



FPM Funds

Annual Report 2010

- FPM Funds Stockpicker Germany All Cap

Investment Company with Variable Capital Incorporated
under Luxembourg Law



1/2011: The DWS/DB Group is the largest German mutual fund company according to assets under management. Source: BVI. As of: December 31, 2010.



Deutsche Bank Group

FPM Funds Stockpicker Germany All Cap

Contents

Annual report 2010
for the period from January 1, 2010, through December 31, 2010



Equity markets

4

General information

6



Annual report FPM Funds SICAV

FPM Funds Stockpicker Germany All Cap

8



Investment portfolio for the reporting period

Investment portfolios and financial statements

12

Report of the Réviseur d'Entreprises agréé

16



Equity markets

Equity markets in the fiscal year through December 31, 2010

Price increase despite occasional doubts regarding economic prospects

During the fiscal year from the start of January through the end of December 2010, prices in the international equity markets increased amid temporarily strong fluctuations. Following the severe financial and economic crisis, the global economy was able to further regain stability, though high budgetary deficits, in particular those of the Southern European countries and Ireland, fanned fears of an escalation at times and led to major corrections on the exchanges. Equity prices received support however from the solid profitability of many companies, which benefited as much from the economic dynamism in the high-growth emerging markets as they did from their own cost-saving and profitability-increasing measures. The low interest rate policy of the central banks also boosted prices. Adhering to this expansive liquidity supply created a high level of trust in an economic recovery. This was also true of the 750 billion euro protective shield that the European Union and the International Monetary Fund put up to defuse the debt crisis in Europe. Against this backdrop, the MSCI World Index recorded an increase of 21.1% in euro terms over the 12-month period (+11.8% in U.S. dollars).

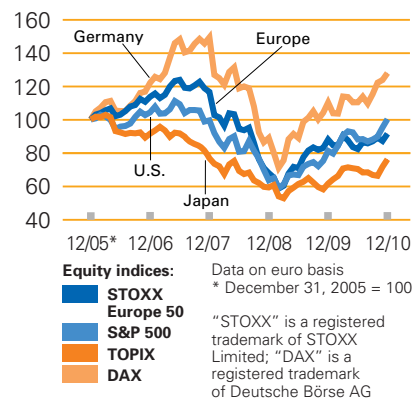
In many cases, the equities of companies with a global orientation led this upward trend. This included commodities as well as industrials, such as suppliers of machinery and equipment for infrastructure development in the emerging-market countries. The improvement in the overall economic

climate also triggered a shift in focus to technology and consumer stocks.

In the 12 months through the end of December 2010, the **U.S. equity markets** put in a positive performance overall. This was due initially to more positive economic data and an improvement in corporate operating results. As time progressed, however, signs of a weakening of the economic recovery along with the debt crisis in Europe had an at times adverse effect, amid fears of negative fallout for economic performance in North America. The situation on the employment and real estate markets also remained tense. In addition, there was temporary uncertainty regarding the future monetary policy of the U.S. Federal Reserve. Following the Fed's decision to continue the purchase of government bonds to stabilize the economy, the equity markets rose again sharply, with the S&P 500 gaining 13.9% for the entire reporting period in U.S. dollar terms (+23.4% in euro).

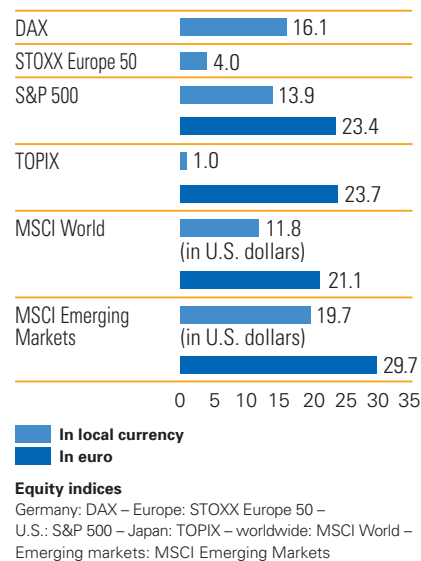
Europe presented a divided picture. The economy in Germany and in the Northern European countries was in comparatively good condition. The markets were buoyed here by the excellent international competitiveness of many companies. For example, the DAX gained 16.1% in euro terms. Germany's above-average growth in comparison to its Western European neighbors was not due entirely to its traditionally strong export business (which additionally benefited from the weakness of the euro) but was also increasingly attributable to the recovery in domestic demand. The comparatively solid man-

Strong market movements over a five-year period



International equity markets in fiscal year 2010

Performance in %



agement of the state budget also had a positive effect. The equity markets in countries such as Greece, Ireland, Spain and Portugal remained at markedly low levels due to continued doubts about their financial stability and the associated concerns regarding growth. This was also a critical contributing factor to the 2.4% decline on the EURO STOXX 50 index in euro terms – in comparison to the broader STOXX Europe 50 index, which rose 4.0%.

The prices on most **Eastern European** exchanges improved tangibly on the back of strong growth in these countries and the comparatively low level of government debt. In the reporting period, for example, Poland recorded an increase of 24.0% (WIG) and the Czech Republic was up 14.0% (PX index; both percentages in euro terms).

In contrast, **Japanese** stocks performed less positively. The more favorable market environment which initially accompanied an improvement in economic data and company results clouded over again as the months passed. The strength of the yen against the U.S. dollar hurt performance because of the resulting negative impact on the export-oriented Japanese economy. Even the intervention of the central bank in the currency market only managed to curb the appreciation of the yen temporarily. As measured by the TOPIX index, Japanese equities recorded a gain of just 1.0% in local currency during the fiscal year through the end of December 2010 (+23.7% in euro terms).

Solid fundamental data in the emerging markets

The emerging-market countries yielded very robust economic data in the reporting period. The overall market environment was marked by sustained economic growth, structural improvements and the continued reform of fiscal policy. In China, India and Brazil, but also in many other countries, private consumer spending gained in importance as a source of growth, accompanied by the strong performance of the services

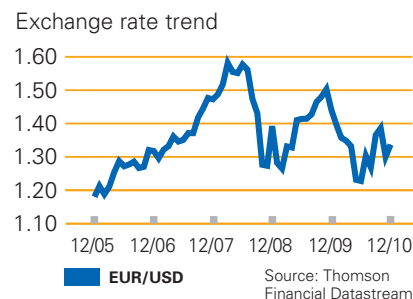
sector. Against this backdrop, the MSCI **Emerging Markets** recorded a strong gain of 29.7% in euro terms. The performance of the individual markets in the emerging-market countries displayed a similar volatility to those in the industrial countries. In some markets, however, a marked increase was recorded along with new annual highs.

In addition to the globally higher risk appetite on the part of equity investors, which led to the building up of significant positions in the emerging markets, dynamic economic growth was one of the reasons for this overall positive performance. The capital markets' only concern recently has been rising inflation rates, particularly in China and Brazil. The equity markets in China and Brazil recovered comparatively quickly from the lows they hit during the financial crisis in fall 2008, and – with valuations having already approached their pre-financial crisis levels – the performance of both of these markets was significantly more restrained in 2010, despite a positive overall environment. The Hang Seng China Enterprises index gained 0.4% in local currency (+8.5% in euro). The Brazil Bovespa gained 1.0% in Brazilian real (+13.7% in euro). Compared to this, the performances in 2010 of the Bombay SE 30 Share Sensitive (+17.6% in Indian rupee; +32.6% in euro) and Russia's RTS (+25.4% in Russian rouble; +34.4% in euro) were considerably better.

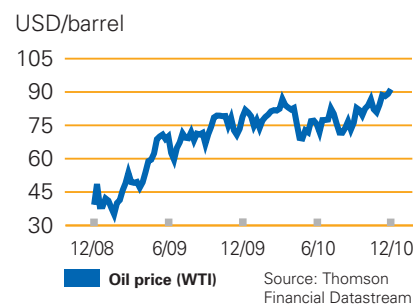
Continued increase in the price of gold and crude oil

The price for a troy ounce of **gold** reached new historic highs in 2010, at

Development of the euro against the U.S. dollar



Change in oil price since the end of 2008



times rising above the 1,400 U.S. dollar mark. The precious metal was supported by the very expansive monetary policy of leading central banks as a result of the financial crisis as well as high government debt in the euro area peripheral countries; both of these factors contributed to strong investor demand. The increasingly robust global economy, strong growth in the emerging-market countries and – toward the end of the reporting period – below-average winter temperatures in North America and Europe pushed the **price of crude oil** significantly above 90 U.S. dollars per barrel at times.

General information

The fund described in this report is a sub-fund of a SICAV (Société d'Investissement à Capital Variable) incorporated under Luxembourg law.

Performance

The investment return, or performance, of a mutual fund investment is measured by the change in value of the fund's shares. The net asset values per share (= redemption prices) with the addition of intervening distributions, which are, for example, reinvested free of charge within the scope of investment accounts at DWS, are used as the basis for calculating the value. Past performance is not a guide to future results.

The corresponding benchmarks – if available – are also presented in the report. All financial data in this publication is **as of December 31, 2010**. The deadline for completing the text portions of the report was January 31, 2011.

Sales prospectuses

Fund shares are purchased on the basis of the current simplified and full sales prospectuses and the by-laws of the SICAV, in combination with the latest audited annual report and any semiannual report that is more recent than the latest annual report.

Issue and redemption prices

The current issue and redemption prices and all other information for shareholders may be requested at any time at the registered office of the Management Company and from the paying agents. In addition, the issue and redemption prices are published in every country of distribution through appropriate media (such as the Internet, electronic information systems, newspapers, etc.).

2010

Annual report

FPM Funds Stockpicker Germany All Cap

Investment objective and performance in the reporting period

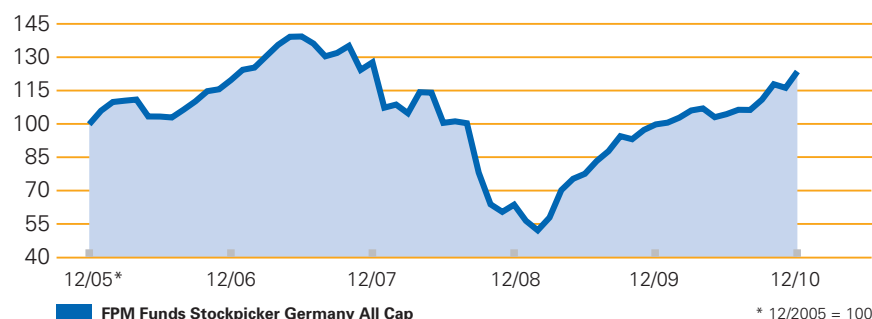
FPM Funds Stockpicker Germany All Cap focused on the entire German equity market. The sub-fund preferred equities of companies with above-average earnings capacity and a comparably low dependency on general economic performance.

In the fiscal year through the end of December 2010, the sub-fund achieved a significant appreciation of 23.8% per share (BVI method) thanks to the solid economic performance in Germany. Investor focus again shifted in particular to stocks with small and medium market capitalizations, which exhibited price increases that were many times above average, while large stocks, with the exception of more economically-sensitive, cyclical companies, lagged somewhat behind in comparison.

Investment policy in the reporting period

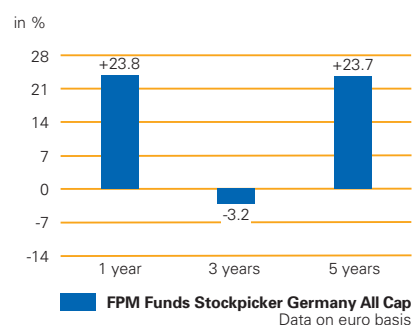
Significant price gains were achieved with equities of companies whose business development was impacted considerably less than expected by the financial crisis and which, in some cases, recorded extremely strong operating profits. Among the large positions, these were Software AG, the construction materials manufacturer Sto and Aareal Bank, which was noticeably better positioned than its competitors. The medical technology company Eckert & Ziegler also recorded very good corporate earnings, which was reflected in its share price.

FPM FUNDS STOCKPICKER GERMANY ALL CAP Five-year performance



"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.
As of: December 31, 2010

FPM FUNDS STOCKPICKER GERMANY ALL CAP Performance at a glance



"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.
As of: December 31, 2010

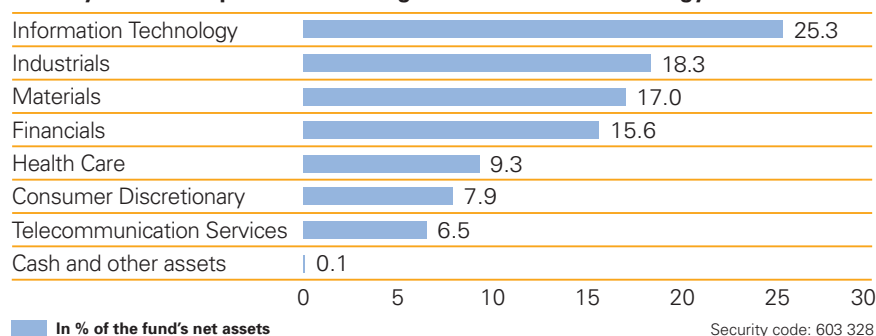
Some of the companies newly represented in the fund included Wacker Chemie (due to the continued considerable growth prospects for solar wafers), Bilfinger Berger (after its focus on service business), Axel Springer (due to its strong position in digital media), and Volkswagen (which – compared to the past – became far better positioned in the global automotive markets in the interim). The sub-fund also invested in Infineon for the first time, following its successful restructuring. A position was

also established in Elmos, an automotive supplier in the semiconductor sector, which profited from the globally increased demand for vehicles. In addition, the focus was once again placed on the port operator Eurokai; this move was supported by growing global trade. As part of a capital increase, the common stock of the medical technology company Dräger, which was listed on the stock exchange for the first time, was subscribed and it traded at a considerable discount compared to the preferred stock. All new investments were characterized not only by solid business prospects but also by low valuations.

Positions were sold primarily to enter into more promising investments. This was the case in the sale of Münchener Rück, Bayer, Südzucker and Deutsche Postbank. The management accepted a compensation offer from the security card manufacturer Smartrac. Due to high valuations, shares of the engineering service provider Bertrandt were sold and the position in the medical technology company Stratec was reduced. As a result of missed business targets, the sub-fund sold off shares of the automotive supplier twintec and of the telecommunications provider GoYellow Media.

FPM FUNDS STOCKPICKER GERMANY ALL CAP

Broadly diversified portfolio focusing on information technology



Security code: 603 328
 ISIN: LU0124167924
 As of: December 31, 2010

The format used for complete dates in securities descriptions in the investment portfolio is "day/month/year".



**Investment portfolio
and financial statements for
the reporting period**

Annual report FPM Funds Stockpicker Germany All Cap

Investment portfolio – December 31, 2010

Description	Count/ currency (- / '000)	Quantity/ principal amount	Purchases/ additions in the reporting period	Sales/ disposals	Market price	Total market value in EUR	% of net assets
Securities traded on an exchange						152 386 600.18	99.90
Equities							
Aareal Bank (DE0005408116)	Count	400 000	130 000	201 851	EUR 22.7250	9 090 000.00	5.96
Air Berlin (GB00B128C026)	Count	300 000	300 000	300 000	EUR 3.7490	1 124 700.00	0.74
Allianz SE (DE0008404005)	Count	40 000	20 000	12 500	EUR 88.4000	3 536 000.00	2.32
Axel Springer Vink. Reg. (DE0005501357)	Count	50 000	50 000		EUR 121.1500	6 057 500.00	3.97
Bauer (DE0005168108)	Count	30 000	40 134	10 134	EUR 35.5900	1 067 700.00	0.70
Bilfinger Berger (DE0005909006)	Count	120 000	125 000	5 000	EUR 62.4500	7 494 000.00	4.91
Deutsche Bank Reg. (DE0005140008)	Count	150 000	130 000	40 000	EUR 38.9800	5 847 000.00	3.83
Deutsche Börse Reg. (DE0005810055)	Count	65 000	65 000		EUR 51.9100	3 374 150.00	2.21
Drägerwerk (DE0005550602)	Count	71 000	71 000		EUR 49.8450	3 546 095.00	2.32
Drillisch (DE0005545503)	Count	600 000	200 000		EUR 6.1530	3 691 800.00	2.42
Eckert & Ziegler Strahlen- und Medizintechnik (DE0005659700)	Count	210 000	10 000	3 627	EUR 26.8450	5 637 450.00	3.70
ELMOS Semiconductor (DE0005677108)	Count	350 000	350 000		EUR 9.6000	3 360 000.00	2.20
EUROKAI Pref. (DE0005706535)	Count	70 000	70 000		EUR 33.3500	2 334 500.00	1.53
Freenet (DE000A0Z2Z25)	Count	800 000	370 000	50 000	EUR 7.8740	6 299 200.00	4.13
Geratherm Medical (DE0005495626)	Count	309 000	309 000		EUR 7.3000	2 255 700.00	1.48
GFT Technologies (DE0005800601)	Count	232 069	232 069		EUR 4.1310	958 677.04	0.63
GK Software (DE0007571424)	Count	49 768	51 974	17 206	EUR 50.3500	2 505 818.80	1.64
HeidelbergCement (DE0006047004)	Count	120 000	91 300		EUR 46.5450	5 585 400.00	3.66
Infineon Technologies Reg. (DE0006231004)	Count	500 000	1 003 737	503 737	EUR 6.9890	3 494 500.00	2.29
MTU Aero Engines Holding Reg. (DE000A0D9PT0)	Count	30 000	40 000	10 000	EUR 50.3000	1 509 000.00	0.99
Pfeiffer Vacuum Technology (DE0006916604)	Count	25 000	25 000		EUR 87.4000	2 185 000.00	1.43
SAF Simulation, Analysis and Forecasting (CH0024848738)	Count	230 756	10 756		EUR 14.6050	3 370 191.38	2.21
Schaltbau Holding (DE0007170300)	Count	60 000	10 927		EUR 57.2000	3 432 000.00	2.25
Sixt Pref. (DE0007231334)	Count	258 156	118 156	7 500	EUR 25.8550	6 674 623.38	4.38
SMA Solar Technology (DE000A0DJ6J9)	Count	92 271	77 271		EUR 69.9800	6 457 124.58	4.23
Software (DE0003304002)	Count	110 000	29 000	4 000	EUR 108.8510	11 973 610.00	7.85
Solar Millennium (DE0007218406)	Count	100 000	100 000	54 500	EUR 20.2000	2 020 000.00	1.32
STO Pref. (DE0007274136)	Count	116 500	32 414	5 000	EUR 94.9900	11 066 335.00	7.25
STRATEC Biomedical Systems (DE0007289001)	Count	84 000	34 000	40 000	EUR 32.1500	2 700 600.00	1.77
Tipp24 Reg. (DE0007847147)	Count	80 000	80 000		EUR 28.5400	2 283 200.00	1.50
United Internet Reg. (DE0005089031)	Count	250 000	280 000	130 000	EUR 12.0300	3 007 500.00	1.97
Volkswagen Pref. (DE0007664039)	Count	30 000	40 000	10 000	EUR 122.0000	3 660 000.00	2.40
Wacker Chemie (DE000WCH8881)	Count	70 500	74 500	4 000	EUR 131.4500	9 267 225.00	6.08
Wirecard AG (DE0007472060)	Count	350 000	520 000	500 000	EUR 10.2000	3 570 000.00	2.34
Wüstenrot & Württembergische Reg. (DE0008051004)	Count	100 000	100 000		EUR 19.5000	1 950 000.00	1.28
Total securities portfolio						152 386 600.18	99.90
Cash at bank						3 934 407.43	2.58
Demand deposits at Custodian							
EUR deposits	EUR	3 934 407.43			% 100	3 934 407.43	2.58
Other assets						66 622.51	0.04
Interest receivable	EUR	196.41			% 100	196.41	0.00
Withholding tax claims	EUR	42 751.09			% 100	42 751.09	0.03
Other receivables	EUR	23 675.01			% 100	23 675.01	0.01
Receivables from share certificate transactions	EUR	113 253.65			% 100	113 253.65	0.07
Other liabilities	EUR	-3 449 389.90			% 100	-3 449 389.90	-2.26
Liabilities from share certificate transactions	EUR	-507 552.28			% 100	-507 552.28	-0.33
Net assets						152 543 941.59	100.00
Net asset value per share						220.49	
Number of shares outstanding						691 828.000	

Negligible rounding errors may have arisen due to the rounding of calculated percentages.

FPM Funds Stockpicker Germany All Cap

Security prices and market rates

The fund's assets are valued on the basis of the last known prices/market rates.

Transactions completed during the reporting period that no longer appear in the investment portfolio

Purchases and sales of securities, investment fund units and promissory note loans (Schuldscheindarlehen); market classifications are as of the reporting date

Description	Count/ currency (- / '000)	Purchases/ additions	Sales/ disposals	Description	Count/ currency (- / '000)	Purchases/ additions	Sales/ disposals
Securities traded on an exchange				Securities that are admitted or included in organized markets			
Equities				Equities			
Bayer (DE000BAY0017)	Count	30 000	60 000	Nanostart (DE000A0B9VV6)	Count	40 000	40 000
Beiersdorf (DE0005200000)	Count	40 000	40 000				
Bertrandt (DE0005232805)	Count		71 706	Unlisted securities			
CANCOM IT Systeme (DE0005419105)	Count	328 000	328 000	Equities			
Celesio (DE000CLS1001)	Count	130 000	130 000	Volkswagen Pref. (new) (DE000A1DAJ09)	Count	7 285	7 285
Daimler Reg. (DE0007100000)	Count	50 000	50 000				
Deutsche Bank Right (DE000A1E8H87)	Count	70 000	70 000	Derivatives (option premiums realized in opening transactions, or total options transactions; in the case of warrants, purchases and sales are shown)			
Deutsche EuroShop Reg. (DE0007480204)	Count	87 638	87 638				Value ('000)
Deutsche Postbank Reg. (DE0008001009)	Count	127 200	177 200	Futures contracts			
Dialog Semiconductor (GB0059822006)	Count	240 000	240 000	Equity index futures			
Drägerwerk Pref. (DE0005550636)	Count	20 000	20 000	Contracts purchased:		EUR	216 797
Drägerwerk Right (DE000A1EMGX2)	Count	120 000	120 000	Underlyings: DAX (performance index)			
GoYellow Media (DE0006911902)	Count	62 927	162 927	Contracts sold:		EUR	676 808
Hochtief (DE0006070006)	Count		35 000	Underlyings: DAX (performance index)			
Klöckner & Co. (DE000KC01000)	Count	65 000	65 000				
Lanxess (DE0005470405)	Count	10 000	10 000				
Merck (DE0006599905)	Count	45 000	45 000				
Münchener Rückversicherungs-Gesellschaft							
Vink.Reg. (DE0008430026)	Count		20 000				
Nordex (DE000A0D6554)	Count	310 000	310 000				
PUMA (DE0006969603)	Count	5 000	5 000				
Qiagen (NL0000240000)	Count	70 000	70 000				
Rheinmetall Ord. (DE0007030009)	Count	40 000	40 000				
Salzgitter (DE0006202005)	Count	20 000	20 000				
SGL CARBON (DE0007235301)	Count	20 000	20 000				
Smartrac (NL0000186633)	Count	71 500	171 500				
SolarWorld (DE0005108401)	Count	107 000	107 000				
Solon SE (DE0007471195)	Count		47 496				
STADA Arzneimittel Vink. Reg. (DE0007251803)	Count	50 000	110 000				
Südzucker Ord. (DE0007297004)	Count		100 000				
Symrise (DE000SYM9999)	Count	75 000	75 000				
ThyssenKrupp AG (DE0007500001)	Count	30 000	30 000				
Tom Tailor Holding (DE000A0STST2)	Count	65 000	65 000				
TUI Reg. (DE000TUAG000)	Count	50 000	50 000				
Twintec (DE000A0LSAT7)	Count		180 000				
Volkswagen Right (DE000A1DAKV5)	Count	15 000	15 000				
Wincor Nixdorf (DE000A0CAYB2)	Count	20 000	20 000				

FPM Funds Stockpicker Germany All Cap

Statement of income and expenses (incl. income adjustment)

for the period from January 1, 2010, through December 31, 2010

I. Income

1. Interest from securities (before withholding tax)	EUR	1 973 342.38
2. Interest from investments of liquid assets (before withholding tax)	EUR	8 229.10
3. Deduction for foreign withholding tax	EUR	-294 967.85

Total income EUR 1 686 603.63

II. Expenses

1. Interest on borrowings	EUR	-406.42
2. Management fee	EUR	-6 293 202.61
including:		
All-in fee	EUR	-1 202 913.79
Performance-based fee	EUR	-5 090 288.82
3. Other expenses	EUR	-72 709.63
including:		
Taxe d'abonnement	EUR	-72 709.63

Total expenses EUR -6 366 318.66

III. Net investment income EUR -4 679 715.03

IV. Sale transactions

Realized gains	EUR	20 582 883.72
Realized losses	EUR	-12 851 948.15

Capital gains/losses EUR 7 730 935.57

V. Net gain/loss for the fiscal year EUR 3 051 220.54

BVI total expense ratio (TER)

The total expense ratio was 0.95% p.a. The TER expresses total expenses and fees (excluding transaction costs) as a percentage of a fund's average net assets for a given fiscal year.

In addition, as it outperformed the defined benchmark, the fund incurred a performance-based fee of 4.09% calculated on the fund's average net assets.

Statement of changes in net assets 2010

I. Value of the fund at the beginning of the fiscal year

1. Net inflows	EUR	62 875 549.12
a) Inflows from subscriptions	EUR	103 064 466.91
b) Outflows from redemptions	EUR	-40 188 917.79
2. Income adjustment and reimbursed expenses	EUR	-1 469 558.51
3. Net investment income	EUR	-4 679 715.03
4. Realized gains	EUR	20 582 883.72
5. Realized losses	EUR	-12 851 948.15
6. Net change in unrealized appreciation/depreciation	EUR	20 804 995.73

II. Value of the fund at the end of the fiscal year

EUR 152 543 941.59

Changes in net assets and in the net asset value per share over the last three years

	Net assets at the end of the fiscal year EUR	Net asset value per share EUR
2010	152 543 941.59	220.49
2009	67 281 734.71	178.11
2008	52 841 792.36	113.80

Transactions processed for the account of the fund's assets via closely related companies (based on major holdings of the Deutsche Bank Group)

The share of transactions conducted for the account of the investment fund's assets via brokers that are closely related companies and persons (share of 5 percent and above), amounted to 13.40 percent of all transactions. The total volume was EUR 28 552 985.08.

FPM Funds SICAV – 12/31/2010

Portfolio composition (in euro)				
	FPM Funds SICAV	FPM Funds Stockpicker Germany All Cap	FPM Funds Stockpicker Germany Small/Mid Cap	FPM Funds Stockpicker Germany Large Cap
Securities portfolio	186 154 336.36	152 386 600.18	24 830 620.18	8 937 116.00
Cash at bank	5 820 675.31	3 934 407.43	1 281 640.65	604 627.23
Other assets	91 032.46	66 622.51	19 830.05	4 579.90
Receivables from share certificate transactions	117 141.17	113 253.65	3 887.52	–
Other liabilities	- 4 291 963.27	- 3 449 389.90	- 690 337.67	- 152 235.70
Liabilities from share certificate transactions	- 507 552.28	- 507 552.28	–	–
= Net assets	187 383 669.75	152 543 941.59	25 445 640.73	9 394 087.43

Statement of income and expenses incl. income adjustment (in euro)				
	FPM Funds SICAV	FPM Funds Stockpicker Germany All Cap	FPM Funds Stockpicker Germany Small/Mid Cap	FPM Funds Stockpicker Germany Large Cap
Dividends (before withholding tax)	2 484 572.43	1 973 342.38	316 056.29	195 173.76
Interest from investments of liquid assets (before withholding tax)	10 558.87	8 229.10	929.38	1 400.39
Income from investment certificates	3 277.70	–	–	3 277.70
Deduction for foreign withholding tax	- 371 644.45	- 294 967.85	- 47 400.49	- 29 276.11
= Total income	2 126 764.55	1 686 603.63	269 585.18	170 575.74
Interest on borrowings	- 1 189.14	- 406.42	- 691.70	- 91.02
Management fee	- 7 822 432.68	- 6 293 202.61	- 1 296 498.30	- 232 731.77
Other expenses	- 88 339.81	- 72 709.63	- 11 218.44	- 4 411.74
= Total expenses	- 7 911 961.63	- 6 366 318.66	- 1 308 408.44	- 237 234.53
= Net investment income	- 5 785 197.08	- 4 679 715.03	- 1 038 823.26	- 66 658.79

Statement of changes in net assets (in euro)				
	FPM Funds SICAV	FPM Funds Stockpicker Germany All Cap	FPM Funds Stockpicker Germany Small/Mid Cap	FPM Funds Stockpicker Germany Large Cap
Value of the investment fund at the beginning of the fiscal year	95 571 773.78	67 281 734.71	20 239 513.34	8 050 525.73
Net inflows	62 917 300.29	62 875 549.12	- 440 628.63	482 379.80
Income adjustment and reimbursed expenses	- 1 523 353.29	- 1 469 558.51	- 32 633.45	- 21 161.33
Net investment income	- 5 785 197.08	- 4 679 715.03	- 1 038 823.26	- 66 658.79
Realized gains	23 462 016.95	20 582 883.72	2 048 816.34	830 316.89
Realized losses	- 14 691 230.31	- 12 851 948.15	- 1 358 216.63	- 481 065.53
Net change in unrealized appreciation/depreciation	27 432 359.41	20 804 995.73	6 027 613.02	599 750.66
= Value of the investment fund at the end of the fiscal year	187 383 669.75	152 543 941.59	25 445 640.73	9 394 087.43

Three-year performance (in euro)				
	FPM Funds SICAV	FPM Funds Stockpicker Germany All Cap	FPM Funds Stockpicker Germany Small/Mid Cap	FPM Funds Stockpicker Germany Large Cap
Net assets at the end of the fiscal year				
2010	187 383 669.75	152 543 941.59	25 445 640.73	9 394 087.43
2009	95 571 773.78	67 281 734.71	20 239 513.34	8 050 525.73
2008	74 410 277.01	52 841 792.36	14 171 446.60	7 397 038.05
Net asset value per share at the end of the fiscal year				
2010		220.49	149.85	120.30
2009		178.11	116.38	108.47
2008		113.80	80.46	84.05

Report of the Réviseur d'Entreprises agréé

KPMG issued an unqualified audit opinion for the full annual report of this SICAV (Société d'Investissement à Capital Variable). The translation of the report of the Réviseur d'Entreprises agréé (the independent auditor's opinion) is as follows:

To the Shareholders of FPM Funds SICAV.

We have audited the accompanying financial statements of FPM Funds SICAV and each of its sub-funds, which comprise the statement of net assets, the statement of investments in securities and other net assets as at December 31, 2010, and the statement of operations and the statement of changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

Responsibility of the Board of Directors of the SICAV for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements, and for such internal control as the Board of Directors of the SICAV determines it necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of the Réviseur d'Entreprises agréé

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgement of the Réviseur d'Entreprises agréé, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the Réviseur d'Entreprises agréé considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of FPM Funds SICAV and each of its sub-funds as of December 31, 2010, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other matter

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

Luxembourg, March 25, 2011

KPMG Audit S.à r.l.
Cabinet de révision agréé

Harald Thönes

Investment Company

FPM Funds SICAV
2, Boulevard Konrad Adenauer
L-1115 Luxembourg
RC B 80 070

Investment Company Board of Directors

Doris Marx
Chairwoman
Member of the Management of
DWS Investment S.A.,
Luxembourg

Michael Koschatzki
DWS Investment GmbH,
Frankfurt/Main

Manfred Piontke
Executive Member of the Board of Directors
Member of the Management Board of
FPM Frankfurt Performance Management AG,
Frankfurt/Main

Thomas Seppi
Member of the Management Board of
FPM Frankfurt Performance Management AG,
Frankfurt/Main

Management

Manfred Piontke
Member of the Management Board of
FPM Frankfurt Performance Management AG,
Frankfurt/Main

Management Company

DWS Investment S.A.
2, Boulevard Konrad Adenauer
L-1115 Luxembourg
Capital stock as of December 31, 2010:
EUR 240.5 million

Management Company Board of Directors

Wolfgang Matis (since February 1, 2011)
Chairman
Managing Director of DWS Investment GmbH,
Frankfurt/Main

Ernst Wilhelm Contzen
Executive Member of the Board of Directors of
Deutsche Bank Luxembourg S.A., Luxembourg

Heinz-Wilhelm Fesser
Luxembourg

Frank Kuhnke
London

Klaus-Michael Vogel
Executive Member of the Board of Directors of
DWS Investment S.A., Luxembourg
Executive Member of the Board of Directors of
Deutsche Bank Luxembourg S.A., Luxembourg

Dorothee Wetzler (since January 1, 2011)
DWS Investment GmbH,
Frankfurt/Main

Jochen Wiesbach
Managing Director of DWS Finanz-Service GmbH,
Frankfurt/Main

Klaus Kaldemorgen (until January 31, 2011)
DWS Investment GmbH,
Frankfurt/Main

Management Company Management

Klaus-Michael Vogel
Executive Member of the Board of Directors of
DWS Investment S.A., Luxembourg
Executive Member of the Board of Directors of
Deutsche Bank Luxembourg S.A., Luxembourg

Manfred Bauer
DWS Investment S.A., Luxembourg

Doris Marx
DWS Investment S.A., Luxembourg

Ralf Rauch
DWS Investment S.A., Luxembourg

Auditor

KPMG Audit S.à r.l.
9, Allée Scheffer
L-2520 Luxembourg

Custodian

State Street Bank Luxembourg S.A.
49, Avenue J.F. Kennedy
L-1855 Luxembourg

Fund Manager

DWS Investment GmbH
Mainzer Landstraße 178-190
D-60327 Frankfurt/Main

Investment Advisor

FPM Frankfurt Performance
Management AG
Freiherr-vom-Stein-Straße 11
D-60323 Frankfurt/Main

Sales, Information and Paying Agent

LUXEMBOURG
Deutsche Bank Luxembourg S.A.
2, Boulevard Konrad Adenauer
L-1115 Luxembourg

FPM Funds SICAV

2, Boulevard Konrad Adenauer

L-1115 Luxembourg

RC B 80 070

Tel.: +352 4 21 01-1

Fax: +352 4 21 01-9 00