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IM Russell ICVC International Growth Assets Fund

Performance Review¹ (this annual summary relates to the period 31 January 2010 to 31 January 2011)

	One Month %	Three Months %	One Year%
IM Russell ICVC International Growth Assets Fund (Class C Fees)	-0.8	6.0	19.9
Benchmark (Russell Developed Large Cap ex-UK (GBP Hedged))	2.1	8.1	17.9

Source: Russell/Confluence, in UK sterling terms, net of fees, Data as at 31/01/2011

¹ These funds are priced at 7:00am each morning where as the benchmark is priced at close of business each day. For benchmark comparable analytical purposes therefore the NAV have been artificially moved to the previous working day.

Annual Market Comment

2010 was the first year since 2005 that commodities, stocks, bonds and the dollar all gained as the economic recovery proved increasingly resilient. Nonetheless, this was another volatile period, with sentiment fluctuating sharply as concerns about economic data and sovereign debt ebbed and flowed. That changeable environment for stocks, and the lower levels of correlation between global equity markets that accompanied it, created an attractive environment for active investment.

Annual Fund Comment

The Fund gained 19.9% over the 12 months to January 2011, outperforming the Russell Developed Large-Cap ex UK Index by 2.0%. Key contributors included country positioning and stock selection, with gains in the former led by the underweight to a weak Japanese market and overweights to resource-rich developing markets including Brazil and Peru. An underweight to Spain was beneficial, as markets on Europe's periphery declined on a deepening sovereign debt crisis. However, stock selection was very effective in Continental Europe, notably Switzerland, where luxury goods maker Richemont strengthened on robust revenue growth driven by the conspicuous consumption of the increasingly wealthy Asian middle classes. Consumer discretionary stocks added the most value as the underlying advisers favoured companies they believed would benefit from increasing consumer demand for high-end products and services. Stock selection also proved additive among financials, while the positive impact of the overweight to materials was augmented by effective selection, most obviously Peru's Southern Copper after the base metal's price surged to an all-time high on voracious emerging market demand.



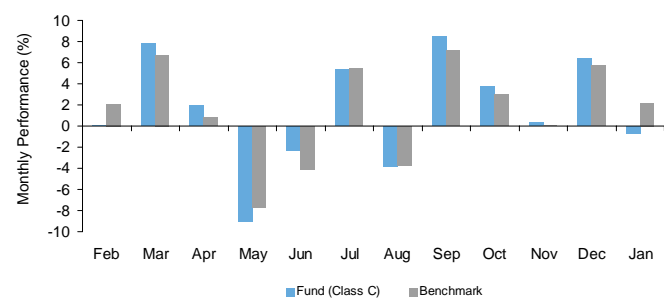
Portfolio Manager:

Phil Hoffman

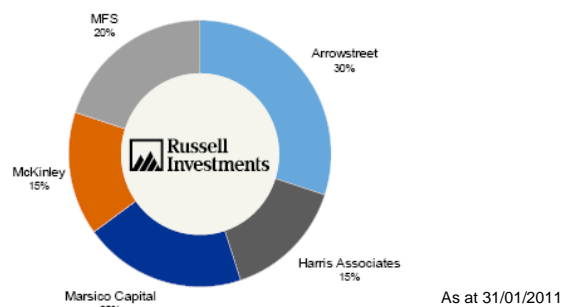
Benchmark	Russell Developed Large Cap ex-UK (GBP Hedged)
Fees: Class A, B, C	1.70%, 1.20%, 0.95%
No. of Stocks	312
AUM	£56.3m
Launch Date	12th January 2010
SEDOL: A Class acc.	B4JQN30
12-month Yield	0.54%

The yield figure is calculated on the basis of dividing the last twelve months' dividends by the current price (data as at 31/01/11).

Performance Chart (%)



Fund Allocation



Regional Analysis

Region Exposure ¹	Fund	Benchmark ²	Annual Region Returns
Asia Pacific ex-Japan	4.1	7.2	4 0 . 5
Europe ex United Kingdom	29.8	20.0	2 5 . 1
Japan	3.3	8.3	1 3 . 4
United Kingdom	1.6	0.0	2 0 . 0
US & Canada	47.0	51.8	2 7 . 0
Emerging Markets	14.2	12.6	3 6 . 1

¹ Region weights may not sum to 100% due to rounding. Data as at 31/01/2011





² The benchmark is Russell Developed Large Cap ex-UK (GBP Hedged)

Emulation Strategy

Optimal stock views from managers with complementary investment processes are aggregated into a single International equity portfolio which is then implemented by Russell. This improves trading efficiency, better manages risk and reduces potential costs. One example benefit is that stocks traded by the managers may offset against each other at the fund level, leaving inconsequential positions so trading becomes unnecessary.

The value of investments and the income from them can fall as well as rise and is not guaranteed. You may not get back the amount originally invested. Any forecast, projection or target is indicative only and not guaranteed in any way. Any past performance figures are not necessarily a guide to future performance.

Manager / Adviser Description

Manager	Mandate Inception	Process
	Q1 2010	Arrowstreet is one of the leading quantitative specialists managing global equity portfolios and employs sophisticated computer models to identify investment opportunities. It emphasises both valuation and momentum criteria. Arrowstreet's global strategy is based on complex, proprietary computer models that seek to exploit behavioural and fundamental inefficiencies within markets, which have caused target companies to become temporarily undervalued. Its portfolios are likely to exhibit active country and sector positions.
Adviser	Adviser Inception	Process
HARRIS ASSOCIATES L.P.	Q1 2010	Harris focuses on stocks selling at significant discounts to the underlying companies' intrinsic value. They invest in companies that are run by management teams that think and act as owners. Harris prefers management teams that focus on strong cash flow generation and efficient allocation of capital. Harris' deep understanding of the key business drivers of their holdings provides them with a competitive advantage.
	Q1 2010	Marsico seeks to identify macroeconomic themes, based on its economic, political and social analysis, which drive earnings growth and price appreciation. Fundamental research is performed to identify attractive stocks likely to benefit from exposure to such themes. A key strength of Marsico is their depth of knowledge of industries, companies and management teams which can be attributed to the quality and experience of its team of four portfolio managers and dedicated team of global industry analysts.
	Q1 2010	The portfolio is advised by a team of professionals led by Robert A. Gillam, Chief Investment Officer. Using both a quantitative screening process and qualitative overlay to construct and manage portfolios, McKinley has been adept at combining these approaches, successfully identifying future winners over time. This strategy has performed consistently well through both growth and value market environments.
	Q1 2010	MFS' approach is market-orientated, with a particular emphasis on high quality, cash generative companies where growth appears sustainable over the longer-term. Portfolios are managed by a small team of seasoned investors, each with over 10 years of experience. The team is supported by over 70 analysts based around the world, providing research across the broad universe of global companies. Portfolios tend to feature country and sector positions that diverge meaningfully from the index.

Latest Top Ten Holdings (31/01/2011)

Company Name	Country	Sector	Fund %	Benchmark %
Nestle SA	Switzerland	Consumer Goods	1.9	0.7
Compagnie Financiere	Switzerland	Consumer Goods	1.7	0.1
Walt Disney Co.	United States	Consumer Services	1.5	0.3
Bank of New York Mellon Corp.	United States	Financials	1.5	0.2
Julius Baer Gruppe AG	Switzerland	Financials	1.4	0.0
Inditex SA	Spain	Consumer Services	1.4	0.1
Wells Fargo & Co.	United States	Financials	1.2	0.6
Apple, Inc.	United States	Technology	1.2	1.3
Linde AG	Germany	Basic Materials	1.1	0.1
Heineken N.V.	Netherlands	Consumer Goods	1.0	0.1

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