

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	35.5	
Cyclical	22.0	
Consumer Cyclical	13.4	
Defensive	8.3	
Oil & Gas	8.2	
Unstable Financial	7.6	
Stable Financial	0.0	
Mining	0.0	
Cash	5.0	

Technology

35.5%

Alphabet	8.2
Micron Technology	5.2
MagnaChip Semiconductor	4.6

Cyclical

22.0%

Synthomer	4.3
Alpha FMC	4.2
Hitachi	4.0

Consumer Cyclical

13.4%

Entain	5.7
Norcros	2.9
Ryanair	2.9

Defensive

8.3%

Uniphar	4.5
Drax Group	2.0
Smith & Nephew	1.9

Oil & Gas

8.2%

Jadestone Energy	3.8
Energiean	2.1
Savannah Energy	1.5

Unstable Financial

7.6%

U.S. Bancorp	4.1
Prudential	3.4
Jackson Financial	0.1

Stable Financial

0.0%

Mining

0.0%

This Month's Featured Stock

Hitachi

Hitachi, the Japanese multinational conglomerate, operates in a diverse range of industries. Over the past decade Hitachi has sought to restructure its business, focusing on the five higher growth sectors of IT, Energy, Industry, Mobility and Smart Life. The group retains holdings in listed subsidiaries in the Construction Machinery and Metals sector.

Recent results demonstrated the strength resilience of Hitachi's business. For the quarter to the end of December, Hitachi's revenue was 13% ahead of the prior year thanks to strong organic growth in its IT and mobility businesses. The group's 'Lumada' solutions business, which sits across multiple industries and helps customers

extract information from complex data, offers an exciting long-term growth opportunity and has grown by 40% in the year to date. In the mobility sector, the group has benefited from a strong order book profile, winning contracts to deliver trains for HS2 in the UK. Although there have been numerous headwinds facing the business during the year, including semiconductor shortages and rising raw material prices, by improving cost efficiency and successfully passing through price increases profit guidance has been maintained.

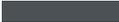
Currently trading on an estimated 2022 PE of c.10x, we feel that the market fails to recognise Hitachi's resilience and growth opportunities

available to it. With a strong balance sheet, the company should be able to pursue returns-enhancing M&A activity.

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	5.7	
Micron Technology	5.2	
MagnaChip Semiconductor	4.6	
Uniphar	4.5	
SK Hynix	4.4	
Synthomer	4.3	
Alpha FMC	4.2	
U.S. Bancorp	4.1	
Hitachi	4.0	
Rest of Portfolio	50.9	

Geographic Stock Analysis (%)

United Kingdom	42.4	
North America	31.2	
Europe (excluding UK)	10.5	
Japan	5.9	
Asia Pacific (excluding Japan)	5.0	
Latin America	0.0	
Other	0.0	

Sector Breakdown

	(%)	
Information Technology	24.2	
Industrials	16.9	
Health Care	9.5	
Materials	9.3	
Consumer Discretionary	9.2	
Communication Services	8.2	
Energy	8.2	
Financials	7.6	
Utilities	2.0	
Consumer Staples	0.0	
Real Estate	0.0	



Size Analysis

	(%)
Mega Cap (>£50bn)	24.4
Large Cap (<£50bn)	19.0
Mid Cap (<£10bn)	27.0
Small Cap (<£1bn)	24.7



Net Currency Exposure

	(%)
Euro	10.5
Sterling	43.3
US Dollar	36.2
Japanese Yen	5.9
Others	5.0

Fund Performance

to 31/01/2022

Cumulative Performance, % change

	One month	2022 yr to date	One year	Three years	Five years	Since launch*
SVM World Equity Fund B	-8.4	-8.4	13.6	62.2	68.4	238.9
MSCI ACWI IMI Index	-4.3	-4.3	14.9	49.3	67.5	227.5

Source: FE fundinfo, as at 31/01/2022, 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 31/01/2022, 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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