

Fund news

Three month review

- The Fund outperformed its sector average over three months, ranking in the second quartile¹ of its sector average.
- Given the continued decline in European bond yields, we increased investment in stocks that offer strong cash flows, including road-toll groups, Autostrade and Autoroutes Du Sud de la France, and utility companies Suez and E.ON. We believe their appeal to income-seeking investors will drive share price gains.
- Profits were taken in Bank of Turkey and Turkish mobile phone operator Turkcell as we believe increased risk aversion is likely to reduce the value of their shares.

- Investment in Austrian oil company OMV and Swedish international industrial group Atlas Copco boosted returns.

Outlook

- Despite slowing economic activity, we remain cautiously optimistic about the outlook for European equities. Low and stable interest rates continue to provide support for equity valuations.

AA rated by Forsyth – OBR

AAA rated by Standard & Poor's

★★★★★ rated by Standard & Poor's

☆☆☆ rated by Morningstar

All ratings as at 31.05.05

This document was issued as at 31st May 2005 unless otherwise stated. Risk and performance can change over time. Up-to-date information can be obtained on the internet at the Gartmore website: www.gartmore.co.uk or by calling the Gartmore Helpline on 0800 289 336. Gartmore is unable to offer personal financial advice. Please note that nothing in this document should be interpreted as financial advice

Important Information

The value of investments and the income from them may go down as well as up and you may not get back your original investment. Past performance is not a guide to future performance.

Please read the Key Features Document before investing.

Funds investing in overseas securities are exposed to and can hold currencies other than Sterling. As a result, exchange rate movements may cause the value of investments to decrease or increase. Smaller companies are riskier and less liquid than larger companies, which means their share price may be more volatile.

The data on this factsheet is for Retail Class Shares and may vary for Institutional Class Shares within the Fund. Standard & Poor's and Forsyth-OBSR are independent ratings companies which give ratings based on performance and quality of investment process to investment funds from 'A' to 'AAA' ('AAA' being the highest possible rating). Standard & Poor's and Morningstar Star Ratings are based on performance relative to their sector and volatility. Ratings are from five stars to one star, with five stars representing the top 10% of funds and one star representing the bottom 25% (10% for Morningstar) of funds in their sector.

¹1st quartile means ranked in top 25%, 2nd quartile means ranked in the next 25% of the funds within the relevant S&P sector and so on. Source for all performance data: Standard & Poor's. Basis: Mid to mid, net income reinvested and net of fees in UK Sterling terms.

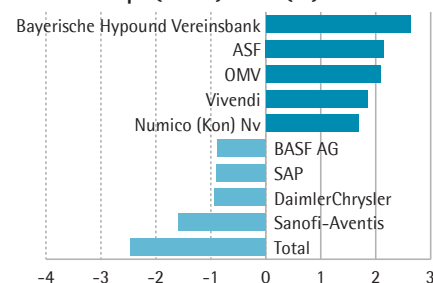
Fund holdings as at 31st May 2005*

Ten largest holdings

	Total assets (%)
Novartis	4.0
Bayerische Hypoand Vereinsbank	3.1
Telefonica	2.8
Vivendi	2.6
Nestlé	2.5
Royal Dutch Petroleum	2.5
UBS	2.3
E.ON	2.3
ASF	2.2
OMV	2.2

Stock weighting

Top overweights/underweights vs FTSE Europe (ex UK) Index (%)

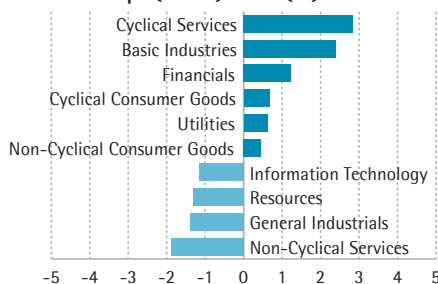


Sector breakdown

	Total assets (%)
Financials	31.4
Non-Cyclical Consumer Goods	16.3
Basic Industries	9.5
Cyclical Services	9.0
Resources	8.3
Non-Cyclical Services	7.4
Utilities	7.1
Cyclical Consumer Goods	5.3
General Industrials	4.3
Information Technology	3.9
Cash	-2.5

Sector weighting

Top overweights/underweights vs FTSE Europe (ex UK) Index (%)

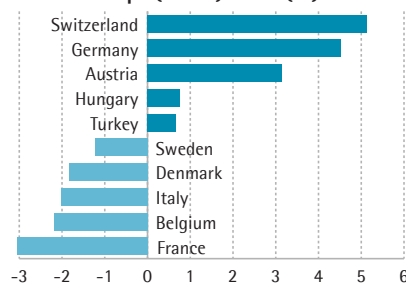


Geographical breakdown

	Total assets (%)
Switzerland	19.9
Germany	19.9
France	18.2
Netherlands	10.2
Spain	9.8
Italy	7.8
Sweden	4.3
Austria	3.9
Finland	1.9
Greece	1.2
Others	5.4
Cash	-2.5

Geographical weighting

Top overweights/underweights vs FTSE Europe (ex UK) Index (%)



*Source: Gartmore/Factset

Distribution by market capitalisation (US\$bn,%)**

	Under 1.5 (Small)	1.5 to 5 (Mid)	Over 5 (Large)
Fund weighting	0.8	8.4	90.8
FTSE Europe (ex UK) Index weighting	1.1	10.5	88.4

**Source: Gartmore/Vision



Fund performance

Annual performance to quarter ending 31.03.05 (%)[†]

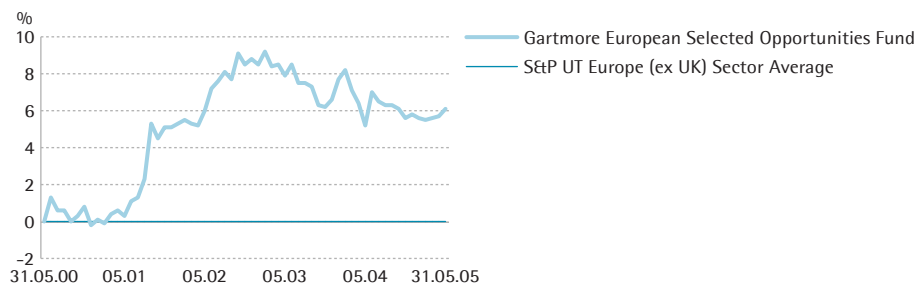
	31.03.04 -31.03.05	31.03.03 -31.03.04	31.03.02 -31.03.03	31.03.01 -31.03.02	31.03.00 -31.03.01
Percentage growth	17.1	31.8	-30.5	-2.9	-18.1

Past performance is not a guide to future performance.

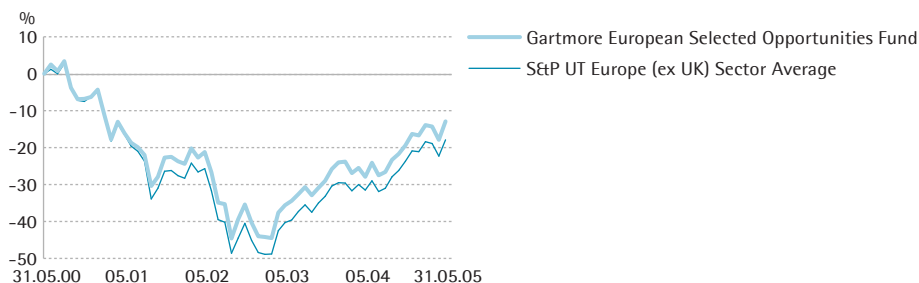
Cumulative track record to 31.05.05 (%)[†]

Track record	1 year	3 years	5 years	10 years
Gartmore European Selected Opportunities Fund	20.8	10.6	-12.9	229.9
S&P UT Europe (ex UK) Sector Average	19.8	10.5	-17.9	126.2
Gartmore European Selected Opportunities Fund Sector Ranking	33/95	38/86	20/73	4/54
Quartile Ranking of Fund	2	2	2	1

Relative performance vs the Sector Average over a five year period[†]



Percentage change vs the Sector Average over a five year period[†]



[†]Source for all performance data: Standard & Poor's. Basis: Mid to mid, net income reinvested and net of fees in UK Sterling terms.

Fund statistics

Statistical data vs the index over a three year period[†]

Beta	0.86	Annualised Volatility	18.85
Annualised Tracking Error (ex post)	5.42	R Squared	0.95
Annualised Information Ratio	-0.03	Annualised Sharpe Ratio	-0.04
Alpha	0.01		

Glossary

Beta – A measure of market sensitivity – i.e. the extent to which a share or a portfolio fluctuates with the market. A fund with a beta of 1 would perform in line with the market.

Annualised Tracking Error – The standard deviation of a fund's relative returns against a benchmark.

Annualised Information Ratio – This measure evaluates the return a fund manager achieves, given the risk they take on.

Alpha – A risk-adjusted return a security or a portfolio would be expected to earn if the market rate of return were zero.

R Squared – A measurement of how closely a portfolio's performance correlates with the performance of a benchmark index.

Annualised Volatility – The extent of fluctuation in an investment portfolio, etc. on an annualised basis.

Annualised Sharpe Ratio – A measure of return adjusted for the amount of risk that has been taken. The higher the Annualised Sharpe Ratio, the better the portfolio's return in risk-adjusted terms.

If you would like any further assistance with these terms, please contact our Helpline.

Fund details

Launch Date	September 1984
Fund Managers	Roger Guy Guillaume Rambourg
Fund Size	£1,486.4 million
Number of Holdings	93
Base Currency	GBP
IMA sector	Europe (ex UK)
Benchmark Index	FTSE Europe (ex UK) Index
Type of Share	Accumulation Only
Initial Charge	5.0% of subscription
Annual Management Charge	1.5%
Dividend Dates	31st January, 31st July
Valuation Point	12.00 midday
Bloomberg	GAEUSRA
ISIN	GB0032437948
SEDOL	3243794

IF	Investment Fund Minimum Investment £1,000
ISA	ISA Maximum Investment £7,000
PEP	PEP Transfers Maximum Investment unlimited

Investment Objective

The Fund aims to achieve a long-term return, in excess of the long-term return that is typically achieved from European equity markets, by investing in:

- companies having their registered office in Europe,
- companies that do not have their registered office in Europe but either (i) carry out a predominant proportion of their business activity in these markets, or (ii) are holding companies which predominately own companies with registered offices in Europe.

The Fund will invest in companies of any market capitalisation.

The return will be a combination of capital and income returns.

The Fund may also invest at the Manager's discretion in other transferable securities, money market instruments, cash and near cash, derivative instruments and forward transactions, deposits and units in collective investment schemes (use may be made of stocklending, borrowing, cash holdings, hedging and other investment techniques permitted in applicable FSA Rules).

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