0.00%)</b>		<b>599</b>	<b>3.27</b>
Roche	2,200	599	3.27
<b>TAIWAN (0.31%)</b>		<b>74</b>	<b>0.40</b>
Chime Biologics	250,000	74	0.40

# World Equity Fund

## Portfolio Statement

(continued)

as at 30 June 2022 (unaudited)

	Holdings	Market Value £000	Total Net Assets %
<b>UNITED STATES (39.80%)</b>		<b>4,576</b>	<b>24.96</b>
Alphabet	868	1,601	8.73
Magnachip Semiconductor	74,000	889	4.85
Micron Technology	17,884	827	4.51
Microsoft	2,318	498	2.72
US Bancorp	20,000	761	4.15
<b>Portfolio of investments</b>		<b>17,507</b>	<b>95.49</b>
<b>Net other assets (-0.10%*)</b>		<b>827</b>	<b>4.51</b>
<b>Total net assets</b>		<b>18,334</b>	<b>100.00</b>

All investments held are listed on Regulated Exchanges, unless otherwise stated.

\* Comparative figures shown in brackets relate to 31 December 2021.

## World Equity Fund

### Material Portfolio Changes

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for the period ended 30 June 2022 (unaudited)

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
US Bancorp	913	Microsoft	1,175
IMI	693	ON Semiconductor	1,026
Roche	562	Apple	1,004
Marks and Spencer Group	472	Onto Innovation	606
Wincanton	406	Drax	580
Prudential	199	John Menzies	288
Pantheon Resources	183	Wincanton	210
Energean Oil & Gas	163		
Norcros	115		
Alpha Financial Markets Consulting	108		

# World Equity Fund

## Comparative table

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as at 30 June 2022 (unaudited)

### Net Asset Value and Ongoing Charges Figure

	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class A - Accumulation</b>			
Closing net asset value (£'000)	2,197	2,749	2,526
Closing number of shares	562,595	575,401	663,553
Closing net asset value per share (p)	390.56	477.59	380.60
Operating charges (ongoing charges figure)	1.98%	1.98%	1.98%
<b>Prices</b>			
Highest share price	484.50	481.10	384.90
Lowest share price	391.32	388.40	253.90
Price at year end	391.76	481.10	382.40
	Interim 30/06/22	Final 31/12/21	Final 31/12/20
<b>Share Class B - Accumulation</b>			
Closing net asset value (£'000)	16,137	19,911	12,317
Closing number of shares	3,652,261	3,691,957	2,889,685
Closing net asset value per share (p)	441.84	539.32	426.27
Operating charges (ongoing charges figure)	1.23%	1.23%	1.23%
<b>Prices</b>			
Highest share price	546.13	542.20	430.60
Lowest share price	442.64	434.50	282.40
Price at year end	443.20	542.20	427.80

## World Equity Fund

### Statement of Total Return

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
Income				
Net capital (losses)/gains		(4,114)		2,858
Revenue	164		98	
Expenses	(139)		(111)	
Interest payable and similar charges	-		-	
Net revenue/(expenses) before taxation	25		(13)	
Taxation	(13)		(7)	
Net revenue/(expenses) after taxation		12		(20)
<b>Total return before equalisation</b>		<b>(4,102)</b>		<b>2,838</b>
Equalisation		(20)		-
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(4,122)</b>		<b>2,838</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the period 1 January 2022 to 30 June 2022 (unaudited)

	Period Ended 30 June 2022		Period Ended 30 June 2021	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>22,660</b>		<b>14,843</b>
Amounts receivable on creation of shares	1,309		2,057	
Less: Amounts payable on cancellation of shares	(1,533)		(1,625)	
		(224)		432
Change in net assets attributable to shareholders from investment activities		(4,122)		2,838
Retained distribution on accumulation shares		20		-
<b>Closing net assets attributable to shareholders</b>		<b>18,334</b>		<b>18,113</b>

*Comparative information is provided for the Statement of Change in Net Assets Attributable to Shareholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.*

# World Equity Fund

## Balance Sheet

as at 30 June 2022 (unaudited)

	30/06/2022 £000	31/12/2021 £000
<b>Fixed Assets</b>		
Investments	<u>17,507</u>	<u>22,682</u>
<b>Current assets:</b>		
Debtors	104	69
Cash and bank balances	<u>796</u>	<u>84</u>
<b>Total assets</b>	<u><b>18,407</b></u>	<u><b>22,835</b></u>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Other creditors	<u>(73)</u>	<u>(175)</u>
<b>Total liabilities</b>	<u><b>(73)</b></u>	<u><b>(175)</b></u>
<b>Net assets attributable to shareholders</b>	<u><b>18,334</b></u>	<u><b>22,660</b></u>

## General Information

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### About OEICs

The SVM Funds ICVC (the "ICVC") is an umbrella Open Ended Investment Company ("OEIC"). An OEIC is a collective investment vehicle with variable capital. Investments in OEIC funds are pooled with those of other investors. This means investments can be spread across a far wider range of securities, helping investors to spread the risk to their money. The ICVC has separate sub-funds. Each sub-fund is managed in accordance with the investment objectives set out in the Prospectus and the FCA Collective Investment Schemes ("COLL").

It should be remembered that the value of your shares will be affected by fluctuations in the relevant markets and foreign currency exchange rates (where applicable) and may, therefore, go down as well as up. You should view your investment over the medium to long-term.

Please contact us on 0845 358 1100 for more information. We may record and monitor calls to help us improve our service.

All sub-funds are classified as schemes which comply with Chapter 5 of the COLL sourcebook.

The base currency of the Company is Sterling.

### Shares

The Company currently offers 2 share classes; Class A and Class B. Each share class has a different ACD fee.

### Prices and Dealing Times

The price used for either the purchase or sale of shares is normally the next price calculated after your instructions are received and accepted at our Edinburgh Office. Advisers have no authority to guarantee applications or prices.

The latest prices are obtainable from the Dealing Desk on 0845 066 1110.

Shares may be bought or sold between 9.00am and 5.00pm on Mondays to Fridays inclusive.

### Protected Cell Regime

The ICVC has adopted a 'protected cell regime' which means that the liabilities of each sub-fund are now segregated from the other sub-funds, so the debts of each sub-fund cannot therefore be passed to another. This has the benefit of providing stronger investor protection.

### Cross Holdings

There were no cross holdings between sub-funds in SVM ICVC as at 30 June 2022.

### Prospectus

The Prospectus, which is available from the ACD free of charge, outlines how the ICVC is managed and gives details of the types of assets in which each sub-fund may invest. The Prospectus and (where applicable) the Instrument of Incorporation were last amended as noted in the ACD's Report. Full terms and conditions are available from the ACD.

### Personal Taxation

Unless your shares are held within an ISA, if you sell your shares or switch your shares to a different sub-fund, this is treated as a disposal for Capital Gains Tax purposes. Tax rules can change. The value to an investor of the tax advantages of an ISA will depend on personal circumstances, which may change.

Shareholders are recommended to consult with their professional tax advisors if they are in any doubt about their position.

### Queries

If you have any queries about the operation of your sub-fund you should in the first instance contact the ACD. Please supply details of your holding (including surname, initials and account number).

### MSCI

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