

Systematic International Equity Fund

ANNUAL REPORT October 31, 2007



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A BNY Mellon CompanySM

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A LETTER FROM THE CEO

Dear Shareholder:

We are pleased to present this annual report for Systematic International Equity Fund covering the period from the fund's inception on November 30, 2006, through October 31, 2007.

After an extended period of steady gains, turmoil in U.S. credit markets over the summer of 2007 has led to heightened volatility in many international equity markets. Nonetheless, fundamentals in the global economy have remained relatively robust, particularly in the "Greater China" region, and recent rate cuts in the United States helped to sustain market rebounds in many regions of the world.

While we expect the global expansion to continue, it probably will do so at a slower rate as U.S. consumer spending moderates and as some high-flying emerging markets, notably China, take steps to reduce unsustainably high growth rates by tightening their respective monetary policies. However, the U.S. dollar has declined against most major currencies throughout most of the reporting period, making investments denominated in foreign currencies more valuable for U.S. residents. Lastly, a stubborn U.S. trade deficit and stronger economic growth in overseas markets continue to attract global capital away from U.S. markets and toward those with higher potential returns. As always, we encourage you to discuss these developments with your financial advisor, who can help you make any adjustments that may be right for your portfolio.

For information about how the fund performed during the reporting period, as well as market perspectives, we have provided a Discussion of Fund Performance given by the fund's Portfolio Managers.

Thank you for your continued confidence and support.

Sincerely,

Thomas F. Eggers
Chief Executive Officer
The Dreyfus Corporation
November 15, 2007



DISCUSSION OF FUND PERFORMANCE

For the period from the fund's inception on November 30, 2006, through October 31, 2007, as provided by Robert A. Wilk and Donald E. Perks, Portfolio Managers

Fund and Market Performance Overview

International equity markets continued to fare well during the reporting period in an environment of robust global economic growth and strong industrial demand from emerging markets, especially in Asia. The fund participated in the market's gains, with particularly strong results from materials stocks in the Asia/Pacific region and information technology shares in Europe.

For the period between the fund's inception on November 30, 2006, and the end of its annual reporting period on October 31, 2007, Systematic International Equity Fund's Class A shares achieved a 24.80% total return, Class C shares achieved a 24.00% total return, Class I shares achieved a 25.12% total return and Class T shares achieved a 24.56% total return.¹ The fund's benchmark, the Morgan Stanley Capital International Europe, Australasia, Far East Index ("MSCI EAFE Index"), produced a total return of 21.29% for the same period.² Please note that effective June 1, 2007, the fund's Class R shares were renamed Class I shares.

What is the fund's investment approach?

The fund seeks long-term capital growth by normally investing at least 80% of its assets in equity securities. The fund normally invests primarily in equity securities of foreign companies. The fund invests in at least 10 different countries and may invest up to 25% of its assets in emerging market countries, but no more than 10% of its assets may be invested in any one emerging market country.

When selecting securities, we use a quantitative model to identify and rank stocks within geographic regions and economic sectors based on six factor classifications: value, stewardship, growth, accruals, market sentiment and analysts' expectations. We generally select higher ranked securities as identified by the quantitative model, but we may also assess qualitative factors. We attempt to manage risk through diversifi-

cation across regions, countries, sectors and industries in proportions that are similar to those of the MSCI EAFE Index. The fund's currency exposure typically is unhedged to the U.S. dollar.

Strong International Growth Drove Stock Prices Higher

In the emerging markets of Asia and Latin America, strong demand for the natural resources used in industrial construction helped support economic expansion and the growth of a larger middle class of consumers. In Europe, corporate restructuring and mergers-and-acquisitions activity helped bolster corporate earnings and stock prices. Japan was one of the few major markets to post disappointing results, primarily due to its long-standing struggle to reform its banking system.

During the summer of 2007, international markets encountered heightened volatility stemming from a U.S. credit and liquidity crisis. Although only a handful of international banks had direct exposure to the subprime mortgages that triggered the crisis, selling pressure from highly leveraged hedge funds and institutional investors caused market turbulence around the world. However, investors soon recognized that fundamental conditions had not deteriorated for most international companies, and global markets rebounded by the reporting period's end.

Materials in Asia, Technology in Europe Fueled Fund Performance

Our disciplined, "bottom-up" investment approach proved successful in this environment. For example, our stock scoring system identified a number of basic materials producers in Asia that appeared to be attractively valued and poised to benefit from strong demand for construction materials from China and India. We invested primarily in materials companies listed on securities exchanges in developed markets, such as Taiwan and Hong Kong, to guard against risks that less regulated emerging markets typically entail. The fund achieved particularly strong results in this area from Nisshin Steel and Mitsubishi Corp.

In Europe, the fund received strong contributions to performance from information technology companies, such as cellular telephone handset maker Nokia, that helped deliver technological advances to eager consumers. German automaker Volkswagen boosted its penetration of the

U.S. market and forged a closer alliance with partner Porsche, boosting the valuations of both companies' stocks. An underweight position among pharmaceutical developers helped the fund avoid weakness in several companies that continued to contend with product development issues and competitive pressures from generic drug manufacturers. Finally, the fund benefited from relatively light exposure to lackluster Japanese banks.

The Fund Remains Positioned for Robust Global Growth

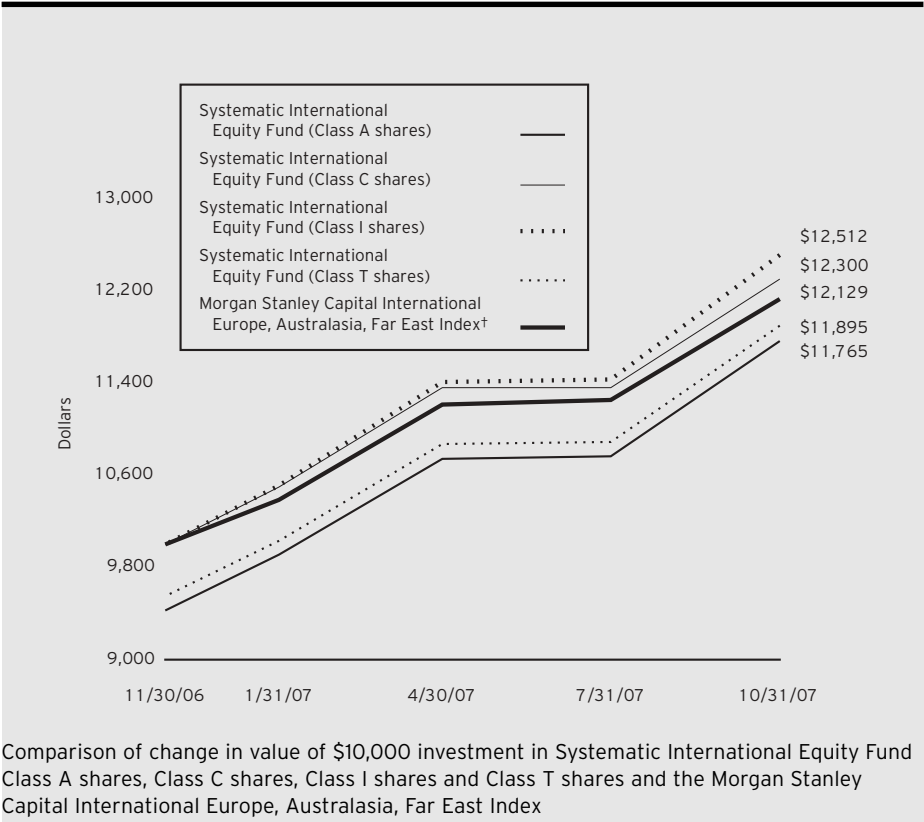
Despite the slowdown of the U.S. economy, the recent results of our quantitative models have suggested that there are few signs of impending weakness in international markets. Our models have continued to assign higher rankings to information technology firms in Europe and industrial and materials companies in Asia outside of Japan. Our stock selection system also recently has found more attractively valued opportunities among health care companies, causing us to increase the fund's exposure to the industry group. In our judgment, these tilts position the fund well over the foreseeable future. Of course, conditions can change rapidly and our models may or may not drive similar portfolio construction in such circumstances.

November 15, 2007

Investing in foreign companies involves special risks, including changes in currency rates, political, economic and social instability, a lack of comprehensive company information, differing auditing and legal standards and less market liquidity.

- ¹ Total return includes reinvestment of dividends and any capital gains paid, and does not take into consideration the maximum initial sales charges in the case of Class A and Class T shares, or the applicable contingent deferred sales charges imposed on redemptions in the case of Class C shares. Had these charges been reflected, returns would have been lower. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost. Return figures provided reflect the absorption of certain fund expenses by The Dreyfus Corporation pursuant to an agreement in effect through October 31, 2008, at which time it may be extended, terminated or modified. Had these expenses not been absorbed, the fund's returns would have been lower.
- ² SOURCE: LIPPER INC. — Reflects reinvestment of net dividends and, where applicable, capital gain distributions. The Morgan Stanley Capital International Europe, Australasia, Far East (MSCI EAFE) Free Index is an unmanaged index composed of a sample of companies representative of the market structure of European and Pacific Basin countries. The index reflects actual investable opportunities for global investors for stocks that are free of foreign ownership limits or legal restrictions at the country level.

FUND PERFORMANCE



† Source: Lipper Inc.

Past performance is not predictive of future performance.

The above graph compares a \$10,000 investment made in Class A, Class C, Class I and Class T shares of Systematic International Equity Fund on 11/30/06 (inception date) to a \$10,000 investment made in the Morgan Stanley Capital International Europe, Australasia, Far East Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

The fund's performance shown in the line graph takes into account the maximum initial sales charges on Class A and Class T shares, the applicable contingent deferred sales charge on Class C shares and all other applicable fees and expenses on all classes. The Index is an unmanaged index composed of a sample of companies representative of the market structure of European and Pacific Basin countries. The Index does not take into account charges, fees and other expenses which can contribute to the Index potentially outperforming or underperforming the fund. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

Actual Aggregate Total Returns as of 10/31/07

	Inception Date	From Inception
Class A shares		
with maximum sales charge (5.75%)	11/30/06	17.65%
without sales charge	11/30/06	24.80%
Class C shares		
with applicable redemption charge [†]	11/30/06	23.00%
without redemption	11/30/06	24.00%
Class I shares	11/30/06	25.12%
Class T shares		
with applicable sales charge (4.5%)	11/30/06	18.95%
without sales charge	11/30/06	24.56%

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

[†] The maximum contingent deferred sales charge for Class C shares is 1% for shares redeemed within one year of the date of purchase.

UNDERSTANDING YOUR FUND'S EXPENSES (Unaudited)

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of other funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemption fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial adviser.

Review your fund's expenses

The table below shows the expenses you would have paid on a \$1,000 investment in Systematic International Equity Fund from May 1, 2007 to October 31, 2007. It also shows how much a \$1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

Expenses and Value of a \$1,000 Investment				
assuming actual returns for the six months ended October 31, 2007				
	Class A	Class C	Class I	Class T
Expenses paid per \$1,000†	\$ 7.39	\$ 11.33	\$ 6.08	\$ 8.71
Ending value (after expenses)	\$1,095.50	\$1,091.60	\$1,096.80	\$1,094.20

COMPARING YOUR FUND'S EXPENSES WITH THOSE OF OTHER FUNDS (Unaudited)

Using the SEC's method to compare expenses

The Securities and Exchange Commission (SEC) has established guidelines to help investors assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a \$1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total cost) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

Expenses and Value of a \$1,000 Investment				
assuming a hypothetical 5% annualized return for the six months ended October 31, 2007				
	Class A	Class C	Class I	Class T
Expenses paid per \$1,000†	\$ 7.12	\$ 10.92	\$ 5.85	\$ 8.39
Ending value (after expenses)	\$1,018.15	\$1,014.37	\$1,019.41	\$1,016.89

† Expenses are equal to the fund's annualized expense ratio of 1.40% for Class A, 2.15% for Class C, 1.15% for Class I and 1.65% for Class T, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

STATEMENT OF INVESTMENTS

October 31, 2007

Common Stocks—98.9%	Shares	Value (\$)
Australia—6.7%		
APA Group	1,264	4,658
BHP Billiton	2,900	126,294
BlueScope Steel	5,967	59,458
Coca-Cola Amatil	4,900	46,919
Computershare	5,489	44,379
CSL	1,350	45,919
DB RREEF Trust	30,662	60,116
GPT Group	11,033	47,977
Lion Nathan	6,506	56,543
Origin Energy	7,465	64,112
Pacific Brands	19,778	64,557
Qantas Airways	10,928	60,511
Rio Tinto	520	54,037
Santos	4,025	53,348
Telstra	14,000	61,400
		850,228
Austria—1.4%		
Flughafen Wien	439	52,009
OMV	850	63,535
Voestalpine	683	61,399
		176,943
Belgium—2.1%		
Belgacom	1,060	50,646
Dexia	1,884	60,411
Groupe Bruxelles Lambert	400	51,073
InBev	730	68,891
Omega Pharma	589	39,411
		270,432
Denmark—2.3%		
AP Moller—Maersk, Cl. B	5	68,984
Carlsberg, Cl. B	450	60,599
Novo Nordisk, Cl. B	650	80,585
Sydbank	850	39,105
Topdanmark	275 ^a	46,919
		296,192

Common Stocks (continued)	Shares	Value (\$)
Finland—2.5%		
Elisa	1,635	48,472
Konecranes	1,635	73,170
Nokia	4,883	193,421
		315,063
France—7.2%		
Air France-KLM	1,135	43,134
AXA	2,400	107,267
BNP Paribas	290	31,958
Business Objects	1,105 ^a	66,383
Cie de Saint-Gobain	700	75,012
CNP Assurances	409	52,121
Compagnie Generale des Etablissements Michelin, Cl. B	568	76,036
France Telecom	2,975	109,699
Peugeot	400	37,065
Sanofi-Aventis	1,320	115,738
Scor	619	16,854
Total	1,212	97,685
Vivendi	1,900	85,525
		914,477
Germany—10.2%		
Allianz	547	122,968
BASF	820	113,416
Bayer	900	75,002
Daimler	1,300	142,998
Deutsche Boerse	618	97,471
Deutsche Lufthansa	1,785	52,713
Deutsche Telekom	525	10,759
E.ON	188	36,731
Fresenius Medical Care & Co.	1,050	55,445
MAN	519	92,605
Merck	400	50,024
Muenchener Rueckversicherungs	425	81,508
RWE	400	54,595
Salzgitter	280	55,034
Siemens	268	36,377
Suedzucker	1,737	39,471

Common Stocks (continued)	Shares	Value (\$)
Germany (continued)		
ThyssenKrupp	1,100	73,284
Volkswagen	390	111,781
		1,302,182
Greece— .5%		
Coca-Cola Hellenic Bottling	1,100	68,250
Hong Kong—5.1%		
BOC Hong Kong Holdings	18,500	53,005
Cathay Pacific Airways	16,000	48,094
CLP Holdings	4,500	30,376
Esprit Holdings	4,000	68,015
Hang Lung Properties	12,000	58,975
Hang Seng Bank	4,200	87,058
Henderson Land Development	8,000	71,717
New World Development	15,000	53,801
Swire Pacific, Cl. A	4,500	64,437
Wharf Holdings	13,000	78,697
Yue Yuen Industrial Holdings	12,000	37,309
		651,484
Ireland—1.5%		
Allied Irish Banks	2,300	57,428
Bank of Ireland	2,600	47,973
Independent News & Media	11,400	41,854
Irish Life & Permanent	1,800	40,788
		188,043
Italy—2.0%		
Assicurazioni Generali	2,100	99,668
ENI	872	31,826
Fiat	2,200	71,085
Intesa Sanpaolo	800	6,332
Snam Rete Gas	8,000	51,733
		260,644
Japan—16.7%		
Aisin Seiki	1,300	53,224
Bank of Kyoto	4,000	51,009
Canon	330	16,684
Central Glass	7,000	33,319

Common Stocks (continued)	Shares	Value (\$)
Japan (continued)		
Central Japan Railway	5	51,722
eAccess	62	39,223
Electric Power Development	1,100	43,633
Hitachi High-Technologies	600	13,485
Honda Motor	1,300	48,745
Ibiden	700	59,521
Itochu	6,000	76,435
JFE Holdings	1,100	64,297
Joyo Bank	7,000	43,298
Kawasaki Kisen Kaisha	6,000	83,201
Kyocera	600	50,840
Kyowa Hakko Kogyo	5,000	54,638
Marubeni	6,000	51,389
Mitsubishi	1,700	52,883
Mitsubishi Chemical Holdings	7,000	57,774
Mitsubishi UFJ Financial Group	3,000	29,903
Mitsui & Co.	4,000	104,051
Mitsui OSK Lines	5,000	82,592
NEC	11,000	54,708
Nippon Mining Holdings	1,000	9,426
Nippon Oil	4,000	35,516
Nippon Sheet Glass	8,000	48,569
Nippon Steel	5,000	33,169
Nippon Yusen	7,000	72,268
Nisshin Steel	10,000	38,442
Nomura Research Institute	500	17,599
Resona Holdings	34	60,328
Ricoh	2,000	39,453
Shimachu	1,500	42,979
Sumitomo	3,700	64,504
Taiyo Yuden	2,000	33,169
TDK	600	49,317
Tokai Rika	1,700	50,051
Tokyo Tatemono	3,000	38,499
Tosoh	9,000	57,406
Toyota Industries	1,100	47,015

Common Stocks (continued)	Shares	Value (\$)
Japan (continued)		
Toyota Motor	3,000	171,486
Yamaha	400	9,317
		2,135,087
Netherlands-1.8%		
Aegon	3,300	68,154
Heineken	900	62,958
ING Groep	1,625	73,052
STMicroelectronics	1,500	25,657
		229,821
New Zealand-.3%		
Vector	20,600	38,120
Norway-1.8%		
Frontline	1,000	45,070
Prosafe Se	1,100	19,503
Tandberg	3,200	81,350
Yara International	2,100	81,252
		227,175
Singapore-3.8%		
CapitaLand	10,000	56,317
ComfortDelgro	21,000	28,293
DBS Group Holdings	4,000	62,519
Haw Par	9,000	49,514
Jardine Cycle & Carriage	2,000	29,371
Keppel Corp	8,000	82,590
Oversea-Chinese Banking	5,000	32,152
Singapore Land	4,000	27,084
United Overseas Bank	4,000	60,021
UOL Group	14,000	51,245
		479,106
Spain-3.8%		
Acerinox	1,645	48,507
ACS-Actividades de Construccion y Servicios	1,000	61,857
Banco Bilbao Vizcaya Argentaria	1,074	27,019
Banco Santander	2,400	52,139
Iberia Lineas Aereas de Espana	11,712	59,369
Mapfre	9,129	42,838

STATEMENT OF INVESTMENTS (continued)

Common Stocks (continued)	Shares	Value (\$)
Spain (continued)		
Sacyr Vallehermoso	200	9,397
Telefonica	5,618	185,432
		486,558
Sweden—1.8%		
Kungsleden	3,200	45,569
Scania, Cl. B	2,400	65,521
Ssab Svenskt Stal, Ser. B	1,400	41,195
Svenska Handelsbanken, Cl. A	1,500	49,684
Volvo, Cl. B	1,300	25,314
		227,283
Switzerland—4.8%		
Holcim	640	72,966
Nestle	200	92,330
Novartis	1,200	63,845
Roche Holding	300	51,200
Swatch Group	200	63,914
Swiss Life Holding	210 ^a	58,041
Swiss Reinsurance	700	65,719
UBS	1,000	53,506
Zurich Financial Services	300	90,365
		611,886
United Kingdom—22.1%		
3i Group	2,079	46,914
Aggreko	4,000	51,628
Anglo American	1,799	121,943
Barclays	8,133	97,502
Berkeley Group Holdings	1,311 ^a	46,586
BHP Billiton	3,300	125,312
BP	12,431	160,900
British American Tobacco	2,000	73,687
British Land	2,125	45,610
Carnival	916	42,817
Daily Mail & General Trust, Cl. A	3,100	39,225
Enterprise Inns	3,850	50,258
GlaxoSmithKline	3,139	79,909
Home Retail Group	7,400	66,802

Common Stocks (continued)	Shares	Value (\$)
United Kingdom (continued)		
HSBC Holdings	9,767	193,075
Imperial Tobacco Group	1,550	78,112
International Power	6,800	68,405
Kelda Group	1,923	37,594
Liberty International	1,100	27,103
Next	1,301	58,894
Old Mutual	16,600	62,673
Prudential	4,950	79,507
Punch Taverns	2,625	54,955
Royal Bank of Scotland Group	10,896	116,704
Royal Dutch Shell, Cl. A	1,965	85,734
Royal Dutch Shell, Cl. B	3,291	142,237
SABMiller	2,600	77,761
Schroders	1,900	60,776
Scottish & Newcastle	3,200	51,931
Severn Trent	1,600	48,227
Smith & Nephew	4,700	62,121
Unilever	1,050	35,736
United Business Media	1,600	23,823
Vodafone Group	57,053	223,660
Whitbread	1,316	48,072
WPP Group	3,000	40,958
Xstrata	1,310	93,499
		2,820,650
United States— .5%		
iShares MSCI EAFE Index Fund	704	60,614
Total Common Stocks (cost \$10,632,918)		12,610,238
Preferred Stocks— .8%		
Australia— .0%		
BBI EPS	319	268
Germany— .8%		
Porsche	41	109,202
Total Preferred Stocks (cost \$47,849)		109,470

STATEMENT OF INVESTMENTS (continued)

Short-Term Investments--.2%	Principal Amount (\$)	Value (\$)
U.S. Treasury Bills;		
3.50%, 12/27/07 (cost \$19,891)	20,000 ^b	19,879
Total Investments (cost \$10,700,658)	99.9%	12,739,587
Cash and Receivables (Net)	.1%	7,957
Net Assets	100.0%	12,747,544

^a Non-income producing security.

^b All or partially held by a broker as collateral for open financial futures positions.

Portfolio Summary (Unaudited) [†]			
	Value (%)		Value (%)
Financial	17.8	Telecommunication Services	5.8
Consumer Discretionary	14.3	Health Care	5.5
Industrial	13.3	Utilities	2.8
Materials	11.4	Transportation	.9
Insurance	8.4	Index	.5
Energy	6.5	Short Term Investment	.2
Consumer Staples	6.4		
Information Technology	6.1		99.9

[†] Based on net assets.

See notes to financial statements.

STATEMENT OF FINANCIAL FUTURES

October 31, 2007

	Contracts	Market Value Covered by Contracts (\$)	Expiration	Unrealized Appreciation (Depreciation) at 10/31/2007 (\$)
Financial Futures Long				
Euro FX	1	181,375	December 2007	7,059
Japanese Yen	4	435,800	December 2007	(6,166)
Franc FX	2	216,775	December 2007	4,142
				5,035

See notes to financial statements.

STATEMENT OF ASSETS AND LIABILITIES

October 31, 2007

	Cost	Value
Assets (\$):		
Investments in securities-See Statement of Investments	10,700,658	12,739,587
Cash		24,280
Cash denominated in foreign currencies	10,364	8,730
Dividends and interest receivable		24,506
Prepaid expenses		20,357
		12,817,460
Liabilities (\$):		
Due to The Dreyfus Corporation and affiliates-Note 3(c)		33,845
Payable for futures variation margin-Note 4		688
Accrued expenses		35,383
		69,916
Net Assets (\$)		12,747,544
Composition of Net Assets (\$):		
Paid-in capital		10,244,928
Accumulated undistributed investment income-net		122,228
Accumulated net realized gain (loss) on investments		337,640
Accumulated net unrealized appreciation (depreciation) on investments and foreign currency transactions (including \$5,035 net unrealized appreciation on financial futures)		2,042,748
Net Assets (\$)		12,747,544

Net Asset Value Per Share	Class A	Class C	Class I	ClassT
Net Assets (\$)	8,973,935	1,271,207	1,256,661	1,245,741
Shares Outstanding	574,968	82,011	80,331	80,000
Net Asset Value Per Share (\$)	15.61	15.50	15.64	15.57

See notes to financial statements.

STATEMENT OF OPERATIONS

From November 30, 2006 (commencement of operations) to October 31, 2007

Investment Income (\$):	
Income:	
Cash dividends (net of \$25,792 foreign taxes withheld at source):	
Unaffiliated issuers	276,673
Affiliated issuers	1,714
Interest	1,320
Total Income	279,707
Expenses:	
Management fee—Note 3(a)	83,024
Custodian fees—Note 3(c)	59,260
Auditing fees	33,107
Shareholder servicing costs—Note 3(c)	23,867
Distribution fees—Note 3(b)	10,367
Registration fees	8,435
Prospectus and shareholders' reports	7,334
Legal fees	1,089
Directors' fees and expenses—Note 3(d)	1,088
Miscellaneous	49,700
Total Expenses	277,271
Less—expense reimbursement by The Dreyfus Corporation due to undertaking—Note 3(a)	(124,186)
Less—reduction in custody fees due to earnings credits—Note 1(c)	(5,805)
Net Expenses	147,280
Investment Income-Net	132,427
Realized and Unrealized Gain (Loss) on Investments—Note 4 (\$):	
Net realized gain (loss) on investments and foreign currency transactions	265,462
Net realized gain (loss) on financial futures	26,902
Net realized gain (loss) on forward currency exchange contracts	35,055
Net Realized Gain (Loss)	327,419
Net unrealized appreciation (depreciation) on investments and foreign currency transactions (including \$5,035 net unrealized appreciation on financial futures)	2,042,748
Net Realized and Unrealized Gain (Loss) on Investments	2,370,167
Net Increase in Net Assets Resulting from Operations	2,502,594

See notes to financial statements.

STATEMENT OF CHANGES IN NET ASSETS

From November 30, 2006 (commencement of operations) to October 31, 2007^a

Operations (\$):	
Investment income—net	132,427
Net realized gain (loss) on investments	327,419
Net unrealized appreciation (depreciation) on investments	2,042,748
Net Increase (Decrease) in Net Assets Resulting from Operations	2,502,594
Capital Stock Transactions (\$):	
Net proceeds from shares sold:	
Class A shares	7,217,159
Class C shares	1,033,587
Class I shares	1,005,000
Class T shares	1,000,000
Cost of shares redeemed:	
Class A shares	(4,720)
Class C shares	(6,076)
Increase (Decrease) in Net Assets from Capital Stock Transactions	10,244,950
Total Increase (Decrease) in Net Assets	12,747,544
Net Assets (\$):	
Beginning of Period	—
End of Period	12,747,544
Undistributed investment income—net	122,228
Capital Share Transactions (Shares):	
Class A	
Shares sold	575,335
Shares redeemed	(367)
Net Increase (Decrease) in Shares Outstanding	574,968
Class C	
Shares sold	82,431
Shares redeemed	(420)
Net Increase (Decrease) in Shares Outstanding	82,011
Class I	
Shares sold	80,331
Class T	
Shares sold	80,000

^a Effective June 1, 2007, the fund redesignated Class R shares to Class I shares.
See notes to financial statements.

FINANCIAL HIGHLIGHTS

The following table describes the performance for each share class for the period from November 30, 2006 (commencement of operations) to October 31, 2007. All information (except portfolio turnover rate) reflects financial results for a single fund share. Total return shows how much your investment in the fund would have increased (or decreased) during each period, assuming you had reinvested all dividends and distributions. These figures have been derived from the fund's financial statements.

	Class A Shares	Class C Shares	Class I ^a Shares	Class T Shares
Per Share Data (\$):				
Net asset value, beginning of period	12.50	12.50	12.50	12.50
Investment Operations:				
Investment income—net ^b	.17	.08	.21	.14
Net realized and unrealized gain (loss) on investments	2.94	2.92	2.93	2.93
Total from Investment Operations	3.11	3.00	3.14	3.07
Net asset value, end of period	15.61	15.50	15.64	15.57
Total Return (%)^c	24.80^d	24.00^d	25.12	24.56^d
Ratios/Supplemental Data (%):				
Ratio of total expenses to average net assets ^e	2.60	3.35	2.35	2.85
Ratio of net expenses to average net assets ^e	1.34	2.09	1.09	1.59
Ratio of net investment income to average net assets ^e	1.35	.61	1.60	1.10
Portfolio Turnover Rate ^c	85.40	85.40	85.40	85.40
Net Assets, end of period (\$ x 1,000)	8,974	1,271	1,257	1,246

^a Effective June 1, 2007, the fund redesignated Class R shares to Class I shares.

^b Based on average shares outstanding at each month end.

^c Not annualized.

^d Exclusive of sales charge.

^e Annualized.

See notes to financial statements.

NOTE 1—Significant Accounting Policies:

Systematic International Equity Fund (the “fund”) is a separate diversified series of Strategic Funds, Inc. (the “Company”) which is registered under the Investment Company Act of 1940, as amended (the “Act”), as a diversified open-end management investment company and operates as a series company currently offering five series, including the fund, which commenced operations on November 30, 2006. The fund’s investment objective is to pursue long-term capital growth. The Dreyfus Corporation (the “Manager” or “Dreyfus”) serves as the fund’s investment adviser. Mellon Equity Associates, LLP (“Mellon Equity”) serves as the fund’s sub-investment adviser and is an affiliate of BNY Mellon.

On July 1, 2007, Mellon Financial Corporation (“Mellon Financial”) and The Bank of New York Company, Inc. merged, forming The Bank of New York Mellon Corporation (“BNY Mellon”). As part of this transaction, Dreyfus became a wholly-owned subsidiary of BNY Mellon.

The fund’s Board of Trustees approved the redesignation of the fund’s Class R shares as Class I shares, effective June 1, 2007. The description of the eligibility requirements for Class I shares remains the same as it was for Class R shares.

MBSC Securities Corporation (the “Distributor”), a wholly-owned subsidiary of Dreyfus, is the distributor of the fund’s shares. The fund is authorized to issue 100 million shares of \$.001 par value Common Stock in each of the following classes of shares: Class A, Class C, Class I and Class T. Class A and Class T shares are subject to a sales charge imposed at the time of purchase. Class C shares are subject to a contingent deferred sales charge (“CDSC”) on Class C shares redeemed within one year of purchase. Class I shares are sold at net asset value per share only to institutional investors. Other differences between the classes include the services offered to and the expenses borne by each class and certain voting rights. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments are allocated to each class of shares based on its relative net assets.

As of October 31, 2007, MBC Investments Corp., an indirect subsidiary of BNY Mellon, held 560,000 of the outstanding Class A shares and 80,000 each of the outstanding Class C, Class I and Class T shares of the fund.

The Company accounts separately for the assets, liabilities and operations of each series. Expenses directly attributable to each series are charged to that series' operations; expenses which are applicable to all series are allocated among them on a pro rata basis.

The fund's financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

The fund enters into contracts that contain a variety of indemnifications. The fund's maximum exposure under these arrangements is unknown. The fund does not anticipate recognizing any loss related to these arrangements.

(a) Portfolio valuation: Investments in securities are valued at the last sales price on the securities exchange or national securities market on which such securities are primarily traded. Securities listed on the National Market System for which market quotations are available are valued at the official closing price or, if there is no official closing price that day, at the last sales price. Securities not listed on an exchange or the national securities market, or securities for which there were no transactions, are valued at the average of the most recent bid and asked prices, except for open short positions, where the asked price is used for valuation purposes. Bid price is used when no asked price is available. Registered open-end investment companies that are not traded on an exchange are valued at their net asset value. When market quotations or official closing prices are not readily available, or are determined not to reflect accurately fair value, such as when the value of a security has been significantly affected by events after the close of the exchange or market on which the security is principally traded (for example, a foreign exchange or market), but before the fund calculates its net asset value, the fund may value these investments at fair value as determined

in accordance with the procedures approved by the Board of Directors. Fair valuing of securities may be determined with the assistance of a pricing service using calculations based on indices of domestic securities and other appropriate indicators, such as prices of relevant ADR's and futures contracts. For other securities that are fair valued by the Board of Directors, certain factors may be considered such as: fundamental analytical data, the nature and duration of restrictions on disposition, an evaluation of the forces that influence the market in which the securities are purchased and sold and public trading in similar securities of the issuer or comparable issuers. Financial futures are valued at the last sales price. Investments denominated in foreign currencies are translated to U.S. dollars at the prevailing rates of exchange. Forward currency exchange contracts are valued at the forward rate.

The Financial Accounting Standards Board ("FASB") released Statement of Financial Accounting Standards No. 157 "Fair Value Measurements" ("FAS 157"). FAS 157 establishes an authoritative definition of fair value, sets out a framework for measuring fair value, and requires additional disclosures about fair-value measurements. The application of FAS 157 is required for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. Management does not believe that the application of this standard will have a material impact on the financial statements of the fund.

(b) Foreign currency transactions: The fund does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss on investments.

Net realized foreign exchange gains or losses arise from sales and maturities of short-term securities, sales of foreign currencies, currency gains or losses realized on securities transactions and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the fund's books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange

gains or losses arise from changes in the value of assets and liabilities other than investments in securities, resulting from changes in exchange rates. Such gains and losses are included with net realized and unrealized gain or loss on investments.

(c) Securities transactions and investment income: Securities transactions are recorded on a trade date basis. Realized gain and loss from securities transactions are recorded on the identified cost basis. Dividend income is recognized on the ex-dividend date and interest income, including, where applicable, accretion of discount and amortization of premium on investments, is recognized on the accrual basis.

The fund has an arrangement with the custodian bank whereby the fund receives earnings credits from the custodian when positive cash balances are maintained, which are used to offset custody fees. For financial reporting purposes, the fund includes net earnings credits as an expense offset in the Statement of Operations.

(d) Affiliated issuers: Investments in other investment companies advised by Dreyfus are defined as “affiliated” in the Act.

(e) Dividends to shareholders: Dividends are recorded on the ex-dividend date. Dividends from investment income-net and dividends from net realized capital gain, if any, are normally declared and paid annually, but the fund may make distributions on a more frequent basis to comply with the distribution requirements of the Internal Revenue Code of 1986, as amended (the “Code”). To the extent that net realized capital gain can be offset by capital loss carryovers, if any, it is the policy of the fund not to distribute such gain. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from U.S. generally accepted accounting principles.

(f) Federal income taxes: It is the policy of the fund to continue to qualify as a regulated investment company, if such qualification is in the best interests of its shareholders, by complying with the applicable provisions of the Code, and to make distributions of taxable income sufficient to relieve it from substantially all federal income and excise taxes.

The FASB released FASB Interpretation No. 48 “Accounting for Uncertainty in Income Taxes” (FIN 48). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the fund’s tax returns to determine whether the tax positions are “morelikely-than-not” of being sustained by the applicable tax authority. Tax positions not deemed to meet the morelikely-than-not threshold would be recorded as a tax benefit or expense in the current year. Adoption of FIN 48 is required for fiscal years beginning after December 15, 2006 and is to be applied to all open tax years as of the effective date. Management does not believe that the application of this standard will have a material impact on the financial statements of the fund.

At October 31, 2007, the components of accumulated earnings on a tax basis were as follows: undistributed ordinary income \$512,905, undistributed capital gains \$19,162 and unrealized appreciation \$1,970,549.

During the period ended October 31, 2007, as a result of permanent book to tax differences, primarily due to the tax treatment for foreign currency gains and losses and passive foreign investment companies, the fund decreased accumulated undistributed investment income-net by \$10,199, increased accumulated net realized gain (loss) on investments by \$10,221 and decreased paid-in capital by \$22. Net assets and net asset value per share were not affected by this reclassification.

NOTE 2—Bank Line of Credit:

The fund participates with other Dreyfus-managed funds in a \$350 million redemption credit facility (the “Facility”) to be utilized for temporary or emergency purposes, including the financing of redemptions. In connection therewith, the fund has agreed to pay commitment fees on its pro rata portion of the Facility. Interest is charged to the fund based on prevailing market rates in effect at the time of borrowings. During the period ended October 31, 2007, the fund did not borrow under the Facility.

NOTE 3—Management Fee, Sub-Investment Advisory Fee and Other Transactions With Affiliates:

(a) Pursuant to a management agreement (“Agreement”) with Dreyfus, the management fee is computed at the annual rate of .80% of the value of the fund’s average daily net assets and is payable monthly. Dreyfus has contractually agreed to waive receipt of its fees and/or assume the expenses of the fund, until October 31, 2008, so that annual fund operating expenses (excluding Rule 12b-1 fees, shareholder services fees, taxes, interest, brokerage commissions, commitment fees on borrowings and extraordinary expenses) do not exceed 1.15% of the fund’s average daily net assets. The expense reimbursement, pursuant to the undertaking, amounted to \$124,186 during the period ended October 31, 2007.

Pursuant to a Sub-Investment Advisory Agreement between Dreyfus and Mellon Equity, Dreyfus pays Mellon Equity an annual fee of .45% of the value of the fund’s average daily net assets, payable monthly.

(b) Under the Distribution Plan (the “Plan”) adopted pursuant to Rule 12b-1 under the Act, Class C and Class T shares pay the Distributor for distributing their shares at an annual rate of .75% of the value of the average daily net assets of Class C shares and .25% of the value of the average daily net assets of Class T shares. During the period ended October 31, 2007, Class C and Class T shares were charged \$7,800 and \$2,567, respectively, pursuant to the Plan.

(c) Under the Shareholder Services Plan, Class A, Class C and Class T shares pay the Distributor at an annual rate of .25% of the value of their average daily net assets for the provision of certain services. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding Class A, Class C and Class T shares and providing reports and other information, and services related to the maintenance of shareholder accounts. The Distributor may make payments to Service Agents (a securities dealer, financial institution or other industry professional) in respect of these services. The Distributor determines the amounts to be paid to

Service Agents. During the period ended October 31, 2007, Class A, Class C and Class T shares were charged \$18,204, \$2,600 and \$2,567, respectively, pursuant to the Shareholder Services Plan.

The fund compensates Dreyfus Transfer, Inc., a wholly-owned subsidiary of Dreyfus, under a transfer agency agreement for providing personnel and facilities to perform transfer agency services for the fund. During the period ended October 31, 2007, the fund was charged \$293 pursuant to the transfer agency agreement.

Effective July 1, 2007, the fund's custodian, The Bank of New York, became an affiliate of the Manager. Under the fund's pre-existing custody agreement with The Bank of New York, for providing custodial services for the fund for the four months ended October 31, 2007, the fund was charged \$8,219. Prior to becoming an affiliate, The Bank of New York was paid \$51,041 for the custody services to the fund for the seven months ended June 30, 2007.

During the period ended October 31, 2007, the fund was charged \$4,660 for services performed by the Chief Compliance Officer.

The components of "Due to The Dreyfus Corporation and affiliates" in the Statement of Assets and Liabilities consist of: management fees \$8,408, Rule 12b-1 distribution plan fees \$1,044, shareholder services plan fees \$2,369, custodian fees \$31,366 and chief compliance officer fees \$2,000, which are offset against an expense reimbursement currently in effect in the amount of \$11,342.

(d) Each Board member also serves as a Board member of other funds within the Dreyfus complex. Annual retainer fees and attendance fees are allocated to each fund based on net assets.

NOTE 4—Securities Transactions:

The aggregate amount of purchases and sales of investment securities, excluding short-term securities, financial futures and forward currency exchange contracts, during the period ended October 31, 2007, amounted to \$20,065,010 and \$9,661,530, respectively.

The fund may invest in financial futures contracts in order to gain exposure to or protect against changes in the market. The fund is exposed to

market risk as a result of changes in the value of the underlying financial instruments. Investments in financial futures require the fund to “mark to market” on a daily basis, which reflects the change in market value of the contracts at the close of each day’s trading. Accordingly, variation margin payments are received or made to reflect daily unrealized gains or losses. When the contracts are closed, the fund recognizes a realized gain or loss. These investments require initial margin deposits with a broker, which consist of cash or cash equivalents. The amount of these deposits is determined by the exchange or Board of Trade on which the contract is traded and is subject to change. Contracts open at October 31, 2007, are set forth in the Statement of Financial Futures.

The fund enters into forward currency exchange contracts in order to hedge its exposure to changes in foreign currency exchange rates on its foreign portfolio holdings and to settle foreign currency transactions. When executing forward currency exchange contracts, the fund is obligated to buy or sell a foreign currency at a specified rate on a certain date in the future. With respect to sales of forward currency exchange contracts, the fund would incur a loss if the value of the contract increases between the date the forward contract is opened and the date the forward contract is closed. The fund realizes a gain if the value of the contract decreases between those dates. With respect to purchases of forward currency exchange contracts, the fund would incur a loss if the value of the contract decreases between the date the forward contract is opened and the date the forward contract is closed. The fund realizes a gain if the value of the contract increases between those dates. The fund is also exposed to credit risk associated with counterparty nonperformance on these forward currency exchange contracts which is typically limited to the unrealized gain on each open contract. At October 31, 2007, there were no forward currency exchange contracts outstanding.

At October 31, 2007, the cost of investments for federal income tax purposes was \$10,767,822; accordingly, accumulated net unrealized appreciation on investments was \$1,971,765, consisting of \$2,262,722 gross unrealized appreciation and \$290,957 gross unrealized depreciation.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

Shareholders and Board of Directors Systematic International Equity Fund

We have audited the accompanying statement of assets and liabilities, including the statement of investments and financial futures, of Systematic International Equity Fund (one of the funds comprising Strategic Funds, Inc.) as of October 31, 2007, and the related statement of operations, the statement of changes in net assets and financial highlights for the period from November 30, 2006 (commencement of operations) to October 31, 2007. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audit.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. We were not engaged to perform an audit of the Fund's internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of October 31, 2007 by correspondence with the custodian and others. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of Systematic International Equity Fund at October 31, 2007, and the results of its operations, the changes in its net assets and financial highlights for the period from November 30, 2006 to October 31, 2007, in conformity with U. S. generally accepted accounting principles.

Ernst & Young LLP

New York, New York
December 21, 2007

IMPORTANT TAX INFORMATION (Unaudited)

In accordance with federal tax law, the fund elects to provide each shareholder with their portion of the fund's foreign taxes paid and the income sourced from foreign countries. Accordingly, the fund hereby makes the following designations regarding its fiscal year ended October 31, 2007:

- the total amount of taxes paid to foreign countries was \$24,093.
- the total amount of income sourced from foreign countries was \$237,526.

As required by federal tax law rules, shareholders will receive notification of their proportionate share of foreign taxes paid and foreign sourced income for the 2007 calendar year with Form 1099-DIV which will be mailed by January 31, 2008.

BOARD MEMBERS INFORMATION (Unaudited)

Joseph S. DiMartino (64)
Chairman of the Board (1995)

Principal Occupation During Past 5 Years:

- Corporate Director and Trustee

Other Board Memberships and Affiliations:

- The Muscular Dystrophy Association, Director
- Century Business Services, Inc., a provider of outsourcing functions for small and medium size companies, Director
- The Newark Group, a provider of a national market of paper recovery facilities, paperboard mills and paperboard converting plants, Director
- Sunair Services Corporation, a provider of certain outdoor-related services to homes and businesses, Director

No. of Portfolios for which Board Member Serves: 165

David W. Burke (71)
Board Member (1994)

Principal Occupation During Past 5 Years:

- Corporate Director and Trustee.

Other Board Memberships and Affiliations:

- John F. Kennedy Library Foundation, Director

No. of Portfolios for which Board Member Serves: 88

William Hodding Carter III (72)
Board Member (1988)

Principal Occupation During Past 5 Years:

- Professor of Leadership & Public Policy, University of North Carolina, Chapel Hill (January 1, 2006-present)
- President and Chief Executive Officer of the John S. and James L. Knight Foundation (February 1, 1998-February 1, 2006)

Other Board Memberships and Affiliations:

- The Century Foundation, Emeritus Director
- The Enterprise Corporation of the Delta, Director

No. of Portfolios for which Board Member Serves: 27

Gordon J. Davis (66)
Board Member (2006)

Principal Occupation During Past 5 Years:

- Partner in the law firm of Dewey & LeBoeuf, LLP
- President, Lincoln Center for the Performing Arts, Inc. (2001)

Other Board Memberships and Affiliations:

- Consolidated Edison, Inc., a utility company, Director
- Phoenix Companies, Inc., a life insurance company, Director
- Board Member/Trustee for several not-for-profit groups

No. of Portfolios for which Board Member Serves: 36

Joni Evans (65)
Board Member (2006)

Principal Occupation During Past 5 Years:

- Principal, Joni Evans Ltd.
- Senior Vice President of the William Morris Agency (2005)

No. of Portfolios for which Board Member Serves: 27

Ehud Houminer (67)
Board Member (1994)

Principal Occupation During Past 5 Years:

- Executive-in-Residence at the Columbia Business School, Columbia University

Other Board Memberships and Affiliations:

- Avnet Inc., an electronics distributor, Director
- International Advisory Board to the MBA Program School of Management, Ben Gurion University, Chairman

No. of Portfolios for which Board Member Serves: 67

Richard C. Leone (67)
Board Member (1984)

Principal Occupation During Past 5 Years:

- President of The Century Foundation (formerly, The Twentieth Century Fund, Inc.), a tax exempt research foundation engaged in the study of economic, foreign policy and domestic issues

Other Board Memberships and Affiliations:

- The American Prospect, Director
- Center for American Progress, Director

No. of Portfolios for which Board Member Serves: 27

Hans C. Mautner (69)
Board Member (1984)

Principal Occupation During Past 5 Years:

- President—International Division and an Advisory Director of Simon Property Group, a real estate investment company (1998-present)
- Director and Vice Chairman of Simon Property Group (1998-2003)
- Chairman and Chief Executive Officer of Simon Global Limited (1999-present)

Other Board Memberships and Affiliations:

- Capital and Regional PLC, a British co-investing real estate asset manager, Director
- Member - Board of Managers of:
Mezzacappa Long/Short Fund LLC
Mezzacappa Partners LLC

No. of Portfolios for which Board Member Serves: 27

Robin A. Melvin (44)
Board Member (1995)

Principal Occupation During Past 5 Years:

- Director, Boisi Family Foundation, a private family foundation that supports youth-serving organizations that promote the self sufficiency of youth from disadvantaged circumstances

No. of Portfolios for which Board Member Serves: 27

Burton N. Wallack (56)
Board Member (2006)

Principal Occupation During Past 5 Years:

- President and co-owner of Wallack Management Company, a real estate management company

No. of Portfolios for which Board Member Serves: 27

John E. Zuccotti (70)
Board Member (1984)

Principal Occupation During Past 5 Years:

- Chairman of Brookfield Financial Properties, Inc.
- Senior Counsel of Weil, Gotshal & Manges, LLP
- Chairman of the Real Estate Board of New York

Other Board Memberships and Affiliations:

- Emigrant Savings Bank, Director
- Wellpoint, Inc., Director
- Visiting Nurse Service of New York, Director
- Columbia University, Trustee
- Doris Duke Charitable Foundation, Trustee

No. of Portfolios for which Board Member Serves: 27

Once elected all Board Members serve for an indefinite term, but achieve Emeritus status upon reaching age 80. The address of the Board Members and Officers is in c/o The Dreyfus Corporation, 200 Park Avenue, New York, New York 10166. Additional information about the Board Members is available in the fund's Statement of Additional Information which can be obtained from Dreyfus free of charge by calling this toll free number: 1-800-554-4611.

Arnold S. Hiatt, Emeritus Board Member

OFFICERS OF THE FUND (Unaudited)

J. DAVID OFFICER, President since December 2006.

Chief Operating Officer, Vice Chairman and a Director of the Manager, and an officer of 82 investment companies (comprised of 165 portfolios) managed by the Manager. He is 59 years old and has been an employee of the Manager since April 1998.

PHILLIP N. MAISANO, Executive Vice President since July 2007.

Chief Investment Officer, Vice Chair and a director of the Manager, and an officer of 82 investment companies (comprised of 165 portfolios) managed by the Manager. Mr. Maisano also is an officer and/or Board member of certain other investment management subsidiaries of The Bank of New York Mellon Corporation, each of which is an affiliate of the Manager. He is 60 years old and has been an employee of the Manager since November 2006. Prior to joining the Manager, Mr. Maisano served as Chairman and Chief Executive Officer of EACM Advisors, an affiliate of the Manager, since August 2004, and served as Chief Executive Officer of Evaluation Associates, a leading institutional investment consulting firm, from 1988 until 2004.

MICHAEL A. ROSENBERG, Vice President and Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 47 years old and has been an employee of the Manager since October 1991.

JAMES BITETTO, Vice President and Assistant Secretary since August 2005.

Associate General Counsel and Secretary of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 41 years old and has been an employee of the Manager since December 1996.

JONI LACKS CHARATAN, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. She is 51 years old and has been an employee of the Manager since October 1988.

JOSEPH M. CHIOFFI, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 45 years old and has been an employee of the Manager since June 2000.

JANETTE E. FARRAGHER, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. She is 44 years old and has been an employee of the Manager since February 1984.

JOHN B. HAMMALIAN, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 44 years old and has been an employee of the Manager since February 1991.

ROBERT R. MULLERY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 55 years old and has been an employee of the Manager since May 1986.

JEFF PRUSNOFSKY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 42 years old and has been an employee of the Manager since October 1990.

JAMES WINDELS, Treasurer since November 2001.

Director – Mutual Fund Accounting of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 49 years old and has been an employee of the Manager since April 1985.

ROBERT ROBOL, Assistant Treasurer since August 2005.

Senior Accounting Manager – Money Market and Municipal Bond Funds of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 43 years old and has been an employee of the Manager since October 1988.

ROBERT SALVIOLO, Assistant Treasurer since May 2007.

Senior Accounting Manager – Equity Funds of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 40 years old and has been an employee of the Manager since June 1989.

ROBERT SVAGNA, Assistant Treasurer since December 2002.

Senior Accounting Manager – Equity Funds of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 40 years old and has been an employee of the Manager since November 1990.

GAVIN C. REILLY, Assistant Treasurer since December 2005.

Tax Manager of the Investment Accounting and Support Department of the Manager, and an officer of 83 investment companies (comprised of 182 portfolios) managed by the Manager. He is 39 years old and has been an employee of the Manager since April 1991.

JOSEPH W. CONNOLLY, Chief Compliance Officer since October 2004.

Chief Compliance Officer of the Manager and The Dreyfus Family of Funds (83 investment companies, comprised of 182 portfolios). From November 2001 through March 2004, Mr. Connolly was first Vice-President, Mutual Fund Servicing for Mellon Global Securities Services. In that capacity, Mr. Connolly was responsible for managing Mellon's Custody, Fund Accounting and Fund Administration services to third-party mutual fund clients. He is 50 years old and has served in various capacities with the Manager since 1980, including manager of the firm's Fund Accounting Department from 1997 through October 2001.

WILLIAM GERMENIS, Anti-Money Laundering Compliance Officer since September 2002.

Vice President and Anti-Money Laundering Compliance Officer of the Distributor, and the Anti-Money Laundering Compliance Officer of 79 investment companies (comprised of 178 portfolios) managed by the Manager. He is 37 years old and has been an employee of the Distributor since October 1998.

For More Information

Systematic

International Equity Fund

200 Park Avenue
New York, NY 10166

Manager

The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Sub-Investment Advisor

Mellon Equity Associates, LLP
500 Grant Street
Pittsburgh, PA 15258

Custodian

The Bank of New York
One Wall Street
New York, NY 10286

Transfer Agent & Dividend Disbursing Agent

Dreyfus Transfer, Inc.
200 Park Avenue
New York, NY 10166

Distributor

MBSC Securities Corporation
200 Park Avenue
New York, NY 10166

Ticker Symbols:

Class A: SSYAX
Class T: SSYTX

Class C: SSYCX

Class I: SSYRX

Telephone Call your financial representative or 1-800-554-4611

Mail The Dreyfus Premier Family of Funds

144 Glenn Curtiss Boulevard, Uniondale, NY 11556-0144

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The fund's Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-202-551-8090.

A description of the policies and procedures that the fund uses to determine how to vote proxies relating to portfolio securities, and information regarding how the fund voted these proxies for the 12-month period ended June 30, 2007, is available at <http://www.dreyfus.com> and on the SEC's website at <http://www.sec.gov>. The description of the policies and procedures is also available without charge, upon request, by calling 1-800-645-6561.

