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MFS SPECIAL VALUE TRUST  
Form DEF 14A  
August 15, 2002

SCHEDULE 14A INFORMATION  
PROXY STATEMENT PURSUANT TO SECTION 14(A) OF THE SECURITIES  
EXCHANGE ACT OF 1934

FILED BY THE REGISTRANT

FILED BY A PARTY OTHER  
THAN THE REGISTRANT

-----  
CHECK THE APPROPRIATE BOX:

- Preliminary Proxy Statement  
 Confidential for Use of the Commission Only (as permitted by  
Rule 14a-6(e)(2))  
 Definitive Proxy Statement  
 Definitive Additional Materials  
 Soliciting Material Pursuant to sec. 240.14a-11(c) or sec. 240.14a-12

MFS Special Value Trust

-----  
(Name of Registrant as Specified in its Charter)

-----  
(Name of Person(s) Filing Proxy Statement, if other than the Registrant)

PAYMENT OF FILING FEE (CHECK THE APPROPRIATE BOX):

- No fee required.  
 Fee computed on table below per Exchange Act Rules 14a-6(i)(4) and 0-11.

- 1) Title of each class of securities to which transaction applies:
- 2) Aggregate number of securities to which transaction applies:
- 3) Per unit price or other underlying value of transaction computed pursuant to Exchange Act Rule 0-11 (Set forth the amount on which the filing fee is calculated and state how it was determined):
- 4) Proposed maximum aggregate value of transaction:
- 5) Total Fee Paid:

Fee paid previously with preliminary materials.

Check box if any part of the fee is offset as provided by Exchange Act Rule 0-11(a)(2) and identify the filing for which the offsetting fee was paid previously. Identify the previous filing by registration statement number, or the Form or Schedule and the date of its filing.

- 1) Amount previously paid:
  - 2) Form, Schedule or Registration Statement No.:
  - 3) Filing Party:
  - 4) Date Filed:
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MFS(R) SPECIAL VALUE TRUST  
500 Boylston Street, Boston, Massachusetts 02116

Notice of the 2002 Annual Meeting of Shareholders  
To be held on October 1, 2002

The 2002 Annual Meeting of Shareholders of MFS(R) Special Value Trust (the "Trust") will be held at 500 Boylston Street, Boston, Massachusetts, at 9:30 a.m. on Tuesday, October 1, 2002, for the following purposes:

- ITEM 1. To elect William R. Gutow, J. Atwood Ives, Abby M. O'Neill and Jeffrey L. Shames as Trustees of the Trust;
- ITEM 2. To ratify the selection of Ernst & Young LLP as the independent auditors to be employed by the Trust for the current fiscal year; and
- ITEM 3. To transact such other business as may come before the Meeting and any adjournments thereof.

YOUR TRUSTEES RECOMMEND THAT YOU VOTE IN FAVOR OF ALL ITEMS.

Only shareholders of record on August 2, 2002 will be entitled to vote at the Annual Meeting of Shareholders.

STEPHEN E. CAVAN, Secretary and Clerk

August 15, 2002

YOUR VOTE IS IMPORTANT. WE WOULD APPRECIATE YOUR PROMPTLY VOTING, SIGNING AND RETURNING THE ENCLOSED PROXY, WHICH WILL HELP IN AVOIDING THE ADDITIONAL EXPENSE OF A SECOND SOLICITATION. THE ENCLOSED ADDRESSED ENVELOPE REQUIRES NO POSTAGE AND IS PROVIDED FOR YOUR CONVENIENCE.

MFS(R) SPECIAL VALUE TRUST

PROXY STATEMENT

This Proxy Statement is furnished in connection with the solicitation of proxies by and on behalf of the Board of Trustees of MFS(R) Special Value Trust (the "Trust") to be used at the 2002 Annual Meeting of Shareholders (the "Meeting") to be held at 9:30 a.m. on Tuesday, October 1, 2002, at 500 Boylston Street, Boston, Massachusetts, for the purposes set forth in the accompanying Notice. If the enclosed form of proxy is executed and returned, it may nevertheless be revoked prior to its exercise by a signed writing filed with the proxy tabulation agent, Management Information Services Corporation ("MIS"), 61 Accord Park Drive, Norwell, Massachusetts, 02061 or delivered at the Meeting. On August 2, 2002, there were 6,866,565.45 outstanding shares of the Trust. Shareholders of record at the close of business on August 2, 2002, will be entitled to one vote for each share held.

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The mailing address of the Trust is 500 Boylston Street, Boston, Massachusetts 02116. Solicitation of proxies is being made by the mailing of this Notice and Proxy Statement with its enclosures on or about August 15, 2002. A copy of the Trust's most recent annual report and semi-annual report may be obtained without charge by contacting MFS Service Center, Inc., the Trust's transfer and shareholder servicing agent (the "Shareholder Servicing Agent"), P.O. Box 2281, Boston, MA 02107-9906, or by telephone toll-free at (800) 637-2304.

### ITEM 1 -- ELECTION OF TRUSTEES

The Board of Trustees which oversees the Trust provides broad supervision over the affairs of the Trust. Massachusetts Financial Services Company ("MFS" or the "Adviser"), the Trust's investment adviser and administrator, is responsible for the investment management of the Trust's assets and for providing a variety of other administrative services to the Trust. The officers of the Trust are responsible for its operations.

Under the provisions of the Trust's Declaration of Trust, the Trustees are divided into three classes each having a term of three years. It is intended that proxies not limited to the contrary will be voted in favor of electing William R. Gutow, J. Atwood Ives, Abby M. O'Neill and Jeffrey L. Shames as Trustees of the class whose term will expire at the 2005 Annual Meeting of Shareholders (or special meeting in lieu thereof). Under the terms of the Trust's retirement policy, the Trustees have a mandatory retirement age. Ms. O'Neill will retire in accordance with this policy on December 31, 2003. Messrs. Gutow, Ives and Shames and Ms. O'Neill are presently Trustees of the Trust. If, before the election, any nominee refuses or is unable to serve, proxies will be voted for a replacement nominee designated by your current Trustees.

The following table presents certain information regarding the Trustees of the Trust, including their principal occupations, which, unless specific dates are shown, are of more than five years duration, although the titles may not have been the same throughout. An asterisk beside a Trustee's name indicates that he or she is an "interested person" as defined in the Investment Company Act of 1940, as amended (the "1940 Act"), of MFS and has been affiliated with MFS for more than five years, unless otherwise indicated.

Name, Date of Birth	Position(s) Held with Trust	Trustee Since(1)	Term Expiring	Princip Directorship
<hr/>				
INTERESTED TRUSTEES				
Jeffrey L. Shames* (born 06/02/55)	Chairman	October 1993	2002	Massachusetts F Chairman and Ch
John W. Ballen* (born 09/12/59)	Trustee	August 2001	2003	Massachusetts F President and D
Kevin R. Parke* (born 12/14/59)	Trustee	January 2002	2004	Massachusetts F Investment Offi Director
<hr/>				
INDEPENDENT TRUSTEES				
Lawrence H. Cohn, M.D. (born 03/11/37)	Trustee	August 1993	2004	Brigham and Wom Surgery; Harvar Surgery

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The Hon. Sir J. David Gibbons, KBE (born 06/15/27)	Trustee	October 1993	2004	Edmund Gibbons company), Chief Insurance Compa Bank of Butterf
William R. Gutow (born 09/27/41)	Trustee	July 1994	2002	Private investo Capitol Enterta franchise), Vic
J. Atwood Ives (born 05/01/36)	Trustee	February 1992	2002	Private investo related service (diversified se and Chief Execu
Abby M. O'Neill (born 04/27/28)	Trustee	October 1992	2002	Private investo Inc. (investmen Executive Offic
Lawrence T. Perera (born 06/23/35)	Trustee	July 1981	2004	Hemenway & Barn
William J. Poorvu (born 04/10/35)	Trustee	August 1982	2003	Private investo School of Busin Adjunct Profess CBL & Associate investment trus
J. Dale Sherratt (born 09/23/38)	Trustee	August 1993	2003	Insight Resourc specialists), P (investor in he General Partner Brands, Inc. (d Director; Cambri nutritional pro (until May 2001
Elaine R. Smith (born 04/25/46)	Trustee	February 1992	2004	Independent hea
Ward Smith (born 09/13/30)	Trustee	October 1992	2003	Private investo

(1) Date first appointed to serve as Trustee of an MFS fund. Each Trustee has served continuously  
(2) Directorships or trusteeships of companies required to report to the Securities and Exchange "public companies").

\* "Interested person" of MFS within the meaning of the 1940 Act.

Messrs. Shames, Ballen and Parke hold comparable positions with certain other funds of which MFS or a subsidiary is the investment adviser or distributor. Each Trustee serves as a board member of 117 MFS funds within the MFS Family of Funds. The address of each Trustee is c/o MFS, 500 Boylston Street, Boston, Massachusetts 02116.

Information about the executive officers of your Trust, share ownership, the identity of certain persons holding 5% or more of the outstanding shares of the Trust, Trustee compensation, and Board and Committee meetings, appears under "Trust Information" beginning on page 5.

REQUIRED VOTE. Approval of this matter as to any nominee will require the

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affirmative vote of a plurality of the Trust's outstanding shares voting at the Meeting in person or by proxy.

ITEM 2 -- RATIFICATION OF SELECTION OF ACCOUNTANTS

It is intended that proxies not limited to the contrary will be voted in favor of ratifying the selection, by a majority of the Trustees who are not "interested persons" (as that term is defined in the 1940 Act) of the Trust, of Ernst & Young LLP, under section 32(a) of the 1940 Act as independent public accountants to the Trust for the current fiscal year. Ernst & Young LLP has no direct or material indirect interest in the Trust.

Representatives of Ernst & Young LLP are expected to be present at the Meeting and will have an opportunity to make a statement if they desire to do so. Such representatives are also expected to be available to respond to appropriate questions.

The Audit Committee of the Board of Trustees issued the following report concerning the financial statements for the Trust's most recent fiscal year.

The Audit Committee reviewed and discussed the audited financial statements with Trust management. The Audit Committee also discussed with Ernst & Young LLP the matters required to be discussed by SAS 61 (Communication with Audit Committees). The Audit Committee received the written disclosures and the letter from Ernst & Young LLP required by Independence Standards Board Standard No. 1 (Independence Discussions with Audit Committees), and discussed with Ernst & Young LLP its independence.

Based on this review and these discussions, the Audit Committee recommended to the Board of Trustees that the audited financial statements be included in the Trust's annual report to shareholders for the fiscal year ended October 31, 2001 for filing with the Securities and Exchange Commission.

J. Dale Sherratt  
Ward Smith

The following table sets forth the aggregate fees paid to Ernst & Young LLP for the Trust's fiscal year ended October 31, 2001, for professional services rendered for: (i) the audit of the Trust's financial statements for that fiscal year; (ii) the audits of the annual financial statements for all funds in the MFS fund complex audited by Ernst & Young LLP; (iii) financial information systems design and implementation services to the Trust, MFS and any entity controlling, controlled by or under common control with MFS that provides services to the Trust (including MFS Service Center, Inc.); and (iv) all other services (other than the foregoing services) to the Trust, MFS, and any entity controlling, controlled by or under common control with MFS that provides services to the Trust (approximately 70% of this amount represents fees for tax consulting services rendered to MFS and MFS related entities that provide services to the Trust). The Audit Committee of the Trust considered whether the provision of information technology services and of non-audit services by Ernst & Young LLP is compatible with the maintenance of that firm's independence.

AUDIT FEES PAID BY THE TRUST FOR ITS MOST RECENT FISCAL YEAR	AGGREGATE AUDIT FEES PAID BY ALL FUNDS IN THE MFS COMPLEX AUDITED BY ERNST & YOUNG LLP	FINANCIAL INFORMATION SYSTEMS DESIGN AND IMPLEMENTATION FEES PAID BY THE TRUST, MFS AND MFS RELATED ENTITIES THAT PROVIDE SERVICES TO THE TRUST
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\$29,000

\$922,000

N/A

REQUIRED VOTE. Ratification of this matter will require the affirmative vote of a majority of the Trust's outstanding shares voting at the Meeting on this matter in person or by proxy.

TRUST INFORMATION

This section provides certain information about the Trust, including information about executive officers, share ownership, the identity of certain persons holding 5% or more of the outstanding shares of the Trust, Trustee compensation, and Board and Committee meetings.

EXECUTIVE OFFICERS

The following table provides information about the executive officers of the Trust including their principal occupations, which, unless specific dates are shown, are of more than five years duration, although the titles may not have been the same throughout. Each officer will hold office until his or her successor is chosen and qualified, or until he or she retires, resigns or is removed from office.

NAME, DATE OF BIRTH	POSITION(S) HELD WITH THE TRUST	OFFICER SINCE (1)	PRINCIPAL DIRECTORSHIPS (2)
-----			
OFFICERS			
Jeffrey L. Shames (born 06/02/55)	President	January 1999	Massachusetts Fin and Chief Executi
James R. Bordewick, Jr. (born 03/06/59)	Assistant Secretary and Assistant Clerk	September 1990	Massachusetts Fin Vice President an
Stephen E. Cavan (born 11/06/53)	Secretary and Clerk	December 1989	Massachusetts Fin Vice President, G
Robert R. Flaherty (born 09/18/63)	Assistant Treasurer	August 2000	Massachusetts Fin President (since Senior Vice Presi
Richard M. Hisey (born 08/29/58)	Treasurer	August 2002	Massachusetts Fin Vice President (s York, Senior Vice 2002); Lexington Executive Vice Pr to September 2000
Ellen Moynihan (born 11/13/57)	Assistant Treasurer	April 1997	Massachusetts Fin President
James O. Yost (born 06/12/60)	Assistant Treasurer	September 1990	Massachusetts Fin Vice President

- 
- (1) Date first appointed to serve as officer of an MFS fund. Each officer has served continuously
  - (2) Directorships or trusteeships of companies required to report to the Securities and Exchange "public companies").

Each of the Trust's officers holds comparable positions with certain other funds of which MFS or a subsidiary is the investment adviser or distributor,

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and with certain affiliates of MFS. The address of each officer is c/o MFS, 500 Boylston Street, Boston, Massachusetts 02116.

### SHARE OWNERSHIP

The following table shows as of August 2, 2002 (i) the number and percentage of shares of the Trust owned by each Trustee and by the Trustees and executive officers as a group, and (ii) the dollar range of equity securities beneficially owned by each Trustee (a) of the Trust and (b), on an aggregate basis, in all MFS funds overseen by the Trustee.

The following dollar ranges apply:

- N. None
- A. \$1 - \$10,000
- B. \$10,001 - \$50,000
- C. \$50,001 - \$100,000
- D. Over \$100,000

NAME OF TRUSTEE	SHARES OF THE TRUST BENEFICIALLY OWNED (1)	PERCENT OF THE TRUST	DOLLAR E SECUR THE
<hr style="border-top: 1px dashed black;"/>			
INTERESTED TRUSTEES			
Jeffrey L. Shames	0		
John W. Ballen	0		
Kevin R. Parke	0		
NON-INTERESTED TRUSTEES			
Lawrence H. Cohn, M.D.	7,204.413	0.104920%	
The Hon. Sir J. David Gibbons, KBE	0		
William R. Gutow	0		
J. Atwood Ives	0		
Abby M. O'Neill	0		
Lawrence T. Perera	0		
William J. Poorvu	0		
J. Dale Sherratt	11,496.274	0.167423%	
Elaine R. Smith	0		
Ward Smith	0		
TOTAL HOLDINGS OF TRUSTEES AND EXECUTIVE OFFICERS AS A GROUP	18,700.687	0.272344%	

(1) All shares are held with sole voting and investment power except to the extent that such power is held by a family member or a trustee of a family trust.

### INTERESTS OF CERTAIN PERSONS

As of August 2, 2002, to the best knowledge of the Trust, the following shareholders beneficially owned 5% or more of the outstanding shares of the Trust.

Name and Address of Shareholder	Number of Outstanding Shares Owned	Percent of Outstanding Shares Owned

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 Cede & Co. Fast  
 P.O. Box 20  
 Bowling Green Station  
 New York, NY 10274-0020 5,661,038.009 82%

TRUSTEE COMPENSATION TABLE

The table below shows the cash compensation paid to the Trustees by the Trust for the fiscal year ended October 31, 2001. Interested Trustees do not receive any compensation from the Trust for their services as Trustees. The table includes information for several Trustees who retired at the end of 2001.

TRUSTEE	TRUSTEE FEES FROM THE TRUST(1)	TOTAL TRUSTEE FEES FROM THE TRUST AND FUND COMPLEX(2)
INTERESTED TRUSTEES		
John W. Ballen(3)	\$ 0	\$ 0
Kevin R. Parke(3)	\$ 0	\$ 0
Arnold D. Scott(4)	\$ 0	\$ 0
Jeffrey L. Shames	\$ 0	\$ 0
NON-INTERESTED TRUSTEES		
Marshall N. Cohan(5)	\$11,500	\$187,650
Lawrence Cohn, M.D.	\$10,021	\$175,140
The Hon. Sir J. David Gibbons, KBE	\$10,500	\$172,650
William R. Gutow(6)	\$ 0	\$194,094
J. Atwood Ives(6)	\$ 0	\$163,254
Abby M. O'Neill	\$10,500	\$172,150
Lawrence T. Perera(6)	\$ 0	\$170,440
William J. Poorvu(6)	\$ 0	\$174,008
Walter E. Robb, III(5)	\$ 8,267	\$196,640
J. Dale Sherratt	\$10,518	\$183,640
Elaine R. Smith(6)	\$ 0	\$162,729
Ward Smith	\$12,018	\$198,640

- 
- (1) For the fiscal year ended October 31, 2001.
  - (2) Information is provided for calendar year 2001. Messrs. Ives, Perera and Poorvu and Ms. Smith served as Trustees of 45 Funds within the MFS Fund complex (having aggregate net assets at December 31, 2001 of approximately \$57.1 billion). Dr. Cohn, Messrs. Cohan, Gibbons, Robb, Sherratt and Smith, and Ms. O'Neill served as Trustees of 43 Funds within the MFS Fund complex (having aggregate net assets at December 31, 2001 of approximately \$29.6 billion). Mr. Gutow served as Trustee of 108 Funds within the MFS Fund complex (having aggregate net assets at December 31, 2001 of approximately \$76.9 billion).
  - (3) These Trustees took office on January 1, 2002.
  - (4) Effective December 31, 2001, Mr. Scott retired as a Trustee.
  - (5) Effective December 31, 2001, these individuals retired as Trustees of the Trust. These Trustees are entitled to receive benefits under the Trust's retirement plan.
  - (6) These Trustees took office on January 1, 2002 and therefore did not receive compensation from the Trust for its last fiscal year. As noted above, certain of these Trustees did receive Trustees fees from other funds in the MFS Fund complex during the calendar year ended December 31, 2001.

Prior to December 31, 2001, the Trust had a retirement plan for non-interested Trustees and Trustees who were not officers of the Trust. Effective December 31, 2001, the Trust's retirement plan terminated, except with respect to those Trustees who retired on or before that date. The remaining Trustees who were previously covered under the retirement plan had their accrued benefits under



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the plan "rolled-over" into a deferred compensation arrangement along with other compensation to account for future benefits they would have received under the retirement plan if it had continued for such Trustees.

### COMMITTEES

The Board of Trustees meets regularly throughout the year to discuss matters and take certain actions relating to the Trust. The Board has several standing committees, which are described below.

NAME OF COMMITTEE	NUMBER OF MEETINGS IN LAST FISCAL YEAR(1)	FUNCTIONS
AUDIT COMMITTEE	4	Provides oversight with respect to the account and auditing procedures of the Trust and, among other things, considers the selection of the independent accountants for the Trust and the scope of the audit, and considers the effect on the independence of those accountants of any audit services such accountants provide to the Trust and any audit or non-audit services such accountants provide to other MFS funds, MFS or certain affiliates.
NOMINATING COMMITTEE	1	Recommends qualified candidates to the Board in the event that a position is vacated or created. The Nominating Committee would consider recommendations by shareholders if a vacancy is to exist. Shareholders wishing to recommend Trustee candidates for consideration by the Nominating Committee may do so by writing the Trust's Secretary. Such suggestions must be accompanied by complete biographical and occupational data on the prospective nominee, along with a written consent of the prospective nominee to consideration of his or her name by the Committee.
COMPENSATION COMMITTEE	0	Administers and approves all elements of compensation for the Trustees who are not "interested persons" of the Trust as defined in the 1940 Act or affiliated with the Trust's investment adviser.
BLUE BOOK COMMITTEE	0	Requests, reviews and considers the information deemed reasonably necessary to evaluate the terms of the investment advisory agreement that the Trust proposes to renew or continue, and to make its recommendations to the full Board of Trustees on these matters.
GOVERNANCE COMMITTEE	0	Reviews and articulates the governance structure of the Board of Trustees. The Committee advises and makes recommendations to the Board on matters concerning directorship practices and recommendations concerning the functions and duties of the committees of the Board.

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PORTFOLIO TRADING AND MARKETING REVIEW COMMITTEE	2	Reviews process and procedures, internal control and compliance monitoring relating to (i) portfolio trading, best execution and brokerages costs and trade allocations, (ii) the product and use of sales and marketing materials in various forms of media and (iii) the Trust's investment policies and practices.
PRICING COMMITTEE	0	Reviews procedures for the valuation of securities and periodically reviews information from MFS regarding fair value and liquidity determinations made pursuant to the board-approved procedures, and makes related recommendations to the full Board and, if requested by MFS, assists MFS's internal valuation committee and/or the full Board in resolving particular valuation matters.

- 
- (1) The Compensation Committee, Blue Book Committee and Governance Committee were established on
  - (2) Information about each committee member is set forth above on pages 3 and 4.
  - (3) These individuals became members of the Audit Committee effective January 1, 2002.
- \* "Interested person" of MFS within meaning of the 1940 Act.

The Trust held six board meetings during the Trust's fiscal year ended October 31, 2001. Each Trustee attended at least 75% of the board and applicable committee meetings noted.

The Board has adopted a written charter for the audit committee that was previously included as an appendix to the Trust's proxy statement as required by applicable rules. The charter most recently was included in the Trust's 2001 proxy statement.

The Audit Committee consists only of Trustees who are not "interested persons" of the Trust as defined in the 1940 Act and who are independent of the Trust as defined by New York Stock Exchange Listing Standards. The Audit Committee's report on the Trust's most recent audited financials is included in Item 2 above.

The Trust's declaration of trust currently provides that the Trust will indemnify its Trustees and officers against liabilities and expenses incurred in connection with litigation in which they may be involved because of their offices with the Trust, unless it is finally adjudicated or, in case of a settlement, it has been determined by Trustees not involved in the matter or independent legal counsel, that they have not acted in good faith in the reasonable belief that their actions were in the best interests of the Trust or that they engaged in willful misfeasance or acted with bad faith, gross negligence or reckless disregard of the duties involved in the conduct of his or her office.

### INVESTMENT ADVISER AND ADMINISTRATOR

The Trust engages as its investment adviser and administrator MFS, a Delaware corporation with offices at 500 Boylston Street, Boston, Massachusetts 02116. MFS is an 88% owned subsidiary of Sun Life of Canada (U.S.) Financial Services Holdings, Inc., 500 Boylston Street, Boston Massachusetts 02116, which is in turn a wholly-owned subsidiary of Sun Life Assurance Company of Canada-U.S. Operations Holdings, Inc., One SunLife Executive Park, Wellesley Hills, Massachusetts 02481. Sun Life Assurance Company of Canada-U.S. Operations Holdings, Inc., is a wholly-owned subsidiary of Sun Life Assurance Company of Canada, 150 King Street West, 14th Floor, Toronto, Canada MSH 1J9, which in turn is a wholly-owned subsidiary of Sun Life Financial Services of Canada,

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Inc., at the same address.

### MANNER OF VOTING PROXIES

All proxies received by the management will be voted on all matters presented at the Meeting, and if not limited to the contrary, will be voted for the election of Messrs. Gutow, Ives and Shames and Ms. O'Neill as Trustees of the Trust (if still available for election) and ratification of the selection of Ernst & Yong LLP as independent auditors.

All proxies voted, including proxies that reflect abstentions or the withholding of authority to vote for a nominee for election as Trustee, will be counted toward establishing a quorum. Passage of any proposal being considered at the Meeting will occur only if a sufficient number of votes are cast FOR the proposal. With respect to the election of Trustees and the ratification of public accountants, neither withholding authority to vote nor abstentions have any effect on the outcome of the voting on either item.

The Trust knows of no other matters to be brought before the Meeting. If, however, because of any unexpected occurrence, any nominee is not available for election or if any other matters properly come before the Meeting, it is the Trust's intention that proxies not limited to the contrary will be voted in accordance with the judgment of the persons named in the enclosed form of proxy.

### SUBMISSION OF PROPOSALS

Proposals of shareholders which are intended to be presented at the 2003 Annual Meeting of Shareholders must be received by the Trust on or prior to April 13, 2003.

### SECTION 16(a) -- BENEFICIAL OWNERSHIP REPORTING COMPLIANCE

Section 16(a) of the Securities Exchange Act of 1934 requires Trustees, directors and certain officers of the Trust and MFS, and persons who own more than ten percent of the Trust's shares, to file reports of ownership and changes in ownership with the Securities and Exchange Commission (SEC) and the New York Stock Exchange. Such persons are required by SEC regulation to furnish the Trust with copies of all Section 16(a) forms they file.

Based solely on review of the copies of Forms 3, 4 and 5 and amendments thereto furnished to the Trust with respect to its most recent fiscal year, or written representations that no Forms 5 were required, the Trust believes that, during the year ended October 31, 2001, all Section 16(a) filing requirements applicable to trustees, directors and certain officers of the Trust and the Adviser and greater than ten percent beneficial owners were complied with.

### ADDITIONAL INFORMATION

The expense of the preparation, printing and mailing of the enclosed form of proxy, this Notice and Proxy Statement, and any tabulation costs will be borne by the Trust.

IT IS IMPORTANT THAT PROXIES BE RETURNED PROMPTLY

August 15, 2002

MFS SPECIAL VALUE TRUST

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MFS SPECIAL  
VALUE TRUST  
500 Boylston Street Boston, MA 02116

PROXY STATEMENT

For the 2002 Annual Meeting  
of Shareholders to be held on  
October 1, 2002

MFS(R) SPECIAL  
VALUE TRUST  
500 Boylston Street, Boston, Massachusetts 02116

MSVT-PROXY-08/02/9.6M

[logo] M F S(R)  
INVESTMENT MANAGEMENT  
P.O. BOX 9131  
HINGHAM, MA 02043-9131

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FIRST CLASS  
U.S. POSTAGE  
PAID  
PROXY  
TABULATOR  
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Please fold and detach card at perforation before mailing

THIS PROXY IS SOLICITED ON BEHALF OF THE TRUSTEES OF THE TRUST.

MFS SPECIAL VALUE TRUST

PROXY FOR A MEETING OF SHAREHOLDERS  
TO BE HELD ON OCTOBER 1, 2002

The undersigned hereby appoints James R. Bordewick, Jr., Stephen E. Cavan, Richard M. Hisey, John W. Ballen, Kevin R. Parke and Jeffrey L. Shames and each of them separately, proxies, with power of substitution, and hereby authorizes them to represent, and to vote, as designated on the reverse side, at the Meeting of Shareholders of MFS Special Value Trust, on Tuesday, October 1, 2002 at 9:30 a.m., Boston time, and at any adjournments thereof, all of the shares of the Trust which the undersigned would be entitled to vote if personally present.

THIS PROXY WHEN PROPERLY EXECUTED WILL BE VOTED IN THE MANNER DIRECTED HEREIN BY THE UNDERSIGNED SHAREHOLDER. IF NO DIRECTION IS MADE, THIS PROXY WILL BE VOTED FOR ALL PROPOSALS. IN THEIR DISCRETION, THE PROXIES ARE AUTHORIZED TO VOTE UPON SUCH OTHER MATTERS AS MAY PROPERLY COME BEFORE THE MEETING. THE TRUSTEES

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RECOMMEND A VOTE FOR THE PROPOSALS ON THE REVERSE SIDE.

THIS PROXY CARD IS VALID ONLY WHEN SIGNED AND DATED.

Date \_\_\_\_\_ Signature (PLEASE SIGN WITHIN BOX) \_\_\_\_\_

NOTE: Please sign exactly as name appears on this card. All joint owners should sign. When signing as executor, administrator, attorney, trustee or guardian or as custodian for a minor, please give full title as such. If a corporation, please sign in full corporate name and indicate the signer's office. If a partnership, sign in the partnership name.

MFS-MFV

Please fold and detach card at perforation before mailing

PLEASE FILL IN BOX(ES) AS SHOWN USING BLACK OR BLUE INK OR NUMBER 2 PENCIL. PLEASE DO NOT USE FINE POINT PENS. X

YOUR TRUSTEES RECOMMEND THAT YOU VOTE FOR ALL ITEMS.

FOR ALL NOMINEES LISTED (EXCEPT AS MARKED TO THE CONTRARY AT LEFT)

WITHHO AUTHORITY VOTE FOR NOMINEE

ITEM 1. To elect a Board of Trustees. NOMINEES: (01) William R. Gutow, (02) J. Atwood Ives, (03) Abby M. O'Neill, (04) Jeffrey L. Shames

( ) (

INSTRUCTION: To withhold authority to vote for any individual nominee, write the nominee's name on the space provided below.

\_\_\_\_\_

FOR AGAINST

ITEM 2. To ratify the selection of Ernst & Young LLP as the independent public accountants for the current fiscal year.

( ) ( )

MMT