

NORTH ATLANTIC SMALLER COMPANIES INVESTMENT TRUST PLC

INTERIM MANAGEMENT STATEMENT FOR THE QUARTER ENDED 30 APRIL 2007

Investment Objective

The objective of North Atlantic Smaller Companies Investment Trust PLC ("the Company") is to provide capital appreciation through investment in a portfolio of smaller companies principally based in countries bordering the North Atlantic Ocean.

Financial Highlights

	As at 30 April 2007	Cumulative performance				
		3 months %	6 months %	1 year %	3 years %	5 years %
NAV *						
Basic	1,770p	0.9	2.1	4.9	40.3	36.4
Diluted	1,226p	0.7	3.1	9.3	58.4	70.3
Mid-market price	1,140.0p	(1.1)	1.5	9.3	80.8	94.0
Discount to diluted NAV *	7.0%					
Standard & Poor's 500 Composite Index **	741.2	0.9	2.6	2.8	18.7	0.3
Russell 2000 **	407.3	(0.4)	1.3	(3.2)	29.0	16.2
FTSE All-Share Index	3,355.6	4.5	6.9	9.2	50.0	33.6
US Dollar/Sterling exchange rate	1.9999	(2.2)	(4.9)	(10.0)	(12.8)	(37.2)

* Excluding retained revenue for the period.

** Sterling adjusted.

Material Events

There were no material events to report during the period under review.

Material Transactions

The Board consider the following transactions that occurred during the quarter ended 30 April 2007 to be material:

On 23 February 2007, one of the Company's subsidiaries, American Opportunity Trust PLC ("AOT") merged with Oryx International Growth Fund Limited ("Oryx") by way of a Scheme of Arrangement under Section 425 of the Companies Act 1985. Under the Scheme of Arrangement, Oryx acquired AOT and is the continuing company. All of the assets and liabilities of AOT have been transferred into Oryx. North Atlantic Value LLP, the Company's Joint Manager, also acts as manager to Oryx and Christopher Mills, the Company's Chief Executive, sits on the Board of Oryx.

In March 2007, AssetCo Group Limited announced a reverse takeover by AIM quoted Asfare Group Plc, to be renamed AssetCo plc, and a concurrent placing of new shares. The Acquisition and Placing were completed on 30 March 2007. The Placing was at a 25% premium to our holding cost and the shares have performed well in the after market.

There were no other material transactions during the quarter ended 30 April 2007.

TWENTY LARGEST INVESTMENTS AT 30 APRIL 2007

		%
Oryx International Growth Fund Limited *	UK Listed	10.6
DM Technical Services Limited	UK Unquoted	8.4
W-H Energy Services Inc.	USA Listed	7.4
Nationwide Accident Repair Services PLC	UK Quoted on AIM	7.0
Gleeson (MJ) Group PLC	UK Listed	4.6
Georgica PLC	UK Quoted on AIM	4.4
Inspired Gaming Group PLC	UK Quoted on AIM	3.9
Hampton Trust Group	UK Unquoted	3.4
Whatman PLC	UK Listed	3.2
Sterling Construction Inc.	USA Listed	3.1
Worldport Communications Inc.	USA Unquoted	3.0
BBA Aviation Group PLC	UK Listed	2.7
LESCO, Inc.	USA Listed	2.6
Motherwell Bridge Limited	UK Unquoted	2.2
Cardpoint PLC	UK Quoted on AIM	1.8
Trident Private Equity II LP	Cayman Islands Unquoted	1.7
AssetCo PLC	UK Quoted on AIM	1.7
Communis PLC	UK Listed	1.6
RPC Group PLC	UK Listed	1.4
Primesco Inc.	USA Unquoted	1.4
		76.1
% of total portfolio		76.1

* Incorporated in Guernsey

SECTOR ANALYSIS OF INVESTMENTS AT FAIR VALUE AS AT 30 APRIL 2007

	United States %	United Kingdom %	Europe %	Total %
Investment Companies	0.2	13.6	-	13.8
Support Services	0.9	10.4	-	11.3
General Industrials	-	9.8	-	9.8
Travel & Leisure	-	8.3	-	8.3
Oil & Gas	7.4	0.8	-	8.2
Construction & Materials	3.0	4.6	-	7.6
Real Estate	-	6.0	0.3	6.3
Industrial Engineering	0.7	5.0	-	5.7
Healthcare, Equipment & Services	0.6	4.6	-	5.2
General Financial	4.8	0.3	-	5.1
Industrial Transportation	-	2.7	-	2.7
Wholesale Trade	2.6	-	-	2.6
Media	-	1.3	-	1.3
Technology Hardware & Equipment	0.9	-	-	0.9
Banking	0.4	-	-	0.4
Food Producers	-	0.2	-	0.2
Manufacturing	0.1	0.1	-	0.2
	21.6	67.7	0.3	89.6
Treasury Bills	10.4	-	-	10.4
	32.0	67.7	0.3	100.0
Total at 30 April 2007				

The financial information for the quarter ended 30 April 2007 contained within this Interim Management Statement has not been audited.

Annual General Meeting

The next Annual General Meeting of the Company will be held on Wednesday 27 June 2007 at 12 noon in the Board Room, Ground Floor, Ryder Court, 14 Ryder Street, London SW1Y 6QB.

By order of the Board

Bonita Guntrip, for and on behalf of
J O Hambro Capital Management Limited as Company Secretary

15 June 2007