

First State Investments (UK) Limited

Pacific Assets Trust

Investment Report

Investment Report for the 3 Months Ended

31 December 2010

Contact Details:

Account Manager:

Fraser Wood

Telephone:

+44 (0) 131 473 2529

Fax:

+44 (0) 131 272 2529

Email:

fraser.wood@firststate.co.uk

First State Investments (UK) Limited

Authorised & Regulated by the Financial Services Authority

Registered Number 153197 England and Wales

Registered Office: 3rd Floor 30 Cannon Street London EC4M 6YQ

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Pacific Assets Trust

Quarterly Report - 31 December 2010

Portfolio Performance to 31 December 2010

Short Term Performance

Period	Oct	Nov	Dec	3 Mths	6 Mths	12 Mths
Portfolio Return	0.47%	1.64%	6.57%	8.82%	-	-
Index Return ***	1.15%	1.16%	4.97%	7.41%	-	-
Active Return	-0.69%	0.48%	1.60%	1.41%	-	-

Long Term Performance*

Period	1 Year	2 Years	3 Years	4 Years	5 Years	Since Inception**
Portfolio Return	-	-	-	-	-	20.55%
Index Return ***	-	-	-	-	-	21.16%
Active Return	-	-	-	-	-	-0.61%

Calendar Year Performance

Period	2005	2006	2007	2008	2009	2010
Portfolio Return	-	-	-	-	-	-
Index Return ***	-	-	-	-	-	-
Active Return	-	-	-	-	-	-

Performance Data is calculated by First State Investments using the Barra Enterprise Performance System and are Gross of Fees and Tax. Returns are denominated in the portfolio base currency.

* Investment returns are annualised for periods greater than 1 year

** The Performance Inception date for Pacific Assets Trust is 01 July 2010

*** **Benchmark Since Inception: MSCI AC Asia ex Japan Index.**

Portfolio Valuation

Market Value as at 30 September 2010 GBP 153,959,484

Subscriptions

Redemptions

Portfolio Return

12,983,978

Market Value as at 31 December 2010 GBP 166,943,462

Data Source : Index Returns are provided by Rimes in GBP

Investment Manager's Comments

Market Review

- Asia Pacific markets rose strongly over the quarter with global equities
- Concerns about the sovereign debt crisis in the eurozone eased and markets responded positively to the announcement of further 'quantitative easing' in the US
- Australia, South Korea and Taiwan rose strongly, while China, Indonesia and the Philippines lagged
- Energy, Materials and Information Technology outperformed, while Consumer Staples, Telecom Services and Utilities were subdued

The Asia Pacific ex-Japan markets performed strongly over the final quarter of 2010, rising with global markets on the announcement of a further round of quantitative easing in the US. The MSCI Asia ex-Japan Index increased by 7.41% in sterling terms over the period, slightly underperforming the MSCI Emerging Markets Index which gained 8.06%, and the MSCI World Index which was up by 9.77%.

Over the quarter, South Korea and Taiwan rose strongly as investors were attracted by reasonable valuations in the IT sector. Australia also outperformed, driven higher by mining stocks and a rising currency. On the negative side, China continued to be influenced by concerns about further measures to contain inflationary pressures and the smaller markets of Indonesia and the Philippines lagged on profit taking after strong performance during the year.

Cyclical sectors, namely Energy, Information Technology and Materials outperformed. Energy and Materials were driven higher by rising oil and commodity prices, while Information Technology rebounded after a period of underperformance. The more defensive Consumer Staples, Telecom Services and Utilities sectors lagged as companies with more predictable earnings were out of favour.

Performance Review

The fund outperformed its benchmark Index (MSCI Asia ex-Japan) over the period.

E.Sun Financial Holdings (Financials) climbed strongly along with the broader market in Taiwan and **Taiwan Semiconductor** (Information Technology) contributed positively as investors were attracted by reasonable valuations in the IT sector. Other positive contributors were **Delta Electronics** (Thailand: Information Technology) which was buoyed by strong results and **Oil Search** (Papua New Guinea: Energy) which gained on rising energy prices.

On the negative side, **Hong Kong & China Gas** (Utilities) and **Dabur India** (Consumer Staples) lagged as more defensive companies were out of favour in rising markets. **Marico** (India: Consumer Staples) underperformed after its valuation reached full territory and **Henderson Land** (Hong Kong: Financials) was weak on concerns about government measures to curb speculation in the property market.

Major Activity

Over the quarter we bought **Sabana Shariah REIT** (Singapore: Financials), a Sharia-compliant real estate company with solid assets in an attractive long-term sector and **China Telecom** (China: Telecom Services) which remains the dominant Chinese telecoms franchise. We also purchased **DBS Group** (Singapore: Financials), a reputable bank with highly regarded new management and scope for expansion.

We sold **Ping An Insurance** (China: Financials) and **Chugoku Marine Paints** (Japan: Materials) for portfolio construction reasons.

Outlook

- Although tensions on the Korean peninsula may escalate and pose tangible risks, we remain interested in a number of South Korean companies with more defensive characteristics.
- We are also sanguine on prospects for companies in Taiwan, thanks to improving ties with Mainland China and the extended underperformance of the dominant technology sector.
- The fund has significant holdings in companies with exposure to clean energy and energy efficiency.
- It is clear that many countries in the region will be unable to follow the traditional development path pursued by industrialised nations in the past and we expect significant investment opportunities to result.

Portfolio Performance Analysis - Stock Level Contribution

10 Most Successful Stock Holdings

In **absolute** terms, the portfolio was **positively** affected from its holdings in the following stocks :

Security Name	Country	Sector	Portfolio Weight	Index Weight	Contribution to Return
E.Sun Financial Holdings	Taiwan	Financials	5.32%	0.08%	1.50%
Taiwan Semiconductor	Taiwan	Information Technology	4.20%	2.16%	0.92%
Delta Electronics	Thailand	Information Technology	1.94%	0.00%	0.68%
Swire Pacific	Hong Kong	Financials	3.49%	0.46%	0.68%
Oil Search	Papua New Guinea	Energy	1.51%	0.00%	0.60%
SP Setia	Malaysia	Financials	1.88%	0.04%	0.54%
Chroma Ate	Taiwan	Information Technology	2.20%	0.00%	0.53%
Samsung Fire & Marine	Korea	Financials	3.01%	0.25%	0.48%
Oversea-Chinese Banking Corp	Singapore	Financials	2.60%	0.69%	0.40%
Sembcorp Industries	Singapore	Industrials	1.89%	0.14%	0.39%

10 Least Successful Stock Holdings

In **absolute** terms, the portfolio was **negatively** affected from its holdings in the following stocks :

Security Name	Country	Sector	Portfolio Weight	Index Weight	Contribution to Return
Henderson Land Development	Hong Kong	Financials	2.44%	0.27%	-0.22%
Hong Kong & China Gas	Hong Kong	Utilities	2.89%	0.37%	-0.16%
Dabur India	India	Consumer Discretionary	1.90%	0.00%	-0.13%
MTR Corp	Hong Kong	Industrials	3.48%	0.19%	-0.11%
Mindray Medical	China	Health Care	0.77%	0.00%	-0.09%
Marico	India	Consumer Staples	2.23%	0.00%	-0.08%
Philippine Long Distance	Philippines	Telecom Services	2.73%	0.10%	-0.05%
Jusung Engineering	Korea	Information Technology	0.42%	0.00%	-0.03%
Banco De Oro	Philippines	Financials	0.49%	0.04%	-0.01%
Idea Cellular	India	Telecom Services	0.25%	0.00%	-0.01%

Explanatory Notes

Stock level contribution analysis is a way of explaining the impact of particular securities on a portfolio's return. A security that has risen in value will make a positive contribution to the return, and one that has declined will make a negative contribution.

For example : E.Sun Financial Holdings contributed 1.50% to the portfolio's total return of 8.82%

Data Source : This information is calculated by First State on a gross of fees and tax basis, using the Barra Enterprise Performance system. Index weights are provided by Rimes

Portfolio Performance Analysis - Stock Level Attribution

10 Most Successful Stock Positions

In **relative** terms, the portfolio was **positively** affected from its exposure to the following stocks :

Security Name	Country	Sector	Portfolio Weight	Index Weight	Contribution to Active Return
E.Sun Financial Holdings	Taiwan	Financials	5.32%	0.08%	1.22%
Delta Electronics	Thailand	Information Technology	1.94%	0.00%	0.55%
Oil Search	Papua New Guin	Energy	1.51%	0.00%	0.43%
Swire Pacific	Hong Kong	Financials	3.49%	0.46%	0.43%
SP Setia	Malaysia	Financials	1.88%	0.04%	0.43%
Chroma Ate	Taiwan	Information Technology	2.20%	0.00%	0.40%
Taiwan Semiconductor	Taiwan	Information Technology	4.20%	2.16%	0.36%
Samsung Fire & Marine	Korea	Financials	3.01%	0.25%	0.29%
Sembcorp Industries	Singapore	Industrials	1.89%	0.14%	0.26%
Oversea-Chinese Banking Corp	Singapore	Financials	2.60%	0.69%	0.20%

10 Least Successful Stock Positions

In **relative** terms, the portfolio was **negatively** affected from its exposure to the following stocks :

Security Name	Country	Sector	Portfolio Weight	Index Weight	Contribution to Active Return
Samsung Electronics	Korea	Information Technology	1.10%	3.76%	-0.37%
MTR Corp	Hong Kong	Industrials	3.48%	0.19%	-0.31%
Hong Kong & China Gas	Hong Kong	Utilities	2.89%	0.37%	-0.30%
Dabur India	India	Consumer Discretionary	1.90%	0.00%	-0.24%
Henderson Land Development	Hong Kong	Financials	2.44%	0.27%	-0.24%
Marico	India	Consumer Staples	2.23%	0.00%	-0.24%
CNOOC	China	Energy	0.00%	1.53%	-0.24%
Philippine Long Distance	Philippines	Telecom Services	2.73%	0.10%	-0.22%
High Tech Computer	Taiwan	Information Technology	0.00%	0.77%	-0.18%
Mindray Medical	China	Health Care	0.77%	0.00%	-0.14%

Explanatory Notes

Stock level attribution analysis is a way of explaining the difference in return between a portfolio and its benchmark index. The relative performance of the portfolio (portfolio return minus index return) is the aggregate effect of all the underweight and overweight positions in each stock in the index. For example, not holding a stock which outperforms will have a negative effect on overall relative return.

Data Source : This information is calculated by First State on a gross of fees and tax basis, using the Barra Enterprise Performance system. Index weights are provided by Rimes

Portfolio Allocation

10 Largest Stock Holdings

Security Name	Country	Sector	Portfolio Weight	Index Weight	Active Weight
E.Sun Financial Holdings	Taiwan	Financials	5.32%	0.08%	5.24%
Taiwan Semiconductor	Taiwan	Information Technology	4.20%	2.16%	2.04%
Manila Water Company	Philippines	Utilities	3.97%	0.00%	3.97%
Kasikornbank	Thailand	Financials	3.74%	0.18%	3.56%
Singapore Post	Singapore	Industrials	3.62%	0.00%	3.62%
Swire Pacific	Hong Kong	Financials	3.49%	0.46%	3.04%
MTR Corp	Hong Kong	Industrials	3.48%	0.19%	3.29%
Daegu Bank	Korea	Financials	3.04%	0.06%	2.98%
Samsung Fire & Marine	Korea	Financials	3.01%	0.25%	2.76%
Transport International	Hong Kong	Industrials	3.00%	0.00%	3.00%

10 Largest Overweight Positions

Security Name	Country	Sector	Portfolio Weight	Index Weight	Active Weight
E.Sun Financial Holdings	Taiwan	Financials	5.32%	0.08%	5.24%
Manila Water Company	Philippines	Utilities	3.97%	0.00%	3.97%
Singapore Post	Singapore	Industrials	3.62%	0.00%	3.62%
Kasikornbank	Thailand	Financials	3.74%	0.18%	3.56%
MTR Corp	Hong Kong	Industrials	3.48%	0.19%	3.29%
Swire Pacific	Hong Kong	Financials	3.49%	0.46%	3.04%
Transport International	Hong Kong	Industrials	3.00%	0.00%	3.00%
Daegu Bank	Korea	Financials	3.04%	0.06%	2.98%
SMRT Corporation	Singapore	Industrials	2.90%	0.00%	2.90%
Samsung Fire & Marine	Korea	Financials	3.01%	0.25%	2.76%

10 Largest Underweight Positions

Security Name	Country	Sector	Portfolio Weight	Index Weight	Active Weight
Samsung Electronics	Korea	Information Technology	1.10%	3.76%	-2.65%
China Mobile	China	Telecom Services	0.00%	2.16%	-2.16%
Ind & Commercial Bank of China	China	Financials	0.00%	1.63%	-1.63%
China Construction Bank (h)	China	Financials	0.00%	1.56%	-1.56%
CNOOC	China	Energy	0.00%	1.53%	-1.53%
Infosys Technologies	India	Information Technology	0.00%	1.28%	-1.28%
Hon Hai Precision	Taiwan	Information Technology	0.00%	1.26%	-1.26%
Bank Of China (h)	China	Financials	0.00%	1.19%	-1.19%
Reliance Industries	India	Energy	0.00%	1.12%	-1.12%
China Life Insurance	China	Financials	0.00%	1.10%	-1.10%

Data Source : This information is calculated by First State using the Barra Enterprise Performance system. Index weights are provided by Rimes

Country Allocation

Country Name	Portfolio Weight		Index Weight
	30-Sep-10	31-Dec-10	31-Dec-10
Taiwan	16.37%	18.76%	16.14%
Hong Kong	17.41%	18.39%	11.50%
Singapore	14.08%	16.77%	6.90%
Korea	11.55%	11.75%	19.56%
India	12.96%	11.12%	11.20%
Philippines	8.23%	7.67%	0.74%
Thailand	7.65%	7.29%	2.40%
China	5.53%	4.40%	24.28%
Malaysia	2.10%	2.24%	4.03%
Papua New Guinea	3.28%	1.61%	0.00%
Japan	0.83%	0.00%	0.00%
Indonesia	0.00%	0.00%	3.25%

Sector Allocation

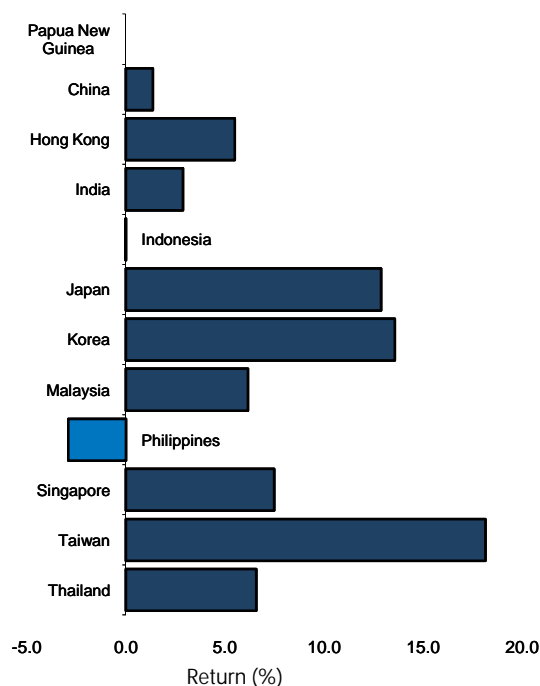
Sector Name	Portfolio Weight		Index Weight
	30-Sep-10	31-Dec-10	31-Dec-10
Financials	27.45%	32.03%	31.58%
Industrials	19.69%	18.03%	11.02%
Information Technology	16.67%	17.80%	18.00%
Telecom Services	7.73%	8.98%	5.77%
Utilities	8.85%	8.29%	3.38%
Consumer Staples	8.63%	7.17%	4.68%
Energy	4.80%	2.81%	8.16%
Materials	2.92%	2.05%	8.19%
Consumer Discretionary	2.30%	2.03%	8.38%
Health Care	0.97%	0.82%	0.84%

Data Source : This information is calculated by First State using the Barra Enterprise Performance system
Please note that the cash element of the portfolio is excluded from these allocations
Index weights are provided by Rimes

Country Performance Analysis (Portfolio)

Country	Contribution to Absolute Return	Contribution to Relative Return
Papua New Guinea	0.60%	0.45%
China	0.26%	0.92%
Hong Kong	0.54%	-0.43%
India	0.25%	-0.14%
Indonesia	0.00%	0.17%
Japan	-0.01%	-0.01%
Korea	1.01%	-1.07%
Malaysia	0.55%	0.41%
Philippines	0.10%	-0.28%
Singapore	1.14%	0.23%
Taiwan	3.89%	1.15%
Thailand	1.01%	0.56%

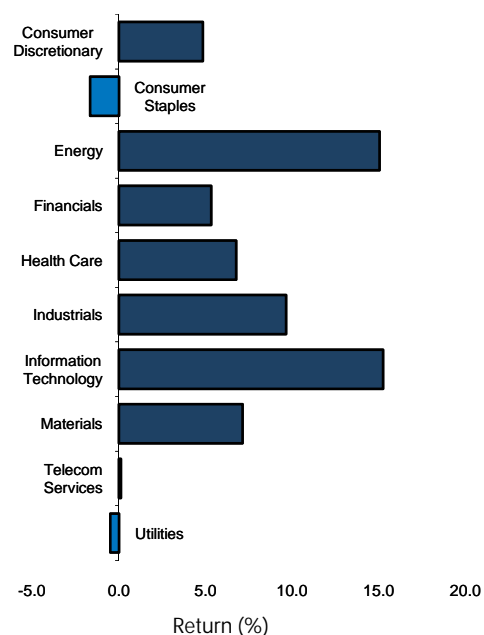
Country Returns (Index)



Sector Performance Analysis (Portfolio)

Sector	Contribution to Absolute Return	Contribution to Relative Return
Consumer Discretionary	-0.13%	-0.21%
Consumer Staples	0.15%	0.07%
Energy	0.76%	-0.24%
Financials	4.18%	2.70%
Health Care	-0.09%	-0.15%
Industrials	0.66%	-0.82%
Information Technology	3.39%	0.85%
Materials	0.10%	-0.17%
Telecom Services	0.31%	0.19%
Utilities	0.02%	-0.26%

Sector Returns (Index)



Explanatory Notes

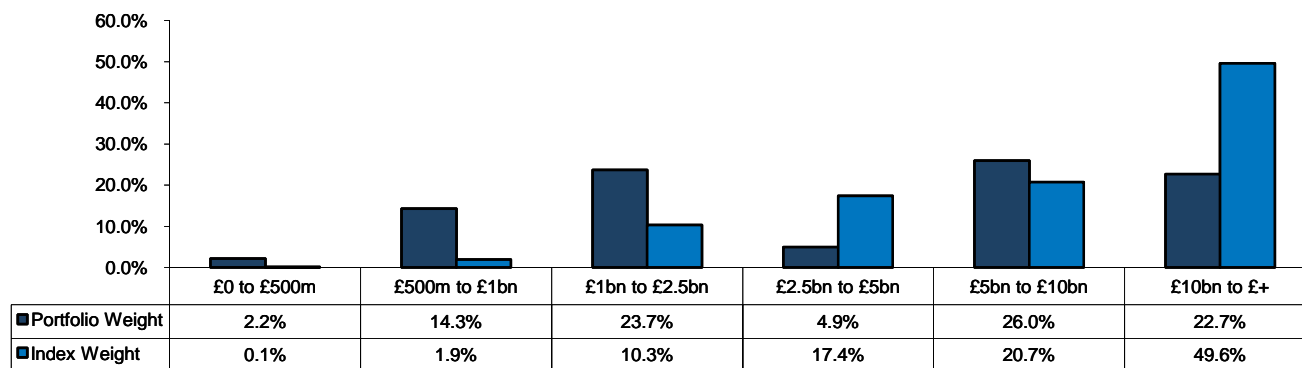
Contribution to **Absolute** Return (see above) is a way of measuring the impact of the securities in each sector or country on the portfolio's total return.

For example, over the 3 Months to 31 December 2010, China contributed 0.26% to the total portfolio return of 8.82%

Contribution to **Relative** Return (see above) is a way of measuring the impact of the securities in each sector or country on the total excess return (portfolio return minus index return) of the portfolio.

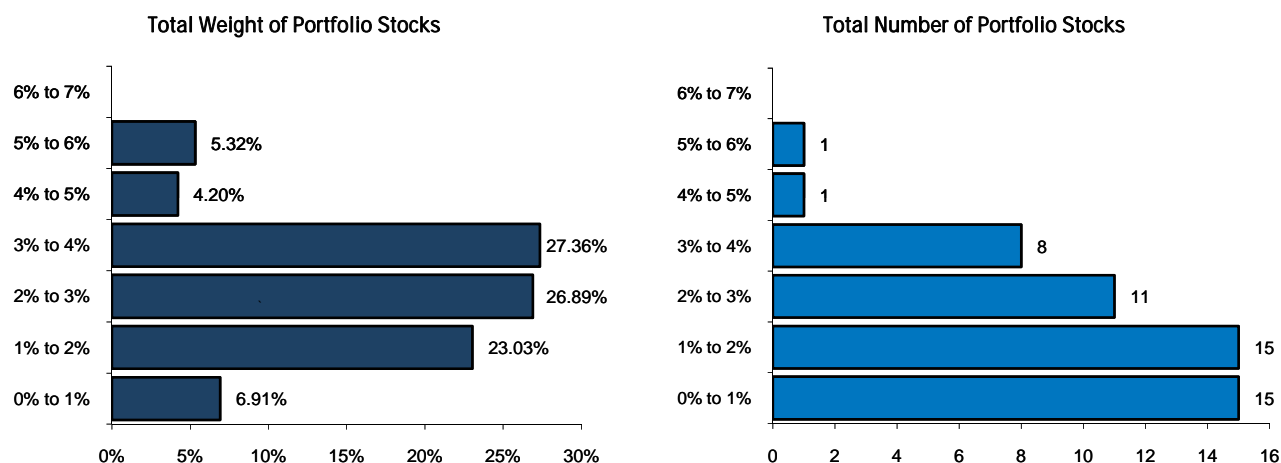
For example, over the 3 Months to 31 December 2010, Papua New Guinea contributed 0.45% to the total portfolio excess return of 1.41%

Market Capitalisation Distribution



Data provide by Style Investment Research Associates (SIRA). Full coverage of all stocks in the universe is not always available therefore portfolio weights may not total 100%

Portfolio Concentration



The graph on the left shows the % of the portfolio held in particular size bands. The graph on the right shows the number of stocks in each band.

These graphs give an indication of the average size of the portfolios holdings. The allocation to cash is not displayed.

Significant Trading Activity

Stocks New to the Portfolio

Security Name	Closing
DBS Group	1.49%
China Telecom	1.44%
Sabana Shariah Investment	1.02%
Quanta Computer	0.57%
Motech Industries	0.25%

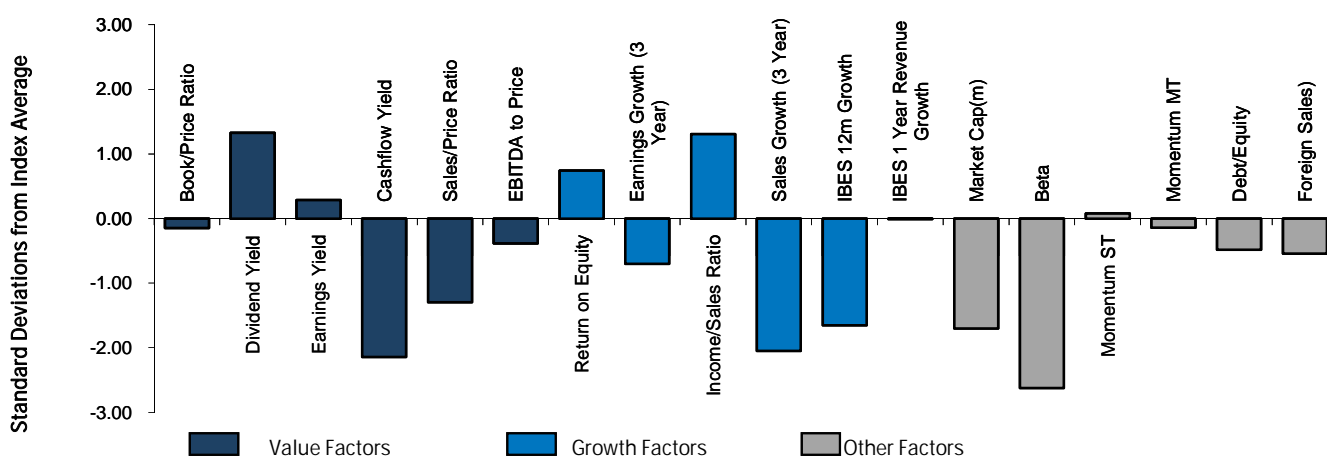
Stocks Completely Sold

Security Name	Opening
Ping An Insurance	2.32%
Chugoku Marine Paint	0.78%

Statistical Information

Statistic Name	Portfolio Average Values			Index Average Values		
	30-Jun-10	30-Sep-10	31-Dec-10	30-Jun-10	30-Sep-10	31-Dec-10
Dividend Yield		2.40%	2.44%		2.11%	2.02%
Price/Book Ratio		2.38 x	2.28 x		2.12 x	2.23 x
Price/Earnings Ratio		17.36 x	18.19 x		17.97 x	18.92 x
Return on Equity		21.33%	19.77%		17.95%	17.87%
Earnings Growth (3 Year)		8.81%	7.85%		12.94%	11.84%

Fund Style Analysis



The style skyline is designed to display how different the portfolio is from its benchmark from a Style perspective. The red bars show the portfolio's bias towards "Value" factors (red), "Growth" factors (blue) and other factors (green).

Risk Snapshot*

Statistic	Value	Description
Tracking Error	6.49	Tracking error is the standard deviation of the difference between a fund's returns and those of its index; the higher a fund's tracking error, the more its performance relative to the benchmark tends to vary.
Portfolio Beta	0.85	Beta is a measure of volatility relative to the market. A beta of 1 would indicate that the fund tends to move in line with the market; a beta of 0.850290424906252 indicates that the fund has been less volatile than the market on an annualised basis over the last three years.
Portfolio Volatility	20.36	Volatility is measured using a standard deviation calculation. This measures how much the returns of a fund vary, relative to the mean. The higher a fund's standard deviation, the more its returns tend to deviate from the mean.
Benchmark Volatility	23.05	Volatility is measured using a standard deviation calculation. This measures how much the returns of an index vary, relative to the arithmetical average. The higher an index's standard deviation, the more its returns tend to deviate from the mean.

*Please note these statistics are calculated on an ex-ante basis (forward looking)

Data Source : Information displayed on this page is calculated by First State using Style Investment Research Associates software

Summary Portfolio Valuation

	Book Cost (GBP)	Market Value (GBP)	Portfolio Weight
Total Portfolio	134,755,628	166,943,462	100%
Summary by Asset Class			
Equity	134,755,628	156,438,052	93.71%
Cash		10,505,409	6.29%
Summary by Country			
China	6,758,709	6,888,441	4.13%
Hong Kong	27,279,093	28,765,798	17.23%
India	16,183,469	17,401,701	10.42%
Korea	15,477,712	18,381,473	11.01%
Malaysia	2,547,370	3,504,536	2.10%
Papua New Guinea	1,670,651	2,516,375	1.51%
Philippines	10,547,617	12,000,660	7.19%
Singapore	24,383,154	26,233,318	15.71%
Taiwan	21,563,908	29,341,725	17.58%
Thailand	8,343,945	11,404,024	6.83%
Cash		10,505,409	6.29%
Summary by Currency*			
Hong Kong Dollar	32,487,519	34,375,740	20.59%
US Dollar	3,646,884	3,515,287	2.11%
Indian Rupee	16,183,469	17,401,701	10.42%
Korean Won	15,477,712	18,381,473	11.01%
Malaysia Ringgit	2,547,370	3,504,536	2.10%
Australian Dollar	1,670,651	2,516,375	1.51%
Philippine Peso	8,451,016	9,763,872	5.85%
Singapore Dollar	24,383,154	26,233,318	15.71%
New Taiwan Dollar	21,563,908	29,341,725	17.58%
Thai Baht	8,343,945	11,404,024	6.83%
UK Pound Sterling		10,505,409	6.29%

* Please note that the summary values by currency of issue will in some cases not match the summary values by country. This is due to the presence of American Depository Receipts (ADR's), Global Depository Receipts (GDR's) and securities of similar nature

Pacific Assets Trust

Detailed Portfolio Valuation as at 31 December 2010

Stock Name	Holding	Country	Industry	Book Cost (GBP)	Security Currency	Market Price	Market Value (GBP)	Portfolio Weight
Towngas China	10,572,000	China	Materials	2,881,962	HKD	3.70	3,213,955	1.93%
China Telecom	7,236,000	China	Telecom Services	2,326,464	HKD	4.03	2,395,987	1.44%
Mindray Medical	75,850	China	Health Care	1,550,283	USD	26.39	1,278,499	0.77%
Swire Pacific	555,500	Hong Kong	Financials	4,231,682	HKD	127.80	5,833,051	3.49%
Vitasoy International	4,708,000	Hong Kong	Consumer Staples	2,384,879	HKD	6.46	2,498,906	1.50%
Transport International	2,400,400	Hong Kong	Industrials	4,652,318	HKD	25.40	5,009,544	3.00%
ASM Pacific Technology	67,400	Hong Kong	Information Technology	338,218	HKD	98.50	545,478	0.33%
MTR Corp	2,496,146	Hong Kong	Industrials	5,754,943	HKD	28.30	5,804,132	3.48%
Henderson Land Development	934,000	Hong Kong	Financials	4,398,084	HKD	53.00	4,067,276	2.44%
Hong Kong & China Gas	3,196,000	Hong Kong	Utilities	5,332,557	HKD	18.40	4,831,761	2.89%
Anglo Chinese Inv Co	3,373	Hong Kong	Financials	186,412	HKD	633.80	175,651	0.11%
Indraprastha Gas	384,362	India	Energy	1,555,715	INR	341.95	1,877,394	1.12%
Container Corp Of India	40,150	India	Industrials	733,669	INR	1,267.10	726,689	0.44%
Dabur India	2,215,400	India	Consumer Discretionary	3,326,302	INR	100.25	3,172,407	1.90%
Hindustan Unilever	343,152	India	Consumer Staples	1,293,049	INR	312.90	1,533,714	0.92%
Idea Cellular	426,100	India	Telecom Services	355,046	INR	69.55	423,312	0.25%
Gateway Striparks	222,145	India	Industrials	377,358	INR	112.95	358,406	0.21%
Tata Power Company	77,224	India	Utilities	1,411,413	INR	1,365.55	1,506,303	0.90%
Wipro	581,607	India	Information Technology	3,261,800	INR	491.25	4,081,168	2.44%
Marico	2,177,037	India	Consumer Staples	3,869,116	INR	119.70	3,722,308	2.23%
Samsung Fire & Marine	39,900	Korea	Financials	4,263,548	KRW	224,000.00	5,030,007	3.01%
LG Corp	46,472	Korea	Industrials	1,669,681	KRW	87,000.00	2,275,403	1.36%
Daegu Bank	578,710	Korea	Financials	4,604,209	KRW	15,600.00	5,080,814	3.04%
Jusung Engineering	61,660	Korea	Information Technology	712,170	KRW	20,000.00	694,035	0.42%
Shinsegae	10,020	Korea	Consumer Staples	2,789,202	KRW	613,000.00	3,456,813	2.07%
Samsung Electronics	3,457	Korea	Information Technology	1,438,901	KRW	948,000.00	1,844,401	1.10%
Public Bank	135,000	Malaysia	Financials	328,266	MYR	12.98	362,968	0.22%
SP Setia	2,549,000	Malaysia	Financials	2,219,104	MYR	5.95	3,141,568	1.88%
Oil Search	546,730	Papua New Guinea	Energy	1,670,651	AUD	7.03	2,516,375	1.51%
Manila Water Company	23,720,000	Philippines	Utilities	5,663,063	PHP	19.16	6,625,863	3.97%
Banco De Oro	966,444	Philippines	Financials	654,226	PHP	58.20	820,034	0.49%
Philippine Long Distance	62,350	Philippines	Telecom Services	2,133,727	PHP	2,550.00	2,317,976	1.39%
Philippine Long Distance Telco	60,100	Philippines	Telecom Services	2,096,601	USD	58.27	2,236,788	1.34%
Sabana Shariah Investment	3,535,000	Singapore	Financials	1,668,953	SGD	0.97	1,709,645	1.02%
DBS Group	348,000	Singapore	Financials	2,355,838	SGD	14.32	2,484,661	1.49%
Oversea-Chinese Banking Corp	881,465	Singapore	Financials	3,694,128	SGD	9.88	4,342,170	2.60%
Singapore Telecom	2,411,000	Singapore	Telecom Services	3,495,293	SGD	3.05	3,666,417	2.20%
Singapore Post	10,259,000	Singapore	Industrials	5,483,452	SGD	1.18	6,035,759	3.62%
Sembcorp Industries	1,234,000	Singapore	Industrials	2,422,551	SGD	5.13	3,156,293	1.89%
SMRT Corporation	4,804,000	Singapore	Industrials	5,262,938	SGD	2.02	4,838,372	2.90%

Pacific Assets Trust

Detailed Portfolio Valuation as at 31 December 2010

Stock Name	Holding	Country	Industry	Book Cost (GBP)	Security Currency	Market Price	Market Value (GBP)	Portfolio Weight
Motech Industries	174,000	Taiwan	Information Technology	411,165	TWD	107.50	409,758	0.25%
Delta Electronics	1,173,000	Taiwan	Information Technology	2,663,010	TWD	142.00	3,648,850	2.19%
Chunghwa Telecom	1,850,690	Taiwan	Telecom Services	2,454,357	TWD	74.10	3,004,150	1.80%
Chroma Ate	1,927,185	Taiwan	Information Technology	2,478,151	TWD	87.10	3,677,149	2.20%
Taiwan Semiconductor	4,512,000	Taiwan	Information Technology	5,513,945	TWD	71.00	7,017,738	4.20%
Simplo Technology	214,000	Taiwan	Information Technology	768,311	TWD	212.00	993,847	0.60%
E.Sun Financial Holdings	20,282,794	Taiwan	Financials	5,781,013	TWD	20.00	8,886,433	5.32%
Quanta Computer	706,000	Taiwan	Information Technology	768,378	TWD	61.20	946,511	0.57%
ITEQ Corp	783,000	Taiwan	Information Technology	725,577	TWD	44.15	757,290	0.45%
Delta Electronics	4,362,900	Thailand	Information Technology	2,058,287	THB	35.00	3,235,441	1.94%
Kasikornbank	2,259,800	Thailand	Financials	4,421,125	THB	130.50	6,248,427	3.74%
Siam Commercial Bank	875,600	Thailand	Financials	1,864,533	THB	103.50	1,920,155	1.15%
Cash	-	Cash	Cash	-	GBP	-	10,505,409	6.29%

Important Information

The information within this report does not contain investment advice and should not be used as a basis of any investment decision, nor should it be treated as a recommendation for any investment. This report should only be used by those to whom it is addressed and should not be relied upon by a third party.

All performance data and valuation data is based on the most recent, or practically obtainable, information available on the last date of the reporting period, unless otherwise stated.

All data regarding the percentage concentration of the account holdings will have been rounded to two decimal places. Please note that this may affect the statement showing a total position holding of over one hundred percent.

The time of execution of any transactions is available from First State on request.

All transactions in First State Collective Investment Schemes (First State Investments ICVC or Authorised Unit Trusts) were undertaken on a forward dealing basis on the date illustrated within the transaction statement.

BASIS OF VALUATION OF ASSETS WITHIN THE ACCOUNT

A. Units or shares in Collective Investment Schemes

1. If a single price for buying and redeeming units or shares is quoted, at that price; or
2. If separate buying and redemption prices are quoted, at the average of the two prices providing the buying price has been reduced by any initial charge and the redemption price has been increased by any exit or redemption charge; or
3. If, in the opinion of the First State the price obtained is unreliable or no recent traded price is available or if no recent price exists, at the value which, in First State, is fair and reasonable.

B. Any other transferable security

1. If a single price for buying and redeeming the security is quoted, at that price;
2. If separate buying and redemption prices are quoted, at the average of the two prices; or
3. If in the opinion of First State, the price obtained is unreliable or no recent traded price is available or if no recent price exists, at a value which, in the opinion of First State, is fair and reasonable.

C. Other Property

Property other than that described in sections A&B above will be quoted at a value that, in the opinion of First State, represents a fair and reasonable mid market value.

D. Cash and deposit accounts

Valued at their nominal value. This will include interest accrued up to the last maturity date, but does not include interest accrued between the last maturity date and the valuation date.

E. Derivatives and contingent liability transactions

The value of derivatives shall be treated as described below;

An option will be valued as per the method disclosed in section B, other than in the following circumstances

- For a written option where the premium for writing the option has become part of the property the amount of the net valuation of premium will be deducted.
- Where the option is off-exchange the method of valuation shall be decided by First State

F. Currencies

Currencies or values in currencies, other than Sterling, shall be converted at the rate quoted by First State's third party pricing source as at the close of business on the valuation day.

The information on which this report is based has been obtained from sources, which we believe to be reliable, however we do not guarantee that it is accurate or complete.