First State Investments

# First State Investments (UK) Limited

## Pacific Assets Trust

# Investment Report

## Investment Report for the 3 Months Ended 31 March 2011


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

# Table of Contents



First State Investments

# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## Portfolio Performance to 31 March 2011

### Short Term Performance

| Period | Jan | Feb | Mar | 3 Mths | 6 Mths | 12 Mths |
|---|---|---|---|---|---|---|
| Portfolio Return | -3.63% | -5.26% | 6.00% | -3.22% | 5.32% | - |
| Index Return *** | -3.19% | -5.32% | 7.86% | -1.14% | 6.18% | - |
| Active Return | -0.44% | 0.06% | -1.85% | -2.08% | -0.87% | - |

### Long Term Performance*

| Period | 1 Year | 2 Years | 3 Years | 4 Years | 5 Years | Since Inception** |
|---|---|---|---|---|---|---|
| Portfolio Return | - | - | - | - | - | 16.67% |
| Index Return *** | - | - | - | - | - | 19.78% |
| Active Return | - | - | - | - | - | -3.10% |

### 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 31 December 2010 | GBP 166,943,462 |
| Subscriptions | |
| Redemptions | |
| Portfolio Return | -6,131,906 |
| Market Value as at 31 March 2011 | GBP 160,811,555 |

Data Source : Index Returns are provided by Rimes in GBP



First State Investments

## Investment Manager's Comments

**Market Review**

- Asia ex-Japan markets fell slightly over the quarter
- Sentiment was negatively impacted by political unrest in North Africa and the Middle East and a major earthquake and tsunami in Japan
- South Korea and Indonesia outperformed, while India, Taiwan and the Philippines lagged
- Energy and Materials rose the most, while Consumer Staples, Information Technology and Utilities underperformed

The Asia Pacific ex-Japan markets fell slightly over the first quarter of 2011, underperforming global equities, as a wave of political unrest swept through North Africa and the Middle East and a severe earthquake and tsunami hit Japan. The MSCI Asia ex-Japan Index declined by 1.14% in sterling terms over the period underperforming the MSCI World Index which rose by 2.47%.

Over the quarter South Korea was the strongest market, bouncing back after a period of weakness as investors were attracted by low valuations. On the negative side, India fell sharply on rising risk aversion and concerns about inflationary pressures, while Taiwan was weak as the IT sector struggled.

At a sector level, Energy and Materials outperformed as oil and commodity prices continued to rise. Consumer Staples lagged on profit taking after strong performance in 2010 and the Utilities sector was influenced by negative sentiment following the nuclear crisis in Japan. Information Technology was weak on worries about lacklustre demand.

**Performance Review**

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

**Daegu Bank** contributed positively to performance as investors were encouraged by improving margins in the Korean banking sector. Other positive contributors included **Marico** (India: Consumer Staples), which rose as optimism towards the emerging market domestic consumption story returned, and **Samsung Fire & Marine** (South Korea: Financials) which was buoyed by strong earnings.

On the negative side, **E.Sun Financial Holdings** (Financials) and **Delta Electronics** (Information Technology) were weak along with the Taiwanese market, with the latter also weighed on by increasing concerns about the margin impact of rising raw material prices. **Swire Pacific** (Hong Kong: Financials) declined on profit taking which was sparked by concerns that interest rates will rise soon making property a less attractive investment.

**Major Activity**

Over the quarter we bought **KT Korp** (South Korea: Telecom Services), because of its attractive valuation and improving corporate governance and **Taiflex Scientific** (Taiwan: Industrials), a leading provider of coatings for solar panels, well positioned to benefit from long-term growth in solar demand. **Indosat** (Indonesia: Telecom Services) was also bought on increasing evidence that new management is turning around the business through cost cutting and market share gains.

We sold **Samsung Electronics** (South Korea: Information Technology) as we are increasingly concerned about the direction of its corporate governance and **Oversea-Chinese Banking Corp** (Singapore: Financials) on valuation concerns. We also disposed of **SP Setia** (Malaysia: Financials) and **Oil Search** (Papua New Guinea: Energy) on valuation concerns.

Outlook

- While global markets have shrugged off recent shocks we would be very surprised if headwinds, including higher commodity prices and growing social discontent, do not eventually weigh on equity performance.

- We continue to avoid the cyclical risks we perceive in owning large resource companies and the alignment risks of state-owned sectors.

- 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 |
|---|---|---|---|---|---|
| Daegu Bank | Korea | Financials | 3.67% | 0.07% | 0.62% |
| Marico | India | Consumer Staples | 2.64% | 0.00% | 0.36% |
| Samsung Fire & Marine | Korea | Financials | 3.41% | 0.28% | 0.31% |
| China Telecom | China | Telecom Services | 1.71% | 0.30% | 0.23% |
| Towngas China | China | Materials | 2.13% | 0.00% | 0.14% |
| Chroma Ate | Taiwan | Information Technology | 2.41% | 0.00% | 0.13% |
| SP Setia | Malaysia | Financials | 0.00% | 0.04% | 0.10% |
| Siam Commercial Bank | Thailand | Financials | 1.50% | 0.00% | 0.08% |
| Motech Industries | Taiwan | Information Technology | 0.29% | 0.04% | 0.04% |
| Sembcorp Industries | Singapore | Industrials | 1.97% | 0.14% | 0.03% |

### 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 |
|---|---|---|---|---|---|
| E.Sun Financial Holdings | Taiwan | Financials | 4.69% | 0.07% | -0.60% |
| Delta Electronics | Taiwan | Information Technology | 1.80% | 0.25% | -0.50% |
| Delta Electronics | Thailand | Information Technology | 1.97% | 0.00% | -0.44% |
| Swire Pacific | Hong Kong | Financials | 2.21% | 0.40% | -0.41% |
| Oversea-Chinese Banking Corp | Singapore | Financials | 0.00% | 0.67% | -0.35% |
| Shinsegae | Korea | Consumer Staples | 1.84% | 0.24% | -0.32% |
| Transport International | Hong Kong | Industrials | 2.40% | 0.00% | -0.27% |
| Manila Water Company | Philippines | Utilities | 3.85% | 0.00% | -0.27% |
| SMRT Corporation | Singapore | Industrials | 2.78% | 0.00% | -0.25% |
| Taiwan Semiconductor | Taiwan | Information Technology | 4.20% | 2.09% | -0.19% |

## 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 : Daegu Bank contributed 0.62% to the portfolio's total return of -3.22%

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 |
|---|---|---|---|---|---|
| Daegu Bank | Korea | Financials | 3.67% | 0.07% | 0.61% |
| Marico | India | Consumer Staples | 2.64% | 0.00% | 0.35% |
| Samsung Fire & Marine | Korea | Financials | 3.41% | 0.28% | 0.27% |
| China Mobile | China | Telecom Services | 0.00% | 1.96% | 0.21% |
| Hon Hai Precision | Taiwan | Information Technology | 0.00% | 1.08% | 0.20% |
| China Telecom | China | Telecom Services | 1.71% | 0.30% | 0.19% |
| Chroma Ate | Taiwan | Information Technology | 2.41% | 0.00% | 0.13% |
| Towngas China | China | Materials | 2.13% | 0.00% | 0.13% |
| SP Setia | Malaysia | Financials | 0.00% | 0.04% | 0.13% |
| China Life Insurance | China | Financials | 0.00% | 0.99% | 0.12% |

## 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 |
|---|---|---|---|---|---|
| E.Sun Financial Holdings | Taiwan | Financials | 4.69% | 0.07% | -0.60% |
| Delta Electronics | Thailand | Information Technology | 1.97% | 0.00% | -0.45% |
| Delta Electronics | Taiwan | Information Technology | 1.80% | 0.25% | -0.43% |
| Swire Pacific | Hong Kong | Financials | 2.21% | 0.40% | -0.36% |
| Manila Water Company | Philippines | Utilities | 3.85% | 0.00% | -0.29% |
| Shinsegae | Korea | Consumer Staples | 1.84% | 0.24% | -0.28% |
| SMRT Corporation | Singapore | Industrials | 2.78% | 0.00% | -0.26% |
| Transport International | Hong Kong | Industrials | 2.40% | 0.00% | -0.25% |
| High Tech Computer | Taiwan | Information Technology | 0.00% | 0.96% | -0.19% |
| Hyundai Motors | Korea | Consumer Discretionary | 0.00% | 1.01% | -0.16% |

## 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



First State Investments

# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## Portfolio Allocation

### 10 Largest Stock Holdings

| Security Name | Country | Sector | Portfolio Weight | Index Weight | Active Weight |
|---|---|---|---|---|---|
| E.Sun Financial Holdings | Taiwan | Financials | 4.69% | 0.07% | 4.62% |
| DBS Group | Singapore | Financials | 4.30% | 0.71% | 3.58% |
| Taiwan Semiconductor | Taiwan | Information Technology | 4.20% | 2.09% | 2.11% |
| Singapore Post | Singapore | Industrials | 4.11% | 0.00% | 4.11% |
| Manila Water Company | Philippines | Utilities | 3.85% | 0.00% | 3.85% |
| Daegu Bank | Korea | Financials | 3.67% | 0.07% | 3.60% |
| Samsung Fire & Marine | Korea | Financials | 3.41% | 0.28% | 3.13% |
| Kasikornbank | Thailand | Financials | 3.30% | 0.18% | 3.12% |
| Singapore Telecom | Singapore | Telecom Services | 3.00% | 0.68% | 2.32% |
| Hong Kong & China Gas | Hong Kong | Utilities | 2.96% | 0.37% | 2.60% |

### 10 Largest Overweight Positions

| Security Name | Country | Sector | Portfolio Weight | Index Weight | Active Weight |
|---|---|---|---|---|---|
| E.Sun Financial Holdings | Taiwan | Financials | 4.69% | 0.07% | 4.62% |
| Singapore Post | Singapore | Industrials | 4.11% | 0.00% | 4.11% |
| Manila Water Company | Philippines | Utilities | 3.85% | 0.00% | 3.85% |
| DBS Group | Singapore | Financials | 4.30% | 0.71% | 3.58% |
| Daegu Bank | Korea | Financials | 3.67% | 0.07% | 3.60% |
| Samsung Fire & Marine | Korea | Financials | 3.41% | 0.28% | 3.13% |
| Kasikornbank | Thailand | Financials | 3.30% | 0.18% | 3.12% |
| SMRT Corporation | Singapore | Industrials | 2.78% | 0.00% | 2.78% |
| KT Corp ADR | Korea | Telecom Services | 2.69% | 0.00% | 2.69% |
| MTR Corp | Hong Kong | Industrials | 2.82% | 0.19% | 2.63% |

### 10 Largest Underweight Positions

| Security Name | Country | Sector | Portfolio Weight | Index Weight | Active Weight |
|---|---|---|---|---|---|
| Samsung Electronics | Korea | Information Technology | 0.00% | 3.74% | -3.74% |
| China Mobile | China | Telecom Services | 0.00% | 1.96% | -1.96% |
| Ind & Commercial Bank of China | China | Financials | 0.00% | 1.79% | -1.79% |
| China Construction Bank (h) | China | Financials | 0.00% | 1.59% | -1.59% |
| CNOOC | China | Energy | 0.00% | 1.59% | -1.59% |
| Bank Of China (h) | China | Financials | 0.00% | 1.24% | -1.24% |
| Infosys Technologies | India | Information Technology | 0.00% | 1.18% | -1.18% |
| PetroChina | China | Energy | 0.00% | 1.13% | -1.13% |
| Reliance Industries | India | Energy | 0.00% | 1.09% | -1.09% |
| Hon Hai Precision | Taiwan | Information Technology | 0.00% | 1.08% | -1.08% |

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



First State Investments

# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## Country Allocation

| Country Name | Portfolio Weight | | Index Weight |
|---|---|---|---|
| | 31-Dec-10 | 31-Mar-11 | 31-Mar-11 |
| Taiwan | 18.76% | 18.79% | 15.48% |
| Singapore | 16.77% | 18.75% | 6.81% |
| Hong Kong | 18.39% | 16.42% | 11.30% |
| Korea | 11.75% | 14.07% | 20.33% |
| India | 11.12% | 11.09% | 10.55% |
| Philippines | 7.67% | 7.43% | 0.77% |
| Thailand | 7.29% | 7.39% | 2.47% |
| China | 4.40% | 5.00% | 24.85% |
| Papua New Guinea | 1.61% | 0.00% | 0.00% |
| Sri Lanka | 0.00% | 0.54% | 0.00% |
| Indonesia | 0.00% | 0.26% | 3.36% |
| Malaysia | 2.24% | 0.25% | 4.09% |

## Sector Allocation

| Sector Name | Portfolio Weight | | Index Weight |
|---|---|---|---|
| | 31-Dec-10 | 31-Mar-11 | 31-Mar-11 |
| Financials | 32.03% | 29.73% | 31.25% |
| Industrials | 18.03% | 18.17% | 11.01% |
| Information Technology | 17.80% | 17.09% | 17.46% |
| Telecom Services | 8.98% | 13.25% | 5.58% |
| Utilities | 8.29% | 8.42% | 3.35% |
| Consumer Staples | 7.17% | 7.46% | 4.43% |
| Materials | 2.05% | 2.33% | 8.82% |
| Consumer Discretionary | 2.03% | 2.02% | 8.68% |
| Health Care | 0.82% | 0.81% | 0.78% |
| Energy | 2.81% | 0.72% | 8.64% |

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



First State Investments

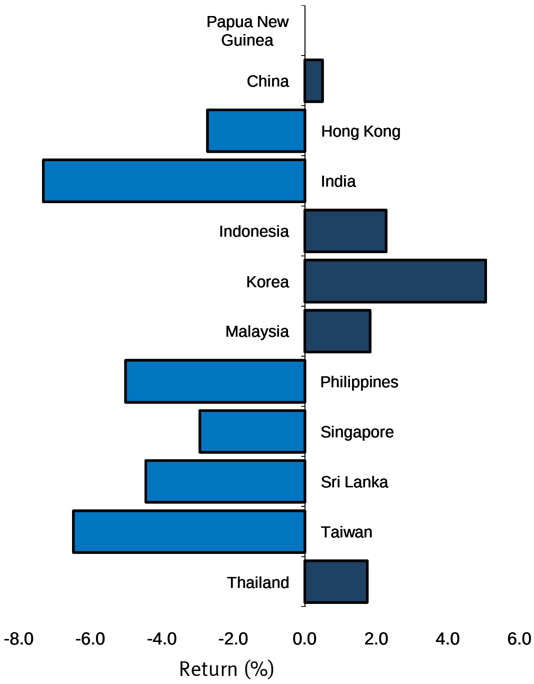
# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## Country Performance Analysis (Portfolio)

| Country | Contribution to Absolute Return | Contribution to Relative Return |
|---|---|---|
| Papua New Guinea | -0.15% | -0.14% |
| China | 0.31% | 0.23% |
| Hong Kong | -0.82% | -0.52% |
| India | -0.16% | 0.61% |
| Indonesia | 0.02% | -0.07% |
| Korea | 0.35% | -0.57% |
| Malaysia | 0.11% | 0.08% |
| Philippines | -0.46% | -0.47% |
| Singapore | -0.67% | -0.52% |
| Sri Lanka | -0.01% | -0.03% |
| Taiwan | -1.38% | -0.27% |
| Thailand | -0.42% | -0.49% |

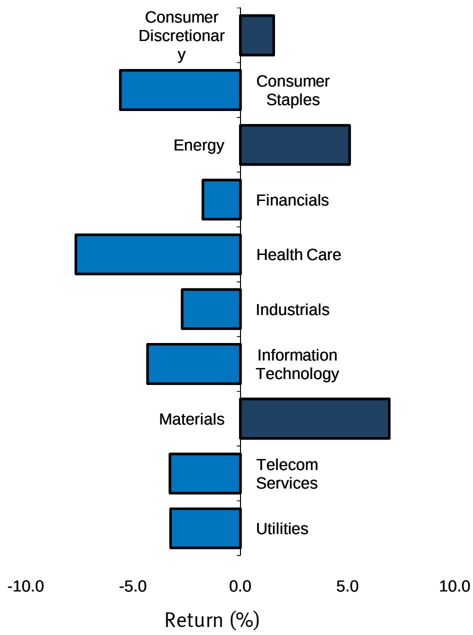
## Country Returns (Index)




## Sector Performance Analysis (Portfolio)

| Sector | Contribution to Absolute Return | Contribution to Relative Return |
|---|---|---|
| Consumer Discretionary | -0.11% | -0.25% |
| Consumer Staples | -0.13% | 0.14% |
| Energy | -0.33% | -0.69% |
| Financials | -0.49% | 0.18% |
| Health Care | -0.06% | 0.00% |
| Industrials | -0.65% | -0.44% |
| Information Technology | -1.36% | -0.53% |
| Materials | 0.14% | -0.42% |
| Telecom Services | 0.02% | 0.11% |
| Utilities | -0.32% | -0.26% |

## Sector Returns (Index)




## Explanatory Notes

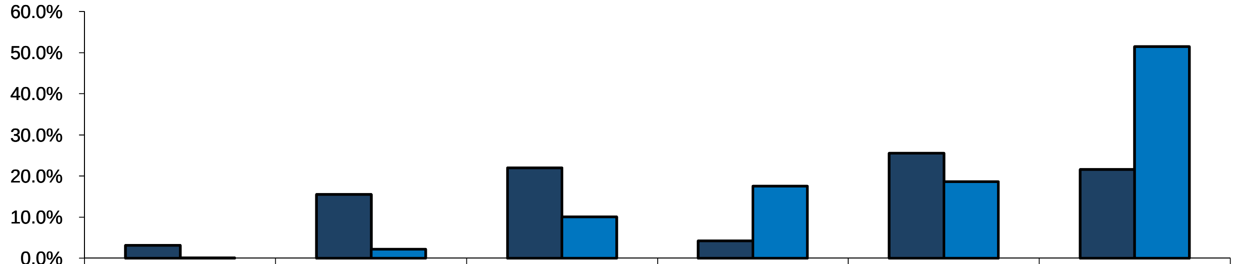
Contribution to **Absolute** Return (see above) is a way of measuring the impact of the securities in each sector or country on the portfolio's total return.

For example, over the 3 Months to 31 March 2011, China contributed 0.31% to the total portfolio return of -3.22%

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 March 2011, Papua New Guinea contributed -0.14% to the total portfolio excess return of -2.08%

## Market Capitalisation Distribution

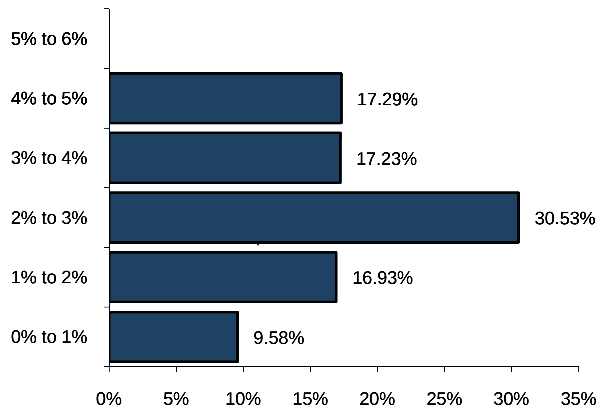



| | £0 to £500m | £500m to £1bn | £1bn to £2.5bn | £2.5bn to £5bn | £5bn to £10bn | £10bn to £+ |
|---|---|---|---|---|---|---|
| Portfolio Weight | 3.1% | 15.5% | 22.0% | 4.2% | 25.5% | 21.6% |
| Index Weight | 0.1% | 2.2% | 10.0% | 17.6% | 18.6% | 51.5% |

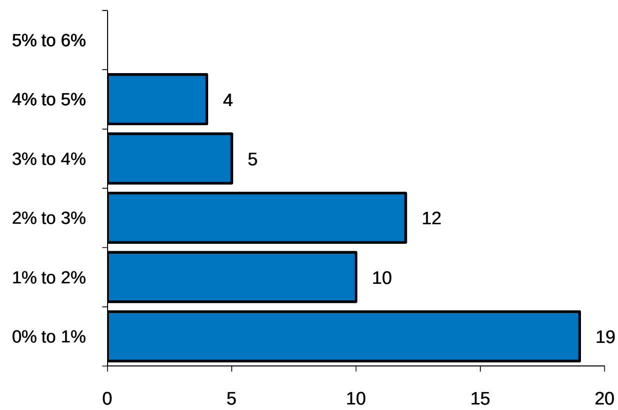
Data provide by Style Investment Research Associates (SIRA). Full coverage of all stocks in the universe is not always available therefore portfolio weights may not total 100%

## Portfolio Concentration

Total Weight of Portfolio Stocks




Total Number of Portfolio Stocks




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** |
| KT Corp ADR | 2.69% |
| Taiflex Scientific | 0.52% |
| Hemas Holdings | 0.49% |
| Indosat | 0.24% |

| Stocks Completely Sold | |
|---|---|
| **Security Name** | **Opening** |
| Oversea-Chinese Banking Corp | 2.54% |
| SP Setia | 1.84% |
| Oil Search | 1.47% |
| Samsung Electronics | 1.08% |
| Anglo Chinese Inv Co | 0.10% |

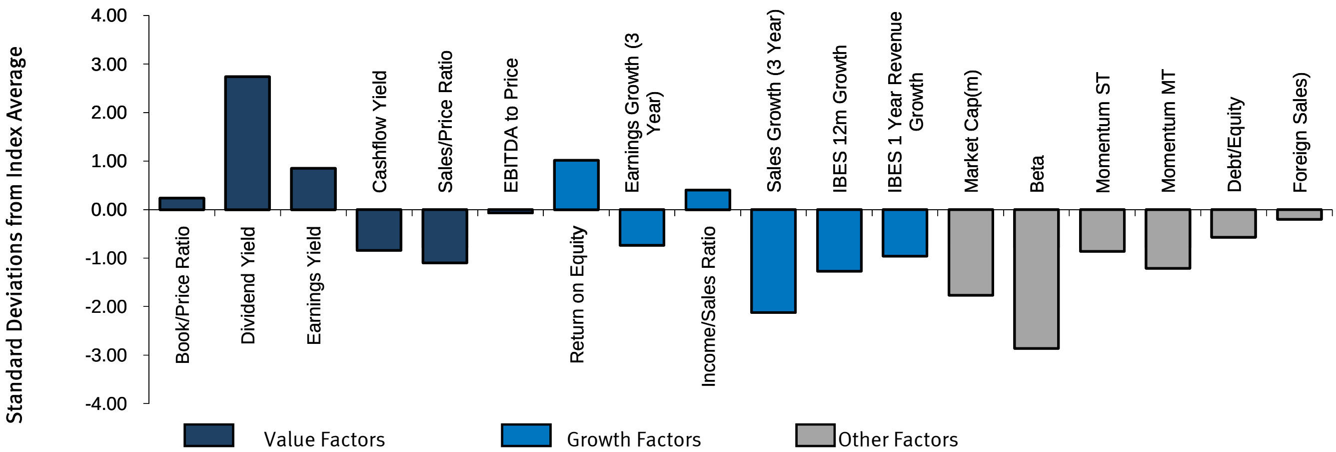
# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## Statistical Information

| Statistic Name | Portfolio Average Values | | | Index Average Values | | |
|---|---|---|---|---|---|---|
| | 30-Sep-10 | 31-Dec-10 | 31-Mar-11 | 30-Sep-10 | 31-Dec-10 | 31-Mar-11 |
| Dividend Yield | 2.40% | 2.44% | 2.92% | 2.11% | 2.02% | 2.13% |
| Price/Book Ratio | 2.38 x | 2.28 x | 2.05 x | 2.12 x | 2.23 x | 2.12 x |
| Price/Earnings Ratio | 17.36 x | 18.19 x | 15.83 x | 17.97 x | 18.92 x | 17.64 x |
| Return on Equity | 21.33% | 19.77% | 21.45% | 17.95% | 17.87% | 19.07% |
| Earnings Growth (3 Year) | 8.81% | 7.85% | 9.84% | 12.94% | 11.84% | 14.14% |

## 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 | 6.66 | 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 0.846125081282147 indicates that the fund has been less volatile than the market on an annualised basis over the last three years. |
| Portfolio Volatility | 20.44 | 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 | 23.23 | 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



First State Investments

# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## Summary Portfolio Valuation

| | Book Cost (GBP) | Market Value (GBP) | Portfolio Weight |
|---|---|---|---|
| **Total Portfolio** | **134,561,394** | **160,811,555** | **100%** |
| **Summary by Asset Class** | | | |
| Equity | 134,561,394 | 147,239,024 | 91.56% |
| Cash | | 13,572,531 | 8.44% |
| **Summary by Country** | | | |
| China | 6,758,709 | 7,362,238 | 4.58% |
| Hong Kong | 24,340,992 | 24,180,823 | 15.04% |
| India | 15,535,286 | 16,334,208 | 10.16% |
| Indonesia | 356,092 | 385,035 | 0.24% |
| Korea | 17,889,230 | 20,721,508 | 12.89% |
| Malaysia | 328,266 | 364,267 | 0.23% |
| Philippines | 10,496,147 | 10,940,032 | 6.80% |
| Singapore | 27,031,414 | 27,610,668 | 17.17% |
| Sri Lanka | 805,287 | 793,313 | 0.49% |
| Taiwan | 22,095,351 | 27,663,167 | 17.20% |
| Thailand | 8,924,621 | 10,883,765 | 6.77% |
| Cash | | 13,572,531 | 8.44% |
| **Summary by Currency*** | | | |
| Hong Kong Dollar | 29,549,418 | 30,351,568 | 18.87% |
| US Dollar | 8,076,044 | 7,529,412 | 4.68% |
| Indian Rupee | 15,535,286 | 16,334,208 | 10.16% |
| Indonesia Rupiah | 356,092 | 385,035 | 0.24% |
| Korean Won | 13,460,070 | 16,389,483 | 10.19% |
| Malaysia Ringgit | 328,266 | 364,267 | 0.23% |
| Philipine Peso | 8,399,545 | 8,934,136 | 5.56% |
| Singapore Dollar | 27,031,414 | 27,610,668 | 17.17% |
| Sri Lanka Rupee | 805,287 | 793,313 | 0.49% |
| New Taiwan Dollar | 22,095,351 | 27,663,167 | 17.20% |
| Thai Baht | 8,924,621 | 10,883,765 | 6.77% |
| UK Pound Sterling | | 13,572,531 | 8.44% |

* 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



First State Investments

# Pacific Assets Trust

## Detailed Portfolio Valuation as at 31 March 2011

| 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 | 4.04 | 3,425,626 | 2.13% |
| Mindray Medical | 75,850 | China | Health Care | 1,550,283 | USD | 25.18 | 1,191,493 | 0.74% |
| China Telecom | 7,236,000 | China | Telecom Services | 2,326,464 | HKD | 4.73 | 2,745,119 | 1.71% |
| MTR Corp | 1,972,146 | Hong Kong | Industrials | 4,546,844 | HKD | 28.70 | 4,539,651 | 2.82% |
| Vitasoy International | 4,708,000 | Hong Kong | Consumer Staples | 2,384,879 | HKD | 6.35 | 2,397,793 | 1.49% |
| Swire Pacific | 390,500 | Hong Kong | Financials | 2,974,747 | HKD | 113.60 | 3,557,958 | 2.21% |
| Hong Kong & China Gas | 3,196,000 | Hong Kong | Utilities | 5,332,557 | HKD | 18.60 | 4,767,835 | 2.96% |
| ASM Pacific Technology | 131,200 | Hong Kong | Information Technology | 803,562 | HKD | 97.45 | 1,025,456 | 0.64% |
| Transport International | 2,012,400 | Hong Kong | Industrials | 3,900,319 | HKD | 23.95 | 3,865,639 | 2.40% |
| Henderson Land Development | 934,000 | Hong Kong | Financials | 4,398,084 | HKD | 53.75 | 4,026,492 | 2.50% |
| Gateway Distriparks | 222,145 | India | Industrials | 377,358 | INR | 120.80 | 375,403 | 0.23% |
| Wipro | 581,607 | India | Information Technology | 3,261,800 | INR | 480.20 | 3,907,020 | 2.43% |
| Container Corp Of India | 40,150 | India | Industrials | 733,669 | INR | 1,200.05 | 674,029 | 0.42% |
| Indraprastha Gas | 253,019 | India | Energy | 1,024,101 | INR | 300.00 | 1,061,862 | 0.66% |
| Tata Power Company | 77,224 | India | Utilities | 1,411,413 | INR | 1,335.15 | 1,442,369 | 0.90% |
| Hindustan Unilever | 343,152 | India | Consumer Staples | 1,293,049 | INR | 287.10 | 1,378,204 | 0.86% |
| Marico | 2,177,037 | India | Consumer Staples | 3,869,116 | INR | 139.45 | 4,246,960 | 2.64% |
| Idea Cellular | 286,203 | India | Telecom Services | 238,477 | INR | 67.45 | 270,054 | 0.17% |
| Dabur India | 2,215,400 | India | Consumer Discretionary | 3,326,302 | INR | 96.10 | 2,978,307 | 1.85% |
| Indosat | 1,014,000 | Indonesia | Telecom Services | 356,092 | IDR | 5,300.00 | 385,035 | 0.24% |
| LG Corp | 30,364 | Korea | Industrials | 1,090,941 | KRW | 81,700.00 | 1,410,828 | 0.88% |
| KT Corp ADR | 355,921 | Korea | Telecom Services | 4,429,160 | USD | 19.51 | 4,332,025 | 2.69% |
| Daegu Bank | 578,710 | Korea | Financials | 4,604,209 | KRW | 17,950.00 | 5,907,703 | 3.67% |
| Jusung Engineering | 61,660 | Korea | Information Technology | 712,170 | KRW | 17,900.00 | 627,697 | 0.39% |
| Shinsegae | 20,040 | Korea | Consumer Staples | 2,789,202 | KRW | 260,000.00 | 2,963,222 | 1.84% |
| Samsung Fire & Marine | 39,900 | Korea | Financials | 4,263,548 | KRW | 241,500.00 | 5,480,033 | 3.41% |
| Public Bank | 135,000 | Malaysia | Financials | 328,266 | MYR | 13.10 | 364,267 | 0.23% |
| Manila Water Company | 23,720,000 | Philippines | Utilities | 5,663,063 | PHP | 18.14 | 6,191,854 | 3.85% |
| Philippine Long Distance Telco | 60,100 | Philippines | Telecom Services | 2,096,601 | USD | 53.52 | 2,005,895 | 1.25% |
| Philippine Long Distance | 62,350 | Philippines | Telecom Services | 2,133,727 | PHP | 2,320.00 | 2,079,288 | 1.29% |
| Banco De Oro | 890,410 | Philippines | Financials | 602,755 | PHP | 51.80 | 662,995 | 0.41% |
| SMRT Corporation | 4,804,000 | Singapore | Industrials | 5,262,938 | SGD | 1.88 | 4,469,943 | 2.78% |
| Sembcorp Industries | 1,234,000 | Singapore | Industrials | 2,422,551 | SGD | 5.20 | 3,175,848 | 1.97% |
| DBS Group | 956,000 | Singapore | Financials | 6,779,548 | SGD | 14.60 | 6,907,993 | 4.30% |
| Sabana Shariah Investment | 3,535,000 | Singapore | Financials | 1,668,953 | SGD | 0.93 | 1,618,349 | 1.01% |
| Singapore Telecom | 3,228,000 | Singapore | Telecom Services | 4,648,831 | SGD | 3.02 | 4,824,826 | 3.00% |
| Singapore Post | 11,620,000 | Singapore | Industrials | 6,248,593 | SGD | 1.15 | 6,613,709 | 4.11% |
| Hemas Holdings | 3,051,800 | Sri Lanka | Industrials | 805,287 | LKR | 46.00 | 793,313 | 0.49% |
| Motech Industries | 174,000 | Taiwan | Information Technology | 411,165 | TWD | 127.50 | 470,648 | 0.29% |
| Chroma Ate | 1,927,185 | Taiwan | Information Technology | 2,478,151 | TWD | 94.70 | 3,871,775 | 2.41% |

# Pacific Assets Trust

## Detailed Portfolio Valuation as at 31 March 2011

| Stock Name | Holding | Country | Industry | Book Cost (GBP) | Security Currency | Market Price | Market Value (GBP) | Portfolio Weight |
|---|---|---|---|---|---|---|---|---|
| Taiwan Semiconductor | 4,512,000 | Taiwan | Information Technology | 5,513,945 | TWD | 70.50 | 6,748,308 | 4.20% |
| Taiflex Scientific | 589,546 | Taiwan | Industrials | 897,408 | TWD | 66.80 | 835,470 | 0.52% |
| E.Sun Financial Holdings | 19,265,794 | Taiwan | Financials | 5,491,148 | TWD | 18.45 | 7,540,844 | 4.69% |
| ITEQ Corp | 783,000 | Taiwan | Information Technology | 725,577 | TWD | 46.75 | 776,569 | 0.48% |
| Delta Electronics | 1,173,000 | Taiwan | Information Technology | 2,663,010 | TWD | 116.50 | 2,899,083 | 1.80% |
| Simplo Technology | 214,000 | Taiwan | Information Technology | 768,311 | TWD | 183.00 | 830,810 | 0.52% |
| Chunghwa Telecom | 1,480,552 | Taiwan | Telecom Services | 2,378,259 | TWD | 91.10 | 2,861,401 | 1.78% |
| Quanta Computer | 706,000 | Taiwan | Information Technology | 768,378 | TWD | 55.30 | 828,260 | 0.52% |
| Siam Commercial Bank | 1,082,600 | Thailand | Financials | 2,270,750 | THB | 108.00 | 2,411,673 | 1.50% |
| Kasikornbank | 1,953,800 | Thailand | Financials | 3,822,460 | THB | 131.50 | 5,299,471 | 3.30% |
| Delta Electronics | 5,750,000 | Thailand | Information Technology | 2,831,411 | THB | 26.75 | 3,172,622 | 1.97% |
| Cash | - | Cash | Cash | | GBP | - | 13,572,531 | 8.44% |

First State Investments

# Pacific Assets Trust

## Quarterly Report - 31 March 2011

## 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.



First State Investments