

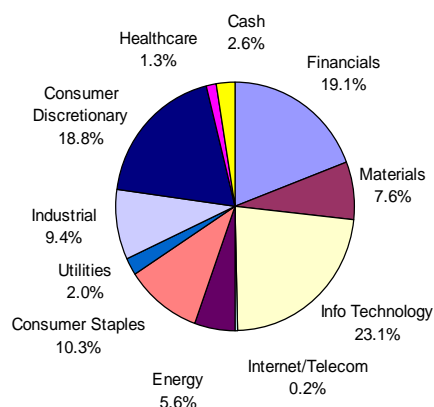
Selected Asian Portfolio

30 April 2010

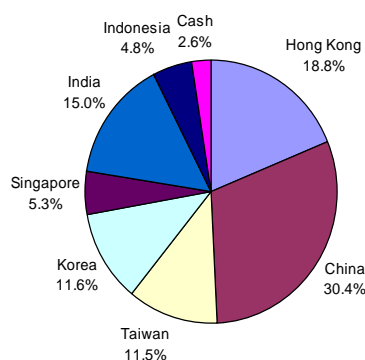
★★
Morningstar Rating™
Source of Star Rating: Morningstar HK

Unit Price
US\$52.17

Sector Weighting



Country Weighting



Fund Details

The investment objective of the Selected Asia Portfolio is to achieve capital appreciation by investing in the shares of regional Asian companies. The Fund invests its assets in Asia.

Launch date	22/11/1989
Authorisation	SFC
Bloomberg Code	HAMSAPI HK
Dealing	Every Wednesday
Investment Advisor	Hamon Asset Mgmt. Ltd.

Important Information:

Investment involves risk. Past performance is not indicative to future performance. The fund may invest in emerging markets, smaller companies and derivative instruments and thus involve higher risk and volatility. Before investing, please refer to the offering document(s) for details, including the risk factors.

The document is issued by Hamon Investment Group and has not been reviewed by the SFC. It is not a recommendation, an offer or invitation to investment. Consult your financial advisor before making any investment decisions.

Fund in figures (NAV to NAV, with dividend reinvested)

Cumulative Performance % in US\$

(NAV in US\$)
Source: BNY Mellon, Bloomberg

	Apr 10	YTD	1 yr	3 yr	5 yr
Selected Asian Portfolio	0.49%	-1.12%	54.11%	13.32%	104.35%
MSCI Daily TR AC FE ex-Japan ¹	2.09%	2.93%	48.07%	11.67%	86.28%

1. The Fund has changed its index from MSCI AC FE Free ex-Japan to MSCI Daily TR AC FE ex-Japan Net with effect from 1 January 2007.

Calendar Year Performance % in US\$

	2009	2008	2007	2006	2005
Selected Asian Portfolio	90.43%	-58.84%	66.35%	36.27%	19.43%
MSCI Daily TR AC FE ex-Japan ¹	68.88%	-50.56%	36.49%	31.74%	21.33%

Highlights

- Asian markets were volatile over sovereign debt concerns in Europe.
- 1Q GDP readings reflect sound fundamentals and a solid economic recovery.
- Speculation over the revaluation of the RMB has helped strengthen neighbouring Asian currencies, easing inflationary concerns.

Fund Review

Asian markets were volatile in April, affected by both positive and negative factors. The rescue package for Greece was unable to subdue concerns across Europe, while Portugal and Spain also saw downgrades in their sovereign credit ratings. However, macro data and earnings across Asia were strong for 1Q10. The Fund rose 0.5% in April underperforming the benchmark. The underperformance was due to the Fund's Chinese property holdings and some niche players in the region.

Despite good data and earnings announcements, the Chinese markets fell in April. The government put forward initiatives to help cool the property market, raising the minimum down payment of a second home to 50%. The RMB is expected to appreciate as China continues to opening up its RMB account. Guidelines have been issued allowing qualified overseas companies to be listed on the A-share market, while also permitting domestic listed companies to attract more strategic overseas investors.

In Taiwan, warming relations with China is expected to be the key catalyst for the market. Taiwan will further benefit from economic recovery of the global and China markets.

Investors were more upbeat on better economic sentiment in Korea, with consumer confidence left unchanged in April as optimism outweighed pessimism. The country revised its 2010 economy outlook after their economy expanded 7.8% YoY in 1Q on pick-up in manufacturing and exports.

Indonesia performed well during the month, rising 5.6%, and the fund's property holdings in the country increased significantly during the month. Moderate inflation is allowing Indonesia's Central bank to keep interest rates unchanged at 6.5%.

Looking into May, although uncertainty towards the European credit crisis and Chinese policy lingers, positive 2Q guidance for tech companies during a traditionally low-peak season bodes well for market sentiment. The overall growth story in Asia remains sound, with strong fundamentals. Asian currencies are expected to appreciate against the possibility of a RMB revaluation, which may indirectly ease inflationary concerns.

Market Review

China/HK

The China/HK markets with the Shanghai and Shenzhen composites falling 7.7% and 8.1% respectively. China markets continued to underperform the Asian region.

India

The Indian market was up 1.5%. India's RBI tightened its monetary policy in an effort to dampen inflationary pressure, raising both its repo and main borrowing rate by 25 basis points. Rates will likely continue to tighten as the economy appears stable.

KOREA

Korea's industrial production expanded 22.1% YoY while manufacturing grew 23.2% YoY on stronger demand for memory device production and machinery from CAPEX spending.

TAIWAN

The market sentiment improved along with the strong earning report and good guidance for the next quarter in April. The Taiex increased 2.46%.

ASEAN

The Asean markets were the star performers in April driven by the appreciation of their local currency. However, the valuations of individual companies are expensive.