



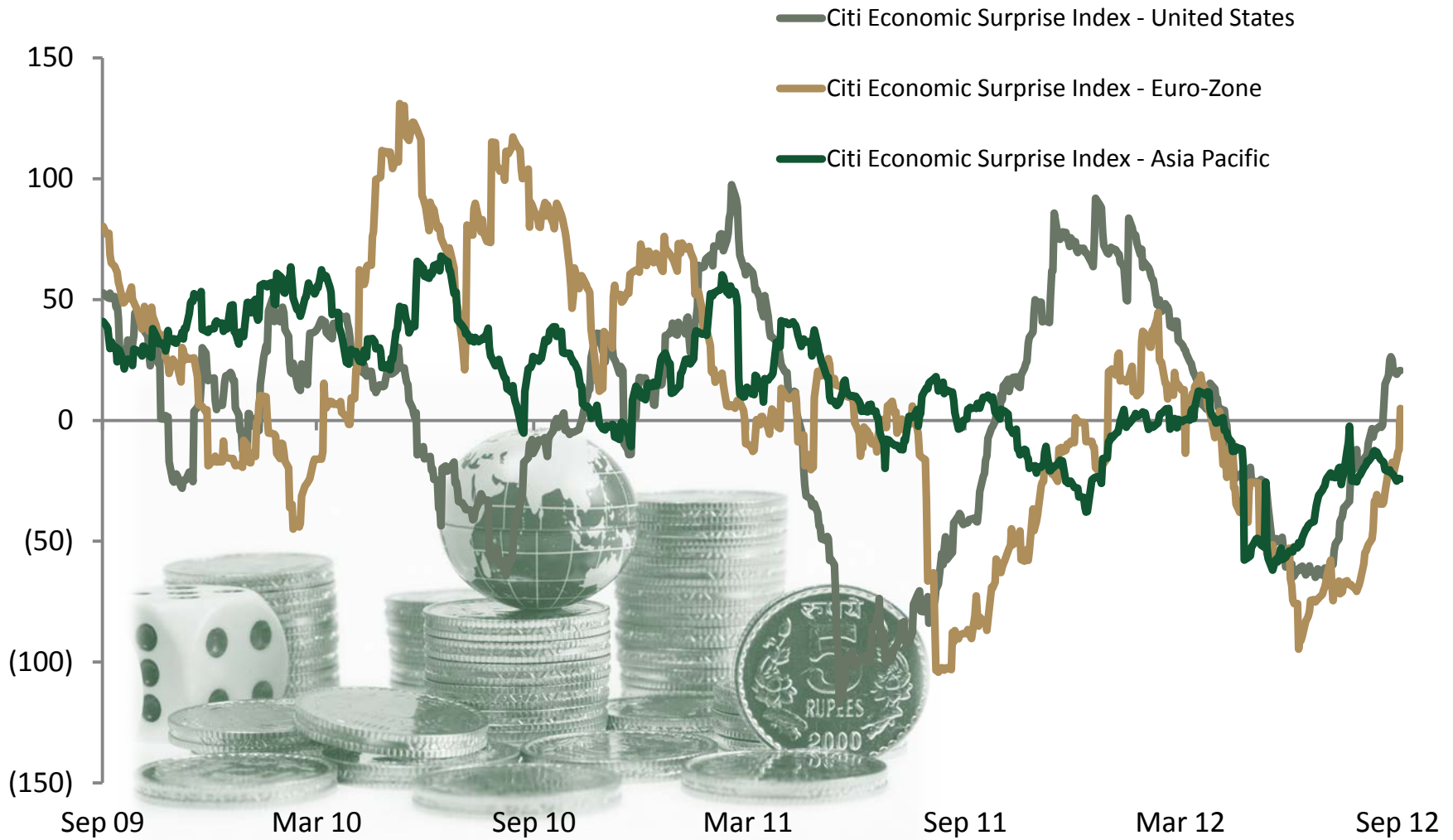
WHY BOTTOM-UP'S BEST WHEN SURROUNDED BY UNCERTAIN MARKETS ?

27 September 2012

www.martincurrie.com

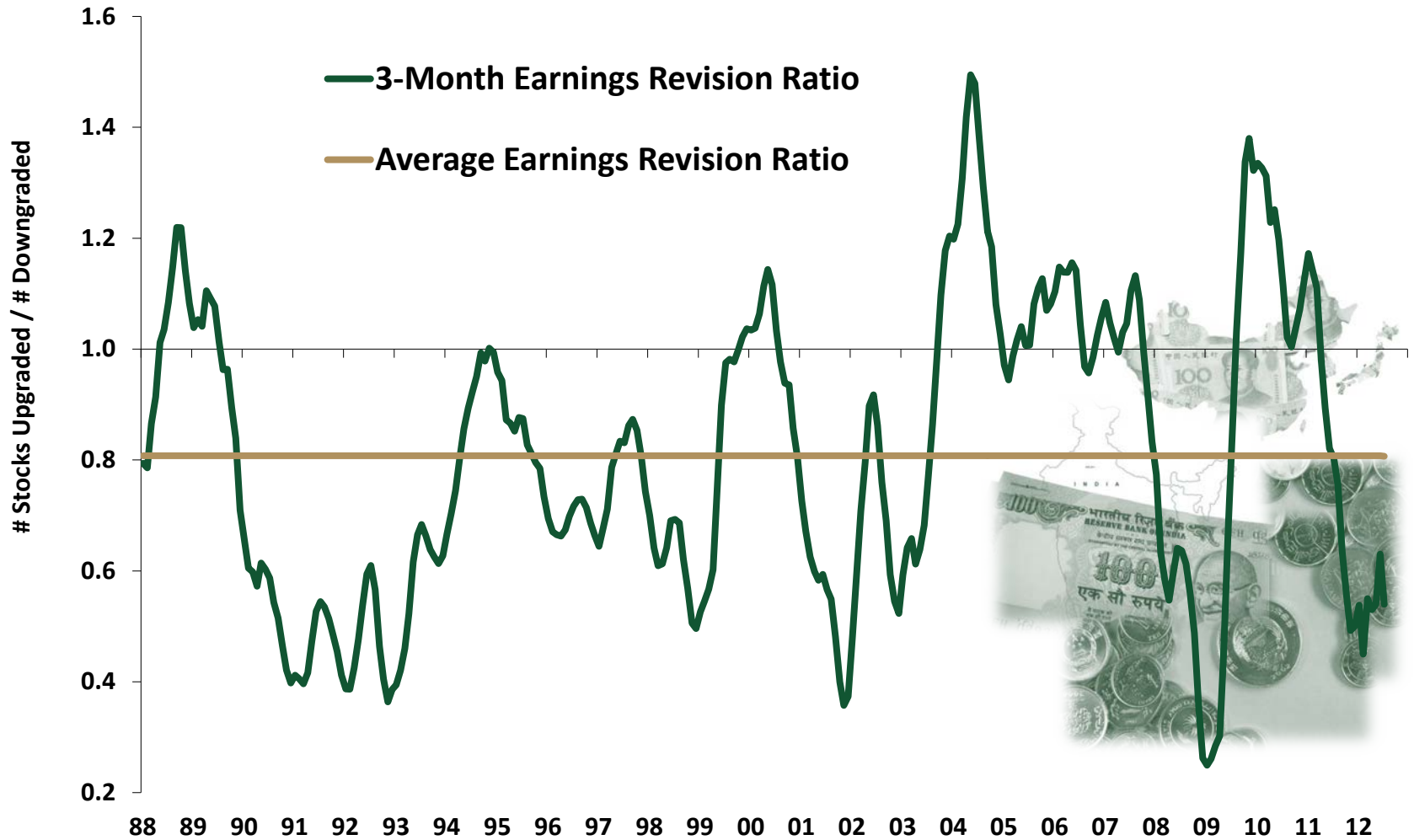
GLOBAL MACRO PICTURE

Recent economic data versus consensus



EARNING REVISIONS

Discounting a tougher environment



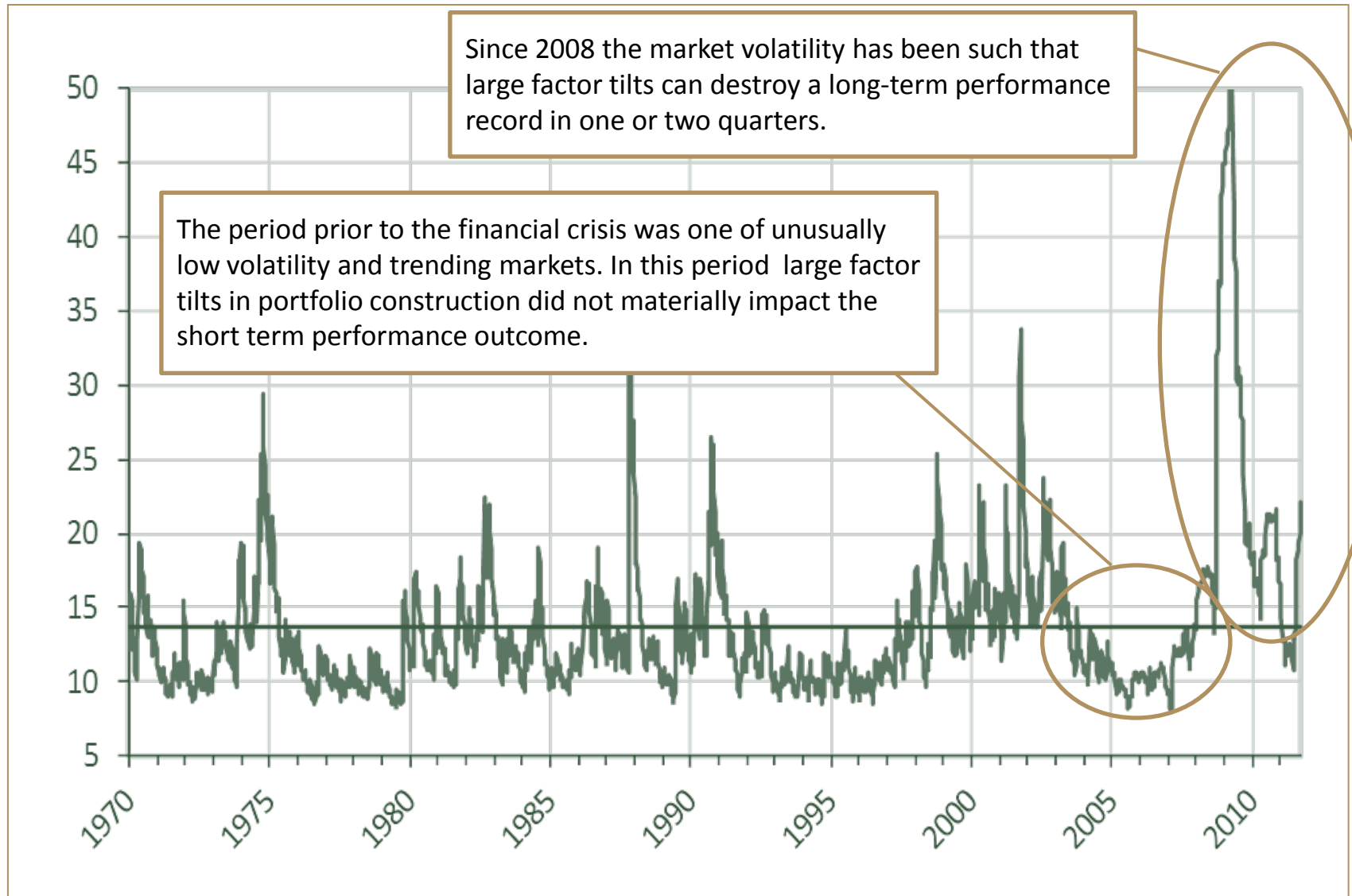
IS THERE A CASE FOR BEING BRAVE NOW?

Implied growth to perpetuity is negative



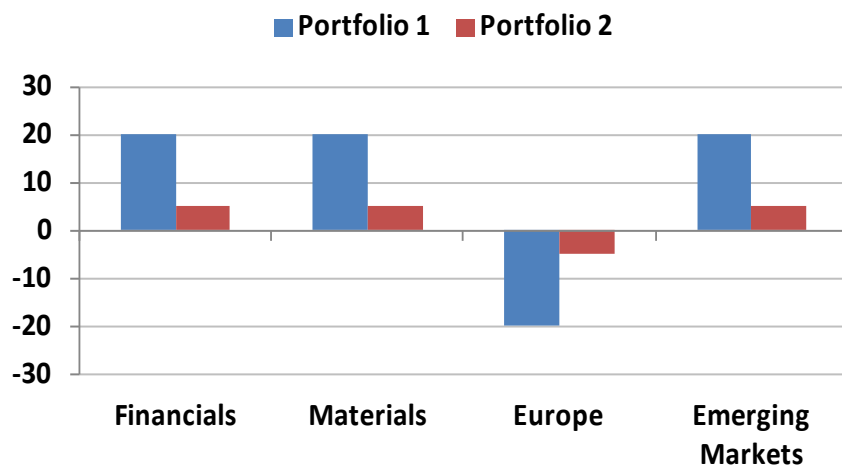
PORTFOLIO CONSTRUCTION

Long-term global equity market volatility

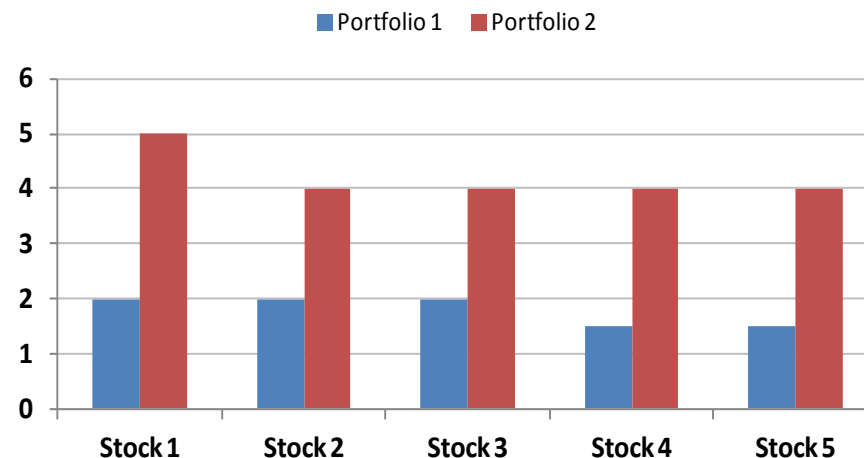


EXAMPLE: CONTRAST TWO PORTFOLIOS

Active factor weights



Largest active stock weights



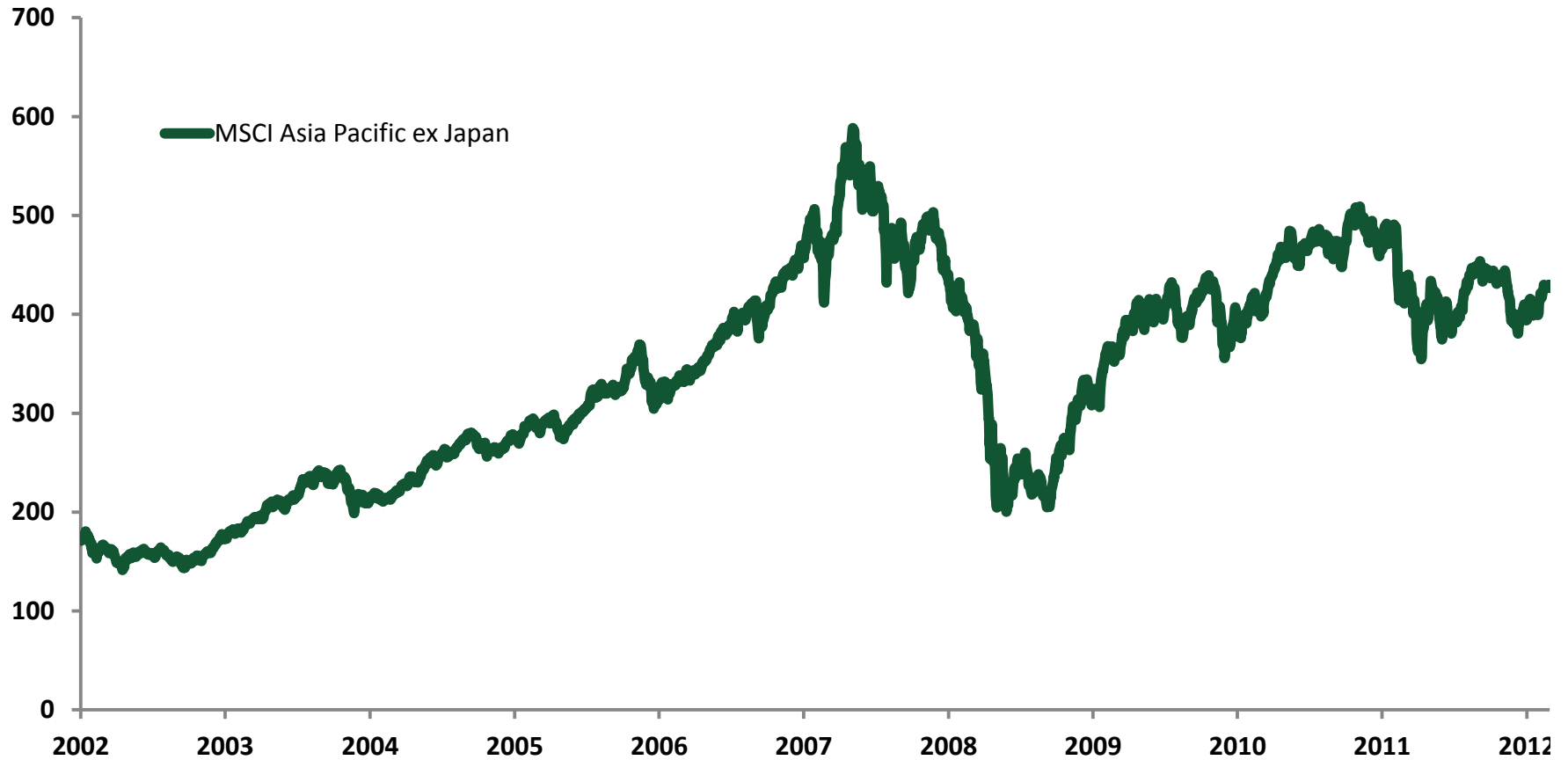
Portfolio 1 has large factor tilts. In order to keep control of overall risk, active stock weights are fairly small at less than index +2%

By reducing the large active factor weights in portfolio 2 there is budget to have **more conviction** at the company level where the analysis takes place. Overall risk levels are comparable.

MSCI ASIA PACIFIC EX JAPAN

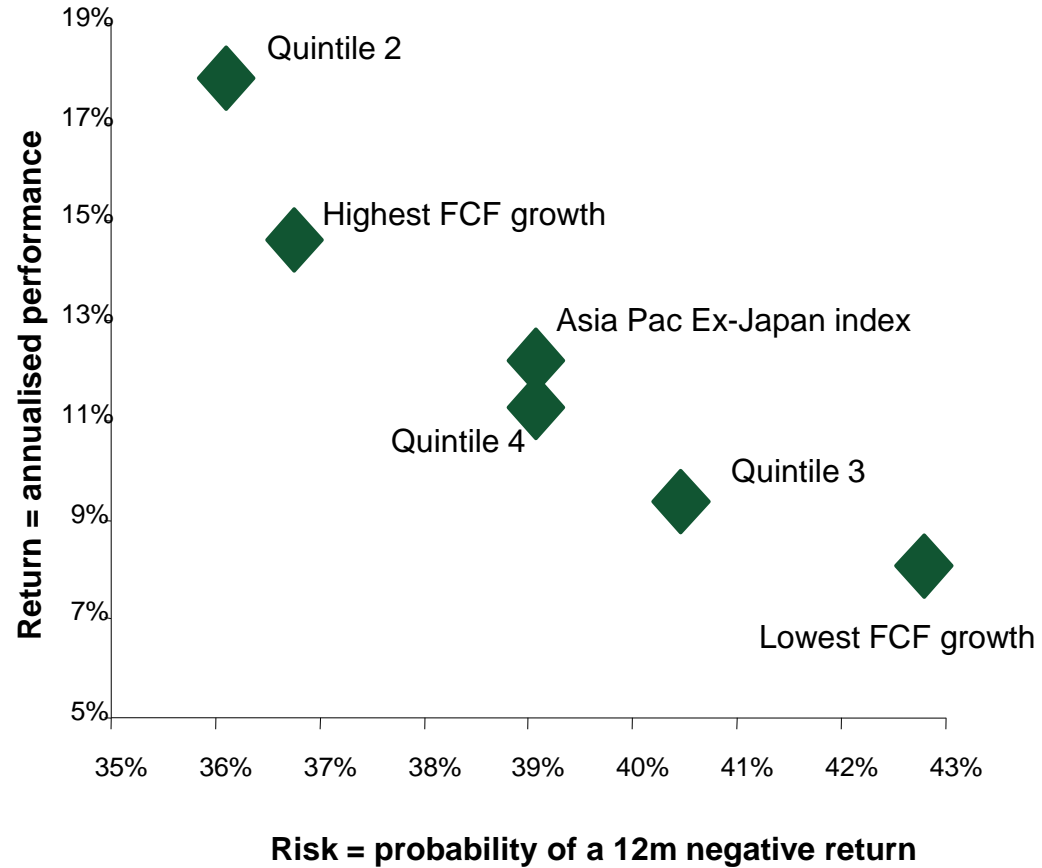
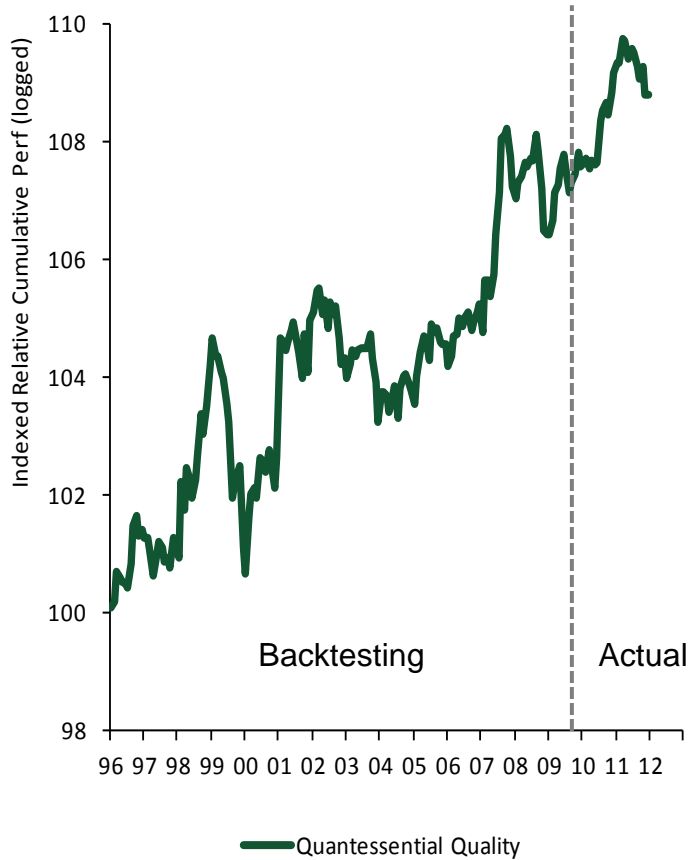
Historic market performance

Index price



HIGH QUALITY COMPANIES OUTPERFORM OVER TIME...

...with lower volatility



- We focus on change within companies because we believe this is when markets are at their least efficient and presents the greatest opportunity for outperformance
- We believe this opportunity exists because investors tend to underestimate the duration and magnitude of change within businesses
- Our process is geared towards identifying and owning companies going through periods of positive change

IDENTIFYING CHANGE

→ Proprietary screening tools used to identify key characteristics central to our process:

- Quality, financial gearing, high cash flow returns
- Attractive valuations
- Change in company fundamentals

→ Our detailed in-house research is supplemented by

- Extensive company contact
- Specialist research



Our research focuses on understanding the economics of businesses and the impact of change on future cash flow returns

- Analytical framework to identify mispriced assets and improving/deteriorating fundamentals
- We look to isolate companies offering a compelling mix of:

- Improving franchise
- Balance sheet restructuring
- New strategy/management
- Delivery versus expectations



LG Household & Healthcare

Management drove fundamental change in the company's product portfolio and brand development strategy, creating significant value for investors

- Our process is dynamic and we track the relative strength of holdings alongside new ideas

EXPLOITING CHANGE

- Strong tilt towards stock specific risk, with neutral sensitivity to macrofactors
- Asset allocation monitored against the MSCI AC Asia Pacific ex Japan index, with no limits at a sector level
- The result is a bottom-up portfolio aiming to capture the most compelling investment opportunities across the region



Rising personal wealth is driving changes in consumption patterns



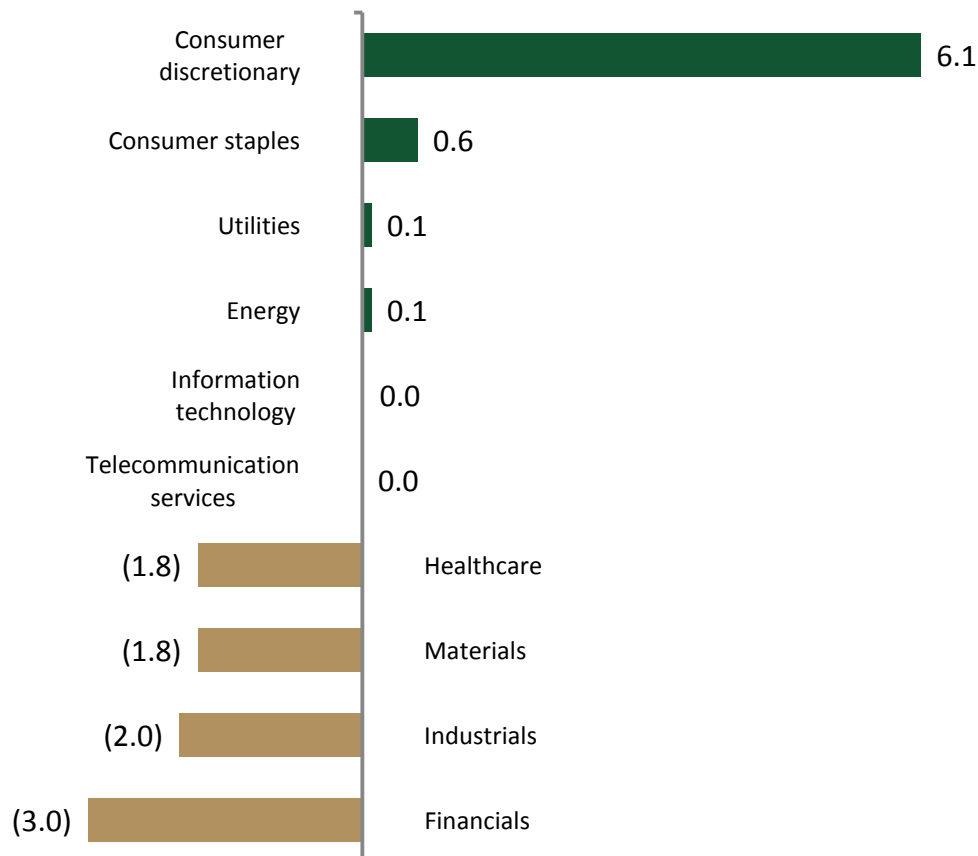
Intra-Asian trade is an increasingly important driver

PORTFOLIO CHARACTERISTICS

Sector weightings – 31 August 2012

	Portfolio %	Index %	Relative %
Consumer discretionary	13.6	7.5	6.1
Consumer staples	7.3	6.7	0.6
Utilities	3.4	3.3	0.1
Energy	7.0	6.9	0.1
Information technology	13.3	13.3	0.0
Telecommunication services	5.6	5.6	0.0
Healthcare	0.0	1.8	(1.8)
Materials	9.1	10.9	(1.8)
Industrials	6.4	8.4	(2.0)
Financials	32.6	35.6	(3.0)

Active sector weightings (%)

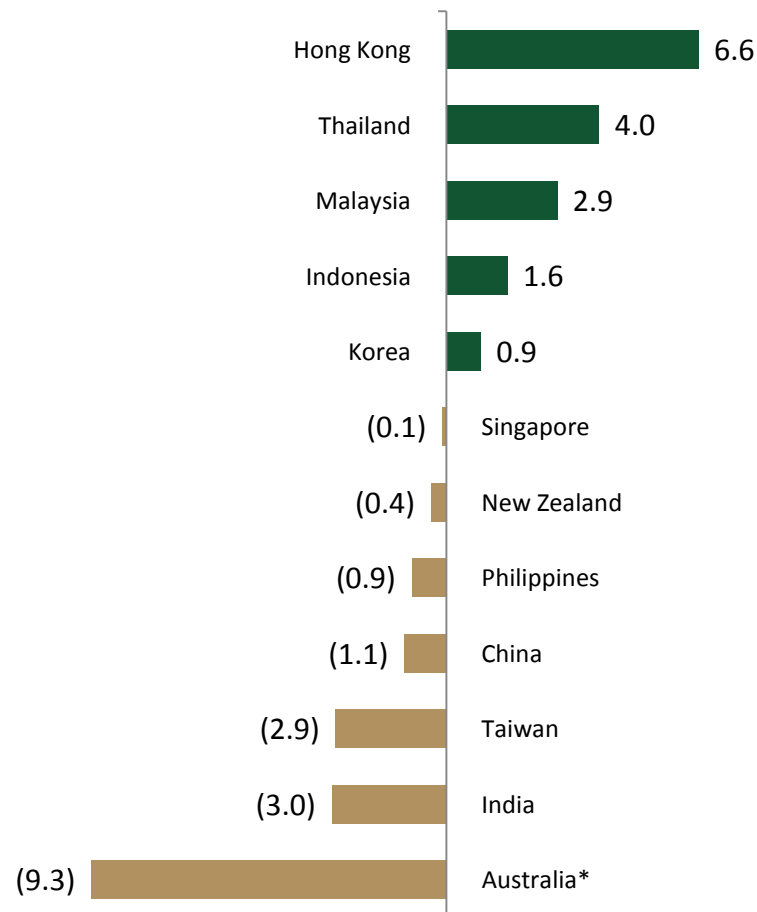


PORTFOLIO CHARACTERISTICS

Country weightings – 31 August 2012

	Portfolio %	Index %	Relative %
Hong Kong	15.3	8.7	6.6
Thailand	6.2	2.2	4.0
Malaysia	6.6	3.7	2.9
Indonesia	4.3	2.7	1.6
Korea	16.2	15.3	0.9
Singapore	5.5	5.6	(0.1)
New Zealand	0.0	0.4	(0.4)
Philippines	0.0	0.9	(0.9)
China	16.1	17.2	(1.1)
Taiwan	8.0	10.9	(2.9)
India	3.4	6.4	(3.0)
Australia*	16.8	26.1	(9.3)

Active country weightings (%)



REGULATORY INFORMATION AND RISKS



Martin Currie Global Funds is currently authorised for distribution in Finland, Germany, Ireland, Luxembourg, the Netherlands, Sweden, Switzerland, the United Kingdom and Hong Kong and registered in Italy and Singapore.

Investors in the Netherlands

Investors in the Netherlands should note the following:

- (a) Martin Currie Global Funds is a UCITS collective investment scheme registered in the Netherlands with the Netherlands Authority for Financial Markets in Amsterdam.
- (b) the value of your investments may fluctuate as a result of the investment policy.
- (c) the Prospectus of Martin Currie Global Funds is available from www.martincurrie.com;
- (d) please also see the Key Investor Information Documents.

Investors in Sweden

Investors in Sweden should note the following:

- (a) the Prospectus of Martin Currie Global Funds is available from Skandinaviska Enskilda Banken AB, Sergels Torg 2, SE-106 40 Stockholm, Sweden;
- (b) past performance is no guarantee of a particular return in the future. The money invested in a fund can increase or decrease in value, and it is not certain that the whole of your invested capital will be repaid.

Investors in Switzerland

Investors in Switzerland should note the following:

The funds are available for distribution in Switzerland and are registered with the Swiss Federal Banking Commission.

First Independent Fund Services Ltd, Klausstrasse 33, CH-8008 Zurich, Switzerland, is the representative of the company in Switzerland ('Representative'). With regard to shares of the company distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the Representative.

NPB New Private Bank Ltd, Limmatquai 1, CH-8022 Zurich, Switzerland, is the paying agent in Switzerland ('Paying Agent').

The Prospectus, the Key Investor Information Documents, the articles, as well as the annual and semi-annual reports of the company may be obtained free of charge at the registered office of the Representative.

Investors in Ireland

Investors in Ireland should note the following:

- (a) the value of investments can go down as well as up. Any return on investments will necessarily be variable.
- (b) neither past experience nor the current situation are necessarily accurate guides to the future.
- (c) certain returns printed herein may be based upon assumptions relating to tax. Tax rates may be revised from time to time which will in turn cause returns to change.
- (d) the Prospectus of Martin Currie Global Funds is available from www.martincurrie.com and also from Dolmen Butler Briscoe of 4 Earlsfort Terrace, Dublin 2, Ireland.

Investors in Germany

Investors in Germany should note the following:

The Prospectus of Martin Currie Global Funds is available free of costs at the German Paying and Information Agent, Joh. Berenberg, Gossler & Co. KG, Neur Jungfernstieg 20, 20354 Hamburg.

Investors in Hong Kong

Investors in Hong Kong should note the following:

This document has not been reviewed by any regulatory authority in Hong Kong and must not be passed on to any person other than to whom the document is addressed. This document is for private circulation only.

REGULATORY INFORMATION AND RISKS



IMPORTANT INFORMATION

The source for all information is Martin Currie Investment Management Ltd as at 31 August 2012 unless otherwise stated.

This information is not aimed at and is not intended to be read by investors in any country in which Martin Currie Global Funds is not authorised for investment.

More information about Martin Currie Global Funds and its sub-funds can be found in the Prospectus available in English and Chinese, as well as the Key Investor Information Documents available in English, German, Swiss German, Italian, Dutch and Swedish on our website: www.martincurrie.com/sicav

This information is issued and approved by Martin Currie Investment Management Ltd in its capacity as investment manager. It does not in any way constitute investment advice or an invitation or inducement to invest. Investments can only be made in accordance with the terms and conditions outlined in the Prospectus. This document is for the recipient only and should not be given or sent to other parties.

Martin Currie Global Funds is incorporated in Luxembourg as a société anonyme and qualifies as an investment company with variable capital (société d'investissement à capital variable or 'Sicav'). It comprises separate investment portfolios each consisting of transferable and other permitted securities (each a 'fund'). This monthly update relates to the Asia Pacific Fund.

If insufficient income is generated by the fund to cover the manager's periodic charge, the balance will be deducted from the fund's capital and to that extent will constrain capital growth.

RISK FACTORS

Market and currency movements may cause the capital value of shares, and the income from them, to fall as well as rise and you may get back less than you invested when you decide to sell your shares.

The entire market of a particular asset class or geographical sector may fall, having a more pronounced effect on funds heavily or solely invested in that asset class or region. Some funds have the ability to invest in unquoted companies and due to the nature of these investments the fund might not get back the full amount originally invested.

Overseas markets

Funds investing in overseas securities are exposed to and can hold currencies other than the base currency of the fund. As a result, exchange rate movements may cause the value of investments to decrease or increase.

Liquidity and emerging markets

Emerging markets tend to be more volatile than more established stockmarkets and therefore your money is at greater risk. Other risk factors such as political and economic conditions should also be considered. Restrictive dealing, custody and settlement practices may be prevalent. A counterparty may not pay or deliver on time or as expected. As a result, settlement may be delayed and the cash or securities could be disadvantaged. Securities of many companies in emerging markets are less liquid and their prices more volatile than securities of comparable companies in more sizeable markets.

Smaller companies

Smaller companies may be riskier and their shares may be less liquid than larger companies, meaning that their share price may be more volatile.

Concentrated portfolios

Funds may have a concentrated portfolio of assets. Lower diversification and active stock selection can result in greater than average investment in individual companies. Such concentration can give rise to more risk than where investments are spread over a large number of companies. Whilst this may increase the potential gains, this concentration of