



SVM Global Fund plc

Interim Report 31 March 2007

Highlights

- Net asset value (“NAV”) increases by 13.0%
- NAV outperforms benchmark by more than seven per cent
- Shares continue to trade at a premium
- 1,550,000 new shares issued

“The investment objective of the Company is long term capital growth through a portfolio of investment trusts, hedge funds and other specialist funds.”

Chairman's Statement

It has been another good six months for shareholders. Stockmarket conditions remain favourable and the Fund has again comfortably outperformed the FTSE World Index, its benchmark. The net asset value has risen by 13.0% to 399.04 pence per share, compared with an increase of 5.3% in the benchmark index.

This re-affirms the Fund's consistent record of outperformance. Over the longer term the net asset value has recorded annualised gains over the benchmark of 8.4%, 11.6% and 5.7% over three, five and ten years respectively.

Shareholders have benefited accordingly. The shares have traded at a premium to net asset value for most of the six month period, as demand continues to outstrip supply and the market recognises the stockpicking qualities of the Managers. The Fund has a principal objective of capital growth. A single final dividend will be paid in January 2008.

PORTFOLIO

The Fund remains underweight in the US and to a lesser extent Japan, principally due to the persistent weakness of their currencies. The preference is to invest in the higher growth markets broadly categorised as emerging markets where currency concerns are less pertinent. The Fund is also overweight in the UK which has benefited from the relative stable economic conditions. The Managers are looking for turning points which will signal a weakness in Sterling or a resurgence in other currencies.

The best performing funds have been in property, resources and emerging markets while disappointments were restricted to the small exposures in Japan and the US.

The Fund retains its exposure in funds that are less dependent upon rising equity markets for their returns. Current themes include hedge funds (18% of the portfolio), private equity funds (12%) and property, principally overseas (14%). The Managers estimate that the overall market exposure is around 80% and believe that this gives the Fund attractive risk/reward characteristics, providing the opportunity for outperformance in both rising and falling markets.

Our hedge funds continue to deliver mid teens annual returns from a range of strategies which are relatively uncorrelated to markets. Our funds in both the private equity and property sections of the portfolio are averaging closer to 20% returns per annum.

GEARING

The Fund's gearing remains 10%, although we still retain a banking facility of 20% of gross assets. It is the current intention that gearing remains at current levels unless market circumstances change.

SHARE ISSUE

During the period, 1.55 million shares, representing approximately 3% of shares in issue, were issued at premia on average in excess of 2.5% to long term investors. These issues were made at levels which added value for existing shareholders but also ensured that the shares were not priced at inflated levels. In addition, the shares issued not only improve liquidity but also reduce the overall total expense ratio.

Although no shares have been bought back nor have any been purchased for Treasury during the period, the Board retains the facility to do so should the opportunity arise. The Board and the Managers believe that the active use of share buy back/issue powers differentiates the Fund from a number of its peers.

OUTLOOK

Equity markets have recently completed their fourth straight year of positive returns since the nadir in March 2003. The Managers believe that further progress is becoming more difficult and the rates of market rises are moderating. However, with the global economy continuing to expand, there remain exciting opportunities especially in the less developed markets.

We believe the Fund is well positioned, with its mixture of relative and absolute return focussed funds, to continue to deliver above average performance.

Senator Shane Ross
Chairman
14 May 2007

Unaudited Accounts

Income Statement	6 months 31 March 2007 £000	6 months 31 March 2006 £000
Revenue Return		
Income	595	341
Interest charge allocated to revenue	(39)	(63)
Expenses allocated to revenue	(172)	(130)
Net revenue return after tax	384	148
Capital return		
Gains/(losses) on investments	27,653	34,046
Interest charge allocated to capital	(356)	(573)
Expenses allocated to capital	(2,128)	(1,830)
Net capital return after tax	25,169	31,643
Total return after tax	25,553	31,791
Return per ordinary share		
Revenue	0.70p	0.27p
Capital	46.16p	58.31p
Total	46.86p	58.58p

Cash Flow Statement	6 months 31 March 2007 £000	6 months 31 March 2006 £000
Net cash flow from operating activities	(850)	(204)
Returns from investment and servicing of finance	(395)	(637)
Purchases of fixed asset investments	(43,521)	(12,094)
Sales of fixed asset investments	30,589	11,584
Issue of shares	6,138	–
Equity dividends paid	(683)	(678)
Movement in cash	(8,722)	(2,029)

Unaudited Accounts

Balance Sheet	30 September 2006 £000	31 March 2007 £000	31 March 2006 £000
Fixed asset – investments	204,080	244,234	211,949
Net current assets	(12,345)	(21,492)	(21,580)
Shareholders' funds	191,735	222,742	190,369
Net Asset Value per share	355.30p	399.04p	350.78p

Notes

1. These are not full accounts in terms of the Companies Act 1985. Audited accounts for the year to 30 September 2006, which were unqualified, have been lodged with the Registrar of Companies.
2. Investment management fees and bank overdraft interest have been allocated 10% to revenue and 90% to capital (2006 – same).

Investment Portfolio

Company	Valuation £000	Total Assets %
1 Eurovestech	11,715	5.3
2 Merrill Lynch World Mining	9,059	4.1
3 Firebird Rupublics Fund	8,401	3.8
4 JP Morgan Russian Securities	7,508	3.4
5 Prospect Japan Fund	6,773	3.0
6 Firebird New Russia Fund	6,469	2.9
7 Vastok Nafta	5,839	2.6
8 Ukraine Investment Fund	5,699	2.6
9 Dolphin Capital Investors	5,676	2.5
10 Oryx International Growth	5,596	2.5
Ten largest investments	72,735	32.7
Other investments	171,499	76.9
Total investments	244,234	109.6

Company Information

Directors

Senator Shane P N Ross (Chairman)
Terence G Arthur
Daniel H Hodson
Peter J Hulse
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