

Portfolio Analysis

Risk Baskets

To help understand the overall balance of the portfolio, stocks are allocated to one of eight risk groups: defensive, cyclical, stable financial, unstable financial, consumer cyclical, oil & gas, mining and finally technology. Most of these groups are self explanatory but financials deserve some clarity. All financials are inherently unstable but in the main, Lloyd's underwriters and General Insurers take less balance sheet risk, so are relatively more stable than Banks or Life Assurers.

Seeing the portfolio broken down into these categories allows an understanding of how aggressive or defensive the overall portfolio is, and where risk is being taken.

Technology	33.2	
Cyclical	20.5	
Consumer Cyclical	13.0	
Oil & Gas	9.7	
Defensive	8.1	
Unstable Financial	7.0	
Stable Financial	0.0	
Mining	0.0	
Cash	8.4	

Technology

33.2%

Alphabet	8.2
Micron Technology	5.5
MagnaChip Semiconductor	4.7

Cyclical

20.5%

Hitachi	3.8
Alpha FMC	3.5
Synthomer	3.4

Consumer Cyclical

13.0%

Entain	5.9
Ryanair	2.7
Norcros	2.6

Oil & Gas

9.7%

Jadestone Energy	3.7
Energean	2.3
Savannah Energy	1.7

Defensive

8.1%

Uniphar	3.8
Drax Group	2.3
Smith & Nephew	2.0

Unstable Financial

7.0%

U.S. Bancorp	3.9
Prudential	3.1

Stable Financial

0.0%

Mining

0.0%

This Month's Featured Stock

Smurfit Kappa

Smurfit Kappa is a global leader in paper and packaging. The company is Europe's number one producer of corrugated packaging and containerboard and also operates across the Americas.

While the manufacture of cardboard boxes may not set pulses racing, the industry has qualities that make it attractive for investors. Demand for boxes is both resilient and has long-term structural growth drivers. Approximately two-thirds of Smurfit's box volumes are produced for customers in the food or fast-moving consumer goods industries. Throughout the Covid pandemic, volume demand in these sectors has remained robust. Increased adoption

of e-commerce solutions, which accelerated over the past couple of years, should continue to provide a tailwind to growth. In addition, increasing demands for sustainable packaging solutions should benefit Smurfit, where 75% of the raw material used is recycled fibre. Recent full-year results for 2021 demonstrated the strength of Smurfit's position, with revenues growing by 18% y/y.

The Russian invasion of Ukraine, and its associated impacts on commodity markets and supply chains, will present some challenges to Smurfit. While the group's physical exposure to these markets is limited, higher energy costs will have an impact. Smurfit has more than half of

its energy requirements hedged for 2022, while many smaller competitors will be fully exposed to the spot market. In recent years management have successfully managed to pass through price increases to customers, but it is undeniable that this will be a headwind during the year. In the long-run, however, we think the outlook for Smurfit remains undimmed and the crisis could even lead to further opportunities to gain market share.

Currently trading on an estimated 2022 PE of c.11x, we believe that Smurfit's share price does not reflect either its resilience or its growth potential.

Portfolio Structure

As an unconstrained fund we invest in our highest conviction ideas irrespective of market capitalisation, country or sector. As a consequence The SVM World Equity Fund portfolio will vary considerably from the benchmark index and from other funds that are in the same IA sector.

Top 10 Holdings

	(%)	
Alphabet	8.2	
Entain	5.9	
Micron Technology	5.5	
MagnaChip Semiconductor	4.7	
SK Hynix	4.4	
U.S. Bancorp	3.9	
ON Semiconducto	3.9	
Hitachi	3.8	
Uniphar	3.8	
Jadestone Energy	3.7	
Rest of Portfolio	52.1	

Geographic Stock Analysis (%)

United Kingdom	43.0	
North America	28.6	
Europe (excluding UK)	9.5	
Japan	5.4	
Asia Pacific (excluding Japan)	5.1	
Latin America	0.0	
Other	0.0	

Sector Breakdown

	(%)	
Information Technology	21.8	
Industrials	16.4	
Energy	9.7	
Consumer Discretionary	9.3	
Health Care	9.0	
Communication Services	8.2	
Materials	7.9	
Financials	7.0	
Utilities	2.3	
Consumer Staples	0.0	
Real Estate	0.0	



Size Analysis

	(%)
Mega Cap (>£50bn)	24.5
Large Cap (<£50bn)	15.5
Mid Cap (<£10bn)	21.3
Small Cap (<£1bn)	30.3



Net Currency Exposure

	(%)
Euro	9.5
Sterling	44.9
US Dollar	34.7
Japanese Yen	5.4
Others	5.1

Enquiries

www.svmonline.co.uk
Calls may be recorded

Investor Services and Dealing:

Dealing, account enquiries and valuations
Phone: 0345 066 1110
Fax: 0330 123 3755
International phone: +44 (0)1268 447 417
International fax: +44 (0)1268 457 731

General Enquiries

Head office and fund enquiries
Phone: +44 (0)131 226 6699
Email: info@svmonline.co.uk
Helpline: 0800 0199 110
Literature Request: 0800 0199 440

ISIN:

Share Class A GB00B0KXRB86
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Registered Office:

SVM Asset Management Limited
7 Castle Street
Edinburgh
EH2 3AH
Registered No. 125817

Issued by SVM Asset Management Limited who is authorised and regulated by the Financial Conduct Authority:
12 Endeavour Square
London E20 1JN

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Fund Performance

to 28/02/2022

Cumulative Performance, % change

	One month	2022 yr to date	One year	Three years	Five years	Since launch*
SVM World Equity Fund B	0.9	-7.5	9.5	62.3	66.1	242.0
MSCI ACWI IMI Index	-2.3	-6.5	11.4	43.5	57.6	220.0

Source: FE fundinfo, as at 28/02/2022, B Share Class, GBP, UK net tax with net income reinvested and no initial charges.

*The Fund was launched on 01 December 2010

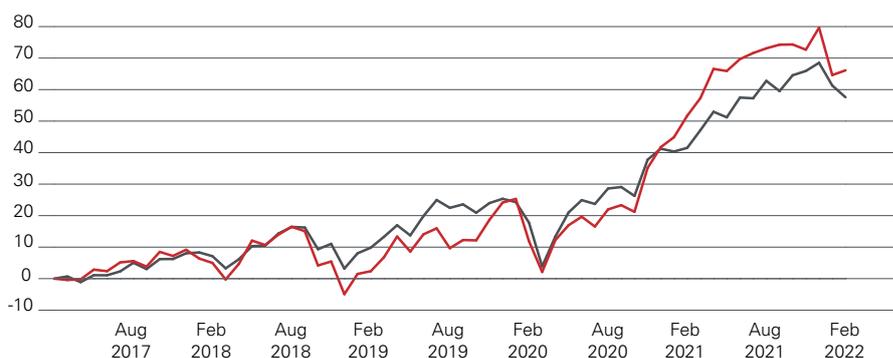
Percentage growth year on year to 31 December

	2021	2020	2019	2018	2017
SVM World Equity Fund B	26.7	14.2	30.6	-12.9	12.8
MSCI ACWI IMI Index	19.3	12.7	21.5	-4.5	13.2
Performance Difference	+7.4	+1.5	+9.1	-8.4	-0.4

Source: FE fundinfo, as at 31/12/2021, B Share Class, GBP, UK net tax with net income reinvested and no initial charges.

Five Year Performance (%)

■ SVM World Equity Fund B ■ MSCI ACWI IMI Index



Source: FE fundinfo, as at 28/02/2022, B Share Class, GBP, UK net tax with net income reinvested and no initial charges.

Data provided by FE fundinfo. Care has been taken to ensure that the information is correct but it neither warrants, represents nor guarantees the contents of the information, nor does it accept any responsibility for errors, inaccuracies, omissions or any inconsistencies herein.

Past performance is not a guide to future performance.

The value of your investments and any income from them can go down as well as up and you may not get back the amount originally invested.

This material should not be considered as advice or an investment recommendation. Investors should seek advice from an authorised financial adviser prior to making investment decisions.

The Fund is to be considered a long term (5 years or more) investment option.

The Fund incurs the following key risks:

In the event a preliminary charge is levied and an Investor then redeems the investment shortly after investing, they may not get back the original amount due to the initial charges; regardless of any market movements. Tax treatment can change at any time without notice and is beyond control of the Fund. Expenses incurred by the Fund that are chargeable can reduce income and restrain the capital growth of the Fund. Currency movements may cause the value of your investment to fall as well as rise. Stock market volatility may impact the Fund's ability to trade in, or obtain accurate valuations for, securities held in the Fund's portfolio. There can be no guarantee that the investment objective of a Fund will be achieved or provide the returns sought by the Fund. The Fund may enter into derivative contracts for efficient portfolio management (EPM) purposes. Full details on EPM can be found in Appendix A of the Prospectus. 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. The Fund is exposed to currency risk. The Fund may use currency management techniques, including hedging and entering into derivatives contracts, for efficient portfolio management (EPM) purposes. Full details on EPM can be found in Appendix A of the Prospectus. Further information about the risk factors relevant to the Fund can be found in the Prospectus and the Key Investor Information Document.

Unless otherwise stated all data is sourced to SVM.

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