

# First State Global Umbrella Fund plc

2010 Annual Report

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This annual report shall not constitute an offer to sell or a solicitation of an offer to buy shares in any of the sub-funds of First State Global Umbrella Fund p.l.c. (the "Company"). Subscriptions are to be made only on the basis of the information contained in the Company's prospectus, as supplemented by the latest semi-annual and annual reports.

# First State Global Umbrella Fund p.l.c.

## Directors' Report

The Directors submit their Annual Report for the year ended 31 December 2010.

### ACTIVITIES, BUSINESS REVIEW AND FUTURE PROSPECTS

The Directors have directed the affairs of the Company in accordance with the Companies Acts 1963 to 2009. A detailed business review is outlined in the Investment Managers' Reports on pages 3-134.

### RISK MANAGEMENT OBJECTIVES AND POLICIES

Investment in the Company involves a number of risks. Details of these risks are contained in the Prospectus. Details of the risks associated with financial instruments are included in Note 8.

### RESULTS AND DIVIDEND

The results for the year are shown in the Income Statement on pages 143-150. Details of the dividends declared during the year by the Directors are shown in the Distribution Statement on pages 159-162.

The Directors did not declare or pay dividends on any of the other Funds.

### DIRECTORS

The Directors of the Company are detailed on page 216.

### STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards

issued by the Accounting Standards Board and published by The Institute of Chartered Accountants in Ireland.

Irish company law requires the Directors to prepare Financial Statements for each financial year that give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that year. In preparing the Financial Statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the Financial Statements are prepared in accordance with accounting standards generally accepted in Ireland and comply with the Irish Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 (as amended). They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Under the UCITS Regulations, the Directors are required to entrust the assets of the Company to the Custodian for safe-keeping. In carrying out this duty, the Directors have delegated custody

of the Company's assets to HSBC Institutional Trust Services (Ireland) Limited, 1 Grand Canal Square, Grand Canal Harbour, Dublin 2.

## **BOOKS OF ACCOUNT**

The measures taken by the Directors to secure compliance with the Company's obligation to keep proper books of account are the use of appropriate systems and procedures and employment of competent service providers. The books of account are kept at HSBC Securities Services (Ireland) Limited, 1 Grand Canal Square, Grand Canal Harbour, Dublin 2.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## **DIRECTORS AND SECRETARY'S INTERESTS IN THE SHARE CAPITAL OF THE COMPANY**

The Secretary did not hold any interest, beneficial or otherwise, in the share capital of the Company during or at the end of the year.

At the year end, Mr. Michael Stapleton held 1,036 Class I units in the First State Asian Growth Fund, 2,515 Class I Distributor units in the First State Asian Property Securities Fund and 2,002 Class I units in the First State Global Resources Fund. No other directors had any interests in the shares of the Company at that date or at any time during the financial year.

## **SUBSEQUENT EVENTS**

Details of subsequent events are disclosed in note 15 to these financial statements.

## **INDEPENDENT AUDITORS**

The auditors, PricewaterhouseCoopers will be appointed in accordance with section 160(2) of the Companies Act, 1963.

By order of the Board

Peter Blossing

Hans Vogel

15 April 2011

# First State Global Umbrella Fund p.l.c.

## First State Asian Growth Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Asian Growth Fund "The Fund"		
– Class I	50.54%	28.23%
– Class II	49.70%	27.45%
– Class III	52.49%	29.84%
– Class I (Dist)	50.56%	28.17%
MSCI A/C Asia Ex Japan Free Index (Total Return)	72.53%	19.93%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Asia Pacific markets rose in 2010 with the MSCI Asia ex-Japan Free Index increasing by 19.9% in US dollar terms, outperforming the MSCI World Index which was up by 12.3%. Markets benefited from accommodative monetary policy in Western economies.

Over the year the smaller markets of Indonesia, Thailand and the Philippines outperformed as risk appetite remained high. Malaysia also performed strongly as investors were attracted by the market's quality companies trading on reasonable valuations. China was a significant underperformer as the government introduced tightening measures to contain inflationary pressures.

Positive contributors to performance included **Taiwan Semiconductor** which rose on the back of strong results and **Newcrest Mining** was driven by a rising gold price. **Swire Pacific** gained as investors took a positive view on the outlook for the Hong Kong property market.

On the negative side, **Li Ning** was hit by concerns over weakening orders amid fierce pricing competition. **MTR Corp** and **China Resources Power** underperformed as defensive stocks were out of favour.

Significant new positions over the period included **DBS Group**, a reputable bank with highly regarded new management and scope for expansion, and **Henderson Land**, a property developer with a well-positioned land bank and a significant stake in Hong Kong & China Gas. We also bought **Jardine Matheson**, a holding company trading at an attractive discount to its portfolio of strong business franchises.

We sold **S1 Corp** on potential competition from other Samsung group companies and **China Resources Enterprise** as it had become fully valued. We sold **Standard Chartered** on worries about the company's exposure to Middle East risk.

Strong liquidity, underpinned by highly accommodative monetary policy in the West, remains a central prop underneath Asian markets. Inflationary pressures are rising across the region and we expect to see further action by monetary authorities to try to rein in expectations. Current optimistic expectations and attendant rich valuations make us wary, and we continue to adopt a defensive stance, focusing on companies with strong management, sustainable cash flows and attractive dividend yields.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Asian Growth Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

#### **Class I**

Dec 2008	US\$132,239,740	US\$16.52
Dec 2009	US\$270,923,216	US\$24.87
Dec 2010	US\$427,821,220	US\$31.89

#### **Class II**

Dec 2008	US\$ 1,261,812	US\$40.56
Dec 2009	US\$ 1,834,106	US\$60.72
Dec 2010	US\$ 2,091,806	US\$77.39

#### **Class III**

Dec 2008	US\$ 15,023,324	US\$18.46
Dec 2009	US\$ 20,296,875	US\$28.15
Dec 2010	US\$ 24,946,103	US\$36.55

#### **Class I Distributing**

Dec 2008	US\$ 1,918,719	US\$16.23
Dec 2009	US\$ 6,109,053	US\$24.22
Dec 2010	US\$ 5,193,767	US\$30.98

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class I**

Dec 2001	US\$10.38	US\$ 6.38
Dec 2002	US\$10.33	US\$ 6.94
Dec 2003	US\$11.42	US\$ 6.70
Dec 2004	US\$13.30	US\$ 9.80
Dec 2005	US\$15.84	US\$12.23
Dec 2006	US\$19.93	US\$14.82
Dec 2007	US\$30.96	US\$19.05
Dec 2008	US\$28.27	US\$13.69
Dec 2009	US\$24.87	US\$14.43
Dec 2010	US\$31.90	US\$22.38

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class II**

Dec 2001	NA*	US\$16.18
Dec 2002	NA*	US\$17.54
Dec 2003	NA*	US\$16.89
Dec 2004	NA*	US\$24.59
Dec 2005	NA*	US\$30.58
Dec 2006	NA*	US\$36.87
Dec 2007	NA*	US\$47.17
Dec 2008	NA*	US\$33.63
Dec 2009	NA*	US\$35.40
Dec 2010	NA*	US\$54.61

#### **Class III**

Dec 2001	US\$10.61	US\$ 6.46
Dec 2002	US\$10.77	US\$ 7.14
Dec 2003	US\$12.18	US\$ 6.95
Dec 2004	US\$14.38	US\$10.31
Dec 2005	US\$17.36	US\$12.98
Dec 2006	US\$21.71	US\$16.04
Dec 2007	US\$34.74	US\$20.80
Dec 2008	US\$31.20	US\$15.28
Dec 2009	US\$28.15	US\$16.16
Dec 2010	US\$36.57	US\$25.36

#### **Class I Distributing**

Dec 2004	US\$13.30	US\$11.06
Dec 2005	US\$15.80	US\$12.22
Dec 2006	US\$19.73	US\$14.78
Dec 2007	US\$30.60	US\$18.86
Dec 2008	US\$27.93	US\$13.45
Dec 2009	US\$24.22	US\$14.10
Dec 2010	US\$30.99	US\$21.79

\* No further class II shares have been offered since 30 July 1999

# First State Global Umbrella Fund p.l.c.

## First State Asian Growth Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>42,071,481</b>	<b>9.14</b>	<b>Malaysia</b>		<b>5,864,730</b>	<b>1.27</b>
Newcrest Mining	1,022,002	42,071,481	9.14	CIMB Group Holdings	755,800	2,080,993	0.45
				IOI	2,011,578	3,783,737	0.82
<b>China</b>		<b>22,087,041</b>	<b>4.80</b>	<b>Philippines</b>		<b>9,678,044</b>	<b>2.10</b>
China Telecom	14,154,000	7,338,679	1.60	Ayala	223,920	2,022,801	0.44
China Resources Power				Philippine Long Distance			
Holdings	2,040,400	3,701,418	0.80	Telephone	131,412	7,655,243	1.66
CNOOC	3,893,000	9,195,826	2.00				
Li Ning	872,000	1,851,118	0.40	<b>Singapore</b>		<b>52,341,404</b>	<b>11.38</b>
<b>Hong Kong</b>		<b>114,872,944</b>	<b>24.97</b>	DBS Group Holdings	823,726	9,200,340	2.00
AIA Group	1,019,800	2,866,818	0.62	Fraser and Neave	965,500	4,827,123	1.05
Cheung Kong	1,605,000	24,758,704	5.38	Global Logistic			
Cheung Kong				Properties	1,470,000	2,465,096	0.54
Infrastructure Holdings	505,000	2,309,748	0.50	Great Eastern Holdings	167,000	2,026,769	0.44
CLP Holdings	376,500	3,054,104	0.66	Oversea Chinese Banking	2,614,971	20,151,247	4.38
Dairy Farm International				Singapore			
Holdings	405,900	3,754,575	0.82	Telecommunications	3,947,000	9,389,556	2.04
Henderson Land				Starhub	2,087,080	4,281,273	0.93
Development	1,089,585	7,429,690	1.61	<b>South Korea</b>		<b>66,936,065</b>	<b>14.55</b>
Hong Kong & China Gas	8,541,332	20,219,812	4.40	Amorepacific	12,034	12,211,436	2.65
Hopewell Holdings	2,215,000	6,953,400	1.51	LG	193,495	14,997,608	3.26
Jardine Matheson				LG Household & Health			
Holdings	194,000	8,536,000	1.86	Care	9,737	3,383,162	0.74
MTR	1,456,789	5,304,162	1.15	NHN	11,118	2,238,557	0.49
Swire Pacific "A"	1,241,000	20,404,987	4.44	Samsung Electronics	11,915	10,063,183	2.19
The Link Real Estate				Samsung Fire & Marine			
Investment Trust	2,320,955	7,211,366	1.57	Insurance	27,037	5,395,597	1.17
Yue Yuen Industrial				Shinsegae	20,724	11,317,931	2.46
Holdings	574,500	2,069,578	0.45	Yuhan	47,549	7,328,591	1.59
<b>India</b>		<b>37,305,498</b>	<b>8.12</b>	<b>Taiwan</b>		<b>67,730,499</b>	<b>14.72</b>
Bharti Airtel	1,006,439	8,076,724	1.76	Chunghwa Telecom	2,637,205	6,706,484	1.46
Dr Reddy's Laboratories	105,750	3,926,364	0.85	Delta Electronics	2,243,946	10,935,372	2.38
HDFC Bank	19,878	1,043,184	0.23	Powertech Technology	493,535	1,642,943	0.36
Hindustan Unilever	1,012,496	7,085,887	1.54	President Chain Store	1,945,760	8,948,019	1.94
Infosys Technologies	92,360	7,111,885	1.55	Taiwan Semiconductor			
Sun Pharmaceutical				Manufacturing	11,765,656	28,668,654	6.23
Industries	125,680	1,363,197	0.30	Uni-President Enterprises	7,304,204	10,829,027	2.35
Tata Power	203,964	6,229,547	1.35				
Wipro	224,684	2,468,710	0.54				

\* Traded on regulated exchanges or markets.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Thailand</b>		<b>25,688,237</b>	<b>5.59</b>
Advanced Info Service	2,020,400	5,695,987	1.24
Kasikornbank	2,373,300	10,193,776	2.22
PTT	923,200	9,798,474	2.13
Total Financial Asset at Fair Value through Profit or Loss		444,575,943	96.64
Cash and other net assets		15,476,953	3.36
Total Net Assets Attributable to Redeemable Participating Shareholders		460,052,896	100.00
Total Cost of Financial Asset at Fair Value through Profit or Loss		317,793,981	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Asian Growth Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss*	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss*	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Acer	596,000	596,000	IOI	-	4,144,635
Advanced Info Service	372,200	-	Jardine Matheson Holdings	206,000	12,000
AIA Group	1,022,200	2,400	Kasikornbank	272,500	-
Amorepacific	5,205	-	LG	137,187	69,272
Ayala	239,387	632,647	LG Household & Health Care	9,737	-
Bharti Airtel	342,884	-	Li Ning	872,000	-
Cheung Kong	318,000	-	Lihir Gold	-	9,158,475
Cheung Kong Infrastructure Holdings	505,000	-	MTR	1,921,789	465,000
China Life Insurance	660,000	660,000	Newcrest Mining	1,946,628	924,626
China Resources Enterprise	-	1,814,000	NHN	11,118	-
China Resources Power Holdings	1,406,000	-	Oversea Chinese Banking	173,309	-
China Telecom	7,264,000	-	Philippine Long Distance Telephone	25,010	-
Chunghwa Telecom	5,538,131	5,801,852	President Chain Store	443,000	-
CIMB Group Holdings	816,500	1,046,900	PTT	235,100	-
CNOOC	282,000	-	S1	-	40,958
Dairy Farm International Holdings	127,800	-	Samsung Electronics	-	8,369
DBS Group Holdings	823,726	-	Shinsegae	-	2,071
Delta Electronics	441,000	187,000	Standard Chartered	-	53,150
Dr Reddy's Laboratories	132,963	27,213	Sun Pharmaceutical Industries	192,843	67,163
Fraser and Neave	-	269,000	Swire Pacific "A"	181,000	143,000
Global Logistic Properties	2,517,000	1,047,000	Taiwan Semiconductor Manufacturing	4,049,000	-
Hang Lung Group	-	241,000	Tata Power	76,671	-
HDFC Bank	19,878	-	The Link Real Estate Investment Trust	542,359	-
Henderson Land Development	1,089,585	-	Uni-President Enterprises	2,427,018	-
Hong Kong & China Gas	2,459,212	-	Wing Hang Bank	-	70,500
Hopewell Holdings	401,000	-	Wipro	224,684	-
Infosys Technologies	-	19,122	Yuhan	2,264	-

\* Traded on regulated exchanges or markets

# First State Global Umbrella Fund p.l.c.

## First State China Growth Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State China Growth Fund "The Fund"		
– Class I	95.90%	13.08%
– Class II	95.69%	12.99%
– Class I – Dist	95.81%	13.13%
MSCI China Free Index (Total Return)	62.63%	4.83%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Chinese market rose slightly over 2010, but underperformed global markets. The MSCI China Free Index increased by 4.8% over the year in US dollar terms, while the MSCI World Index was up by 12.3%.

The Chinese economy continued to grow strongly over the year with GDP growth recorded at a robust 9.8% in the fourth quarter, ahead of the 9.6% in the third quarter. Inflation is becoming a major concern for emerging markets like China where the Consumer Price Index reached 4.6% in December. The government introduced a number of measures to combat inflationary pressures during the year, including substantial increases to bank reserve requirements.

Our performance was helped by Energy stocks **CNOOC** and **China Oilfield Services** which rose strongly with the oil price and **Luk Fook** which outperformed as it was a beneficiary of robust retail sales.

On the negative side, **Mindray Medical** lagged following a string of disappointing results and **Li Ning** fell as investors worried about more intense price competition. **China Mengniu**

**Dairy** was weak on worries about the rising raw milk price and further price controls on end-products.

Significant purchases over the period included **China Mobile** which remains the dominant mobile telecom franchise and **Delta Electronics** which is benefiting from rising demand for electronic goods. We also bought **Yum Brands** as the KFC business is growing strongly in China.

We sold **China Dongxiang** because of concerns about the sustainability of its Kappa brand and **Times** as it was acquired. We also sold **Shangri-La Asia** to take profits after strong performance.

Inflation is a clear threat and further monetary tightening is very probable. We prefer companies with more visible earnings growth and proven management track records. We have large positions in companies such as Hengan International and Yantai Changyu which have relatively defensive earnings. We remain positive about the long-term outlook for equity investors in China which offer high levels of economic growth and many quality business franchises.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State China Growth Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

#### **Class I**

Dec 2008	US\$1,269,511,782	US\$ 46.30
Dec 2009	US\$3,369,438,624	US\$ 90.70
Dec 2010	US\$4,667,939,842	US\$102.56

#### **Class II**

Dec 2008	US\$ 1,780,992	US\$ 71.47
Dec 2009	US\$ 3,378,709	US\$139.86
Dec 2010	US\$ 3,654,165	US\$158.03

#### **Class I Distributing**

Dec 2008	US\$ 12,942,347	US\$ 44.59
Dec 2009	US\$ 56,345,805	US\$ 86.70
Dec 2010	US\$ 78,376,266	US\$ 98.02

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class I**

Dec 2001	US\$ 13.35	US\$ 8.19
Dec 2002	US\$ 12.89	US\$ 9.16
Dec 2003	US\$ 23.73	US\$10.80
Dec 2004	US\$ 28.42	US\$19.23
Dec 2005	US\$ 33.18	US\$26.28
Dec 2006	US\$ 57.15	US\$31.69
Dec 2007	US\$109.43	US\$53.32
Dec 2008	US\$ 99.98	US\$36.32
Dec 2009	US\$ 90.70	US\$43.43
Dec 2010	US\$ 110.2	US\$81.32

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class II**

Dec 2001	NA*	US\$ 12.95
Dec 2002	NA*	US\$ 14.46
Dec 2003	NA*	US\$ 17.04
Dec 2004	NA*	US\$ 30.24
Dec 2005	NA*	US\$ 41.25
Dec 2006	NA*	US\$ 49.57
Dec 2007	NA*	US\$ 82.87
Dec 2008	NA*	US\$ 56.07
Dec 2009	NA*	US\$ 67.04
Dec 2010	NA*	US\$125.39

#### **Class I Distributing**

Dec 2004	US\$ 28.24	US\$ 24.52
Dec 2005	US\$ 32.86	US\$ 26.27
Dec 2006	US\$ 55.85	US\$ 31.39
Dec 2007	US\$106.33	US\$ 52.01
Dec 2008	US\$ 97.13	US\$ 34.99
Dec 2009	US\$ 86.70	US\$ 41.83
Dec 2010	US\$105.32	US\$ 77.72

\* No further Class II shares have been offered since 30 July 1999

# First State Global Umbrella Fund p.l.c.

## First State China Growth Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>China</b>	<b>3,435,823,286</b>	<b>72.34</b>	
Anhui Expressway	43,442,000	37,838,348	0.80
Asialfo-Linkage	99,766	1,679,062	0.04
Bank of China	89,657,670	47,063,183	0.99
Beijing Jingkelong	11,244,000	14,813,391	0.31
Boer Power Holdings	24,121,000	21,785,428	0.46
Cafe de Coral Holdings	12,996,000	32,136,366	0.68
Changan Minsheng APL Logistics	5,673,000	5,364,556	0.11
Chen Hsong Holdings	30,106,000	17,352,608	0.37
China Blue Chemical	96,708,000	69,054,036	1.45
China Communications Services	257,662,275	153,484,848	3.23
China Construction Bank	195,307,666	174,888,886	3.68
China Foods	48,102,000	30,695,767	0.65
China International Marine Containers Group	18,373,582	42,526,406	0.90
China Mengniu Dairy	30,255,000	79,602,031	1.68
China Merchants Bank	60,399,290	152,152,188	3.20
China Merchants Holdings International	12,302,000	48,036,140	1.01
China Metal International Holdings	36,632,000	11,829,545	0.25
China Oilfield Services	86,570,000	186,224,738	3.92
China Resources Enterprise	35,681,900	145,067,035	3.05
China Resources Land	36,682,000	66,637,913	1.40
China Resources Power Holdings	92,686,700	168,139,679	3.54
China Shanshui Cement Group	74,928,000	53,598,497	1.13
China Taiping Insurance Holdings	53,655,800	164,641,282	3.47
China Telecom	305,934,000	158,623,115	3.34
China Vanke	89,427,768	110,222,836	2.32
CNOOC	90,724,500	214,304,328	4.51
Dongfeng Motor Group	27,998,000	48,052,559	1.01
ENN Energy Holdings	63,264,000	189,240,151	3.98
Glorious Sun Enterprises	17,645,500	8,013,871	0.17
Haitian International Holdings	39,063,000	40,758,682	0.86
Harbin Power Equipment	16,434,000	25,668,214	0.54

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>China (continued)</b>			
Hengan International Group	16,451,500	141,918,158	2.99
Lenovo Group	104,482,000	66,942,897	1.41
Li Ning	52,291,000	111,005,519	2.34
Little Sheep Group	18,339,000	11,561,267	0.24
Mindray Medical International	4,083,313	109,228,623	2.30
New Oriental Education & Technology Group	320,723	33,980,602	0.72
Pacific Textile Holdings	37,646,000	24,459,293	0.51
Perfect World	712,300	16,674,943	0.35
Ping An Insurance Group Co of China	5,981,000	66,638,525	1.40
Shenzhen Accord Pharmaceutical	7,032,720	21,263,016	0.45
TAL Education Group	561,934	8,906,654	0.19
Tencent Holdings	2,531,000	55,194,465	1.16
Tingyi Cayman Islands Holding	9,056,000	23,255,765	0.49
Tong Ren Tang Technologies	3,077,000	9,421,892	0.20
Yantai Changyu Pioneer Wine	20,284,304	215,875,978	4.54
<b>Hong Kong</b>	<b>861,858,690</b>	<b>18.12</b>	
Alco Holdings	8,187,000	3,749,803	0.08
ASM Pacific Technology	3,619,400	45,867,650	0.97
Beijing Enterprises Holdings	5,457,000	33,664,816	0.71
Belle International Holdings	55,493,000	93,956,704	1.98
China Mobile	7,625,500	75,591,794	1.59
CIMC Enric Holdings	22,286,000	9,892,018	0.21
Dah Chong Hong Holdings	14,364,000	15,209,289	0.32
Hong Kong & China Gas	23,360,000	55,299,900	1.16
Hopewell Highway Infrastructure	55,653,600	42,746,570	0.90
Hopewell Holdings	7,634,500	23,966,472	0.50
Kerry Properties	5,419,000	28,236,304	0.59
Kingboard Chemical Holdings	7,789,830	46,502,858	0.98

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State China Growth Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Hong Kong (continued)</b>			
Lee & Man Paper			
Manufacturing	70,353,000	53,222,299	1.12
Li & Fung	6,873,165	40,057,944	0.84
Luk Fook Holdings			
International	20,418,000	70,926,846	1.49
Lung Kee (Bermuda)			
Holdings	12,219,250	8,269,209	0.17
MintH Group	58,018,000	95,246,080	2.01
Ports Design	18,499,500	51,052,965	1.07
Texwinca Holdings	4,212,000	5,278,141	0.11
Towngas China	31,321,000	14,909,773	0.31
Yue Yuen Industrial			
Holdings	13,383,100	48,211,255	1.01
<b>Ireland</b>		<b>75,818,163</b>	<b>1.60</b>
First State China A			
Shares**	7,297,225	75,818,163	1.60
<b>Singapore</b>		<b>44,113,299</b>	<b>0.93</b>
CapitaRetail China Trust	15,293,000	14,552,266	0.31
Global Logistic			
Properties	17,628,000	29,561,033	0.62
<b>Taiwan</b>		<b>82,061,122</b>	<b>1.73</b>
Delta Electronics	16,839,000	82,061,122	1.73
<b>United States</b>		<b>69,786,766</b>	<b>1.47</b>
Yum! Brands	1,415,266	69,786,766	1.47
Total Financial Assets at Fair Value through Profit or Loss		4,569,461,326	96.19
Cash and other net assets		180,508,947	3.81
Total Net Assets Attributable to Redeemable Participating Shareholders		4,749,970,273	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		3,526,220,028	

\* Traded on regulated exchanges or markets.

\*\* Fund Investment. Investment is a related party entity.

# First State Global Umbrella Fund p.l.c.

## First State China Growth Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Anhui Expressway	-	4,606,000	Harbin Power Equipment	16,434,000	-
AsialInfo-Linkage	99,766	-	Hengan International Group	-	7,976,500
ASM Pacific Technology	1,194,700	364,800	Hong Kong & China Gas	23,360,000	15,540,000
Bank of China	114,105,600	105,951,930	Hopewell Highway		
Beijing Jingkelong	-	1,452,000	Infrastructure	-	16,069,500
Belle International Holdings	7,806,000	9,982,000	Kingboard Chemical Holdings	-	28,422,330
Boer Power Holdings	24,121,000	-	Kingboard Chemicals Warrants		
China Blue Chemical	-	10,584,000	31/10/2012	1,379,633	1,379,633
China Communications Services	75,558,000	-	Lee & Man Paper Manufacturing	70,353,000	-
China Construction Bank	155,807,360	202,086,694	Lenovo Group	-	12,008,000
China Dongxiang Group	-	46,260,000	Li & Fung	6,873,165	-
China Foods	8,004,000	20,930,000	Li Ning	13,438,500	-
China International Marine Containers	-	22,689,741	Longfor Properties	-	21,109,500
China Longyuan Power Group	-	14,084,000	Luk Fook Holdings International	1,364,000	5,202,000
China Mengniu Dairy	1,830,000	-	Lung Kee (Bermuda) Holdings	1,606,000	-
China Merchants Bank	35,658,870	42,125,580	Mindray Medical International	1,423,109	-
China Merchants Holdings International	8,241,688	-	Minth Group	100,000	-
China Mobile	7,625,500	-	Netease	440,900	440,900
China Oilfield Services	30,514,000	-	New Oriental Education & Technology Group	651,786	331,063
China Resources Enterprise	3,046,000	4,992,000	Pacific Textile Holdings	12,358,000	-
China Resources Land	10,296,000	-	Perfect World	1,190,500	478,200
China Resources Power Holdings	33,178,000	-	Ping An Insurance	6,435,000	454,000
China Shanshui Cement Group	74,928,000	20,824,000	Ports Design	6,851,000	-
China Shipping Development	-	19,275,200	Qingling Motors	-	11,138,000
China Taiping Insurance Holdings	25,641,800	-	Shangri-La Asia	2,942,000	25,450,000
China Telecom	170,550,000	-	Shenzhen Accord Pharmaceutical	1,153,680	-
China Vanke	10,418,356	3,397,300	Sina	420,100	420,100
CIMC Enric Holdings	-	8,174,000	Sino Gold	3,153,586	3,153,586
CNOOC	24,149,000	2,091,000	TAL Education Group	561,934	-
Dah Chong Hong Holdings	14,364,000	-	Tencent Holdings	329,600	1,992,800
Delta Electronics	19,820,000	2,981,000	Texwinca Holdings	4,212,000	-
Dongfeng Motor Group	-	2,658,000	Times	51,171,000	102,342,000
DS Group	-	12,162,000	Tingyi Cayman Islands Holding	-	12,812,000
E Commerce China Dangdang	49,880	49,880	Towngas China	31,321,000	-
Eldorado Gold	1,734,472	3,468,944	Want Want China Holdings	-	44,337,000
ENN Energy Holdings	18,066,000	1,946,000	Weichai Power	-	2,798,000
Global Bio-Chem Technology Group	63,290,400	192,108,400	Xueda Education Group	299,242	299,242
Global Logistic Properties	30,154,600	12,526,600	Yantai Changyu Pioneer Wine	-	2,214,162
Greatview Aseptic Packaging	3,971,000	3,971,000	Yue Yuen Industrial Holdings	2,576,000	-
GZI Real Estates Investment Trust	-	24,633,000	Yum Brands	1,515,997	100,731
Haitian International	-	11,576,000	Zhongsheng Group	8,974,000	8,974,000

# First State Global Umbrella Fund p.l.c. First State Global Opportunities Fund

## Investment Manager's Report (unaudited)

### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Global Opportunities Fund "The Fund"		
– Class I	27.64%	6.69%
– Class III	29.26%	8.07%
MSCI World Index (Total Return)	30.79%	12.34%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Global markets rose over 2010 despite concerns about the sovereign debt crisis in the eurozone. The MSCI World Index gained 12.3% in US dollar terms over the period as investors responded positively to the announcement of a further round of quantitative easing by the US Federal Reserve. The global economy performed strongly over the year driven by China and the recovery of developed economies.

**Rio Tinto** contributed positively as it rose with commodity prices and **Halliburton** outperformed as it benefited from a strong oil price. **Abercrombie & Fitch** gained as strong sales growth reassured the market about the quality of its franchise.

On the negative side, **Apollo Group** was impacted by regulatory uncertainty and **Gilead Sciences** lagged following cautious guidance on the HIV market and on concerns about the impact of US healthcare reforms. **CRH** underperformed as US stimulus measures failed to kick-start construction activity as quickly as expected.

Significant new purchases over the period included **Ameriprise Financial** as we believe the market is underestimating the growth prospects of the company's asset management

division and **Wellpoint** which is well positioned to take advantage of US healthcare reforms. We also purchased **Silicon Laboratories**, a semiconductor design company which offers very substantial unrecognized growth potential.

We sold **Walgreen** as the company got into a public argument with its major competitor and customer which we feared could impact margins, and **Bunge** as the proposed sale of its fertilizer division crystallized the hidden value in the company. We sold **Amgen** because of substitution concerns for EPO, a key dialysis drug.

The macroeconomic environment remains uncertain given the numerous issues facing the world economy including Western deficits, emerging market inflationary pressures, weak growth, the risk of policy mistakes, eurozone stresses and the future trajectory of bond yields. While not yet resolved, these issues are increasingly well defined and recognised by investors. We remain focused on stock picking in our risk controlled framework that minimises macro exposures. We have identified many companies that should prosper where superior prospects have not been recognised by the market.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Opportunities Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

### **Class I**

Dec 2008	US\$26,372,159	US\$ 4.92
Dec 2009	US\$30,935,337	US\$ 6.28
Dec 2010	US\$29,435,047	US\$ 6.70

### **Class III**

Dec 2008	US\$ 9,805,884	US\$ 7.86
Dec 2009	US\$12,234,821	US\$10.16
Dec 2010	US\$11,641,442	US\$10.98

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

### **Class I**

Dec 2001	US\$ 7.07	US\$ 4.29
Dec 2002	US\$ 5.70	US\$ 3.88
Dec 2003	US\$ 5.58	US\$ 3.78
Dec 2004	US\$ 6.08	US\$ 4.85
Dec 2005	US\$ 6.74	US\$ 5.46
Dec 2006	US\$ 7.35	US\$ 6.13
Dec 2007	US\$ 8.69	US\$ 7.19
Dec 2008	US\$ 8.43	US\$ 4.17
Dec 2009	US\$ 6.40	US\$ 3.82
Dec 2010	US\$ 6.71	US\$ 5.40

### **Class III**

Dec 2001	US\$10.34	US\$ 6.22
Dec 2002	US\$ 8.47	US\$ 5.71
Dec 2003	US\$ 8.50	US\$ 5.60
Dec 2004	US\$ 9.40	US\$ 7.32
Dec 2005	US\$10.53	US\$ 8.33
Dec 2006	US\$11.43	US\$ 9.47
Dec 2007	US\$13.67	US\$11.21
Dec 2008	US\$13.29	US\$ 6.66
Dec 2009	US\$10.33	US\$ 6.11
Dec 2010	US\$11.00	US\$ 8.80

# First State Global Umbrella Fund p.l.c.

## First State Global Opportunities Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Belgium</b>		<b>851,311</b>	<b>2.07</b>	<b>South Korea</b>		<b>450,205</b>	<b>1.10</b>
Anheuser-Busch InBev	14,896	851,311	2.07	Hyundai Motor	2,921	450,205	1.10
<b>Brazil</b>		<b>729,368</b>	<b>1.78</b>	<b>Switzerland</b>		<b>1,804,542</b>	<b>4.39</b>
Itau Unibanco Holding	30,403	729,368	1.78	Novartis	16,993	997,666	2.43
<b>Canada</b>		<b>516,787</b>	<b>1.26</b>	Xstrata	34,029	806,876	1.96
First Quantum Minerals	4,782	516,787	1.26	<b>United Kingdom</b>		<b>5,870,370</b>	<b>14.30</b>
<b>France</b>		<b>2,552,853</b>	<b>6.21</b>	British American			
AXA	46,571	781,123	1.90	Tobacco	19,180	735,350	1.79
BNP Paribas	10,128	653,363	1.59	Centrica	128,286	660,424	1.61
Danone	12,375	779,125	1.90	HSBC Holdings	95,821	970,260	2.36
Electricité De France	8,177	339,242	0.83	Intercontinental Hotels			
<b>Germany</b>		<b>1,514,845</b>	<b>3.69</b>	Group	33,471	647,461	1.58
Deutsche Post	50,454	854,009	2.08	International Power	89,920	611,926	1.49
Fresenius Medical Care	11,407	660,836	1.61	Kingfisher	145,719	599,865	1.46
<b>Guernsey</b>		<b>703,232</b>	<b>1.71</b>	Vodafone Group	369,467	951,305	2.32
Amdocs	25,600	703,232	1.71	WPP	56,632	693,779	1.69
<b>Hong Kong</b>		<b>818,259</b>	<b>1.99</b>	<b>United States</b>		<b>20,746,514</b>	<b>50.52</b>
Henderson Land				Abercrombie & Fitch	13,991	813,017	1.98
Development	120,000	818,259	1.99	Ameriprise Financial	25,355	1,461,462	3.56
<b>Ireland</b>		<b>532,179</b>	<b>1.30</b>	Apache	9,923	1,189,966	2.90
CRH PLC	25,622	532,179	1.30	Best Buy	11,214	384,640	0.94
<b>Israel</b>		<b>778,558</b>	<b>1.90</b>	CA	35,064	860,120	2.09
Teva Pharmaceutical	15,004	778,558	1.90	Chevron	21,081	1,930,809	4.70
<b>Japan</b>		<b>1,673,021</b>	<b>4.08</b>	Crown Castle			
Santen Pharmaceutical	8,000	277,423	0.68	International	17,515	761,027	1.85
Sumitomo Heavy				Cummins	6,077	669,442	1.64
Industries	126,000	808,805	1.97	Goldman Sachs Group	7,244	1,214,312	2.96
Sumitomo Mitsui				Hess	10,740	820,966	2.00
Financial Group	16,500	586,793	1.43	Hewlett-Packard	17,773	751,087	1.83
<b>Luxembourg</b>		<b>815,160</b>	<b>1.98</b>	JPMorgan Chase	25,262	1,066,814	2.60
Julius Baer Multistock –				Kansas City Southern	14,089	678,104	1.65
Swiss Stock Fund	11,660	815,160	1.98	Occidental Petroleum	6,118	597,178	1.45
<b>Singapore</b>		<b>632,478</b>	<b>1.54</b>	PepsiCo	12,687	826,177	2.01
Singapore Airlines	53,000	632,478	1.54	Praxair	7,819	741,632	1.81
				Silicon Laboratories	23,310	1,077,155	2.62
				Synopsys	24,827	671,819	1.63
				Wal-Mart Stores	14,664	792,589	1.93
				WellPoint	18,196	1,029,894	2.51
				WMS Industries	14,648	660,185	1.61
				WW Grainger	7,312	1,011,103	2.46
				Xerox	64,200	737,016	1.79

\* Traded on regulated exchanges or markets.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
Total Financial Assets at Fair Value through Profit or Loss	40,989,682		99.82
Cash and other net assets		86,807	0.18
Total Net Assets Attributable to Redeemable Participating Shareholders		41,076,489	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		37,999,523	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Global Opportunities Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Abercrombie & Fitch	20,775	6,784	Hess	26,711	15,971
Amdocs	31,800	6,200	Hewlett-Packard	18,741	968
Ameriprise Financial	25,355	-	HSBC Holdings	114,292	18,471
Amgen	-	21,033	Hyundai Motor	4,598	1,677
Anadarko Petroleum	20,739	34,072	Inter Continental Hotels Group	35,117	1,646
Anheuser-Busch InBev	21,354	6,458	International Power	92,611	2,691
AON	11,071	11,071	Ishares MSCI Japan Fund	414,530	431,770
Apache	23,701	20,592	Itau Unibanco Holding	12,227	15,224
Apollo Group	965	12,118	JP Morgan Chase	45,574	50,546
Apple	1,970	6,080	Kansas City Southern	14,511	422
Arrow Electronic	30,907	30,907	Kingfisher	14,188	89,074
AXA	86,929	63,071	Lockheed Martin	15,319	15,319
Banco Santander	41,818	91,576	Medtronic	24,724	24,724
Bank Of America	40,818	87,094	Metlife	40,682	52,956
Barclays	-	241,322	Michelin	-	8,221
BASF	14,137	14,137	Millicom International Cellular	6,500	6,500
Best Buy	14,998	3,784	Molson Coors Brewing	-	23,710
BNP Paribas	7,719	6,596	Mosaic	8,000	26,822
Bombardier	168,755	168,755	Naspers	11,648	11,648
British American Tobacco	24,603	25,822	NEC	57,000	299,000
Bunge	-	20,607	Norfolk	10,882	23,919
Centrica	179,560	51,274	Novartis	20,990	22,863
Chevron	21,264	14,915	Occidental Petroleum	12,715	22,933
Cisco Systems	-	31,764	Pepsi Bottling Group	34,370	21,683
Computer Assoc International	17,637	47,621	Pfizer	-	54,013
CRH	43,430	17,808	PNC Financial Services	10,082	10,082
Crown Castle International	17,913	398	Praxair	10,758	2,939
Cummins	10,803	4,726	Procter & Gamble	21,233	21,233
DBS Group Holdings	-	60,000	Pub Service Enterprise Group	-	21,845
Dell	-	47,323	Rio Tinto	3,075	7,097
Deutsche Post	34,637	47,924	Roche Holding	8,851	8,851
Electricite De France	394	4,885	Sankyo	-	2,500
Erste Bank	23,085	23,085	Santen Pharmaceutical	33,400	25,400
Esprit Holdings	3,641	215,841	Seiko Epson	41,500	41,500
First Quantum Minerals	5,546	764	Silicon Labs	30,037	6,727
France Telecom	-	21,937	Singapore Airlines	113,000	123,000
Fresenius Medical Care	11,995	10,961	Sumitomo	-	59,900
Goldman Sachs	7,244	3,623	Sumitomo Heavy Industries	310,000	184,000
Gilead Sciences	45,612	45,612	Sumitomo Mitsui Financial	31,700	35,000
Grainger	7,692	380	Synopsis	81,078	87,456
Groupe Danone	12,375	-	Talisman Energy	83,154	83,154
Halliburton	75,893	75,893	Telefonica	34,179	34,179
Hawaiian Electric	336	26,661	Teva Pharmaceutical	22,898	17,394
Heidelberg Cement	-	9,120	Tyco International	7,300	28,400
Henderson Land Development	64,000	137,000	Ultra Petroleum	-	12,541
Henderson Land Development Warrants	75,600	75,600	Verizon	33,617	76,145
Hertz Global Holdings	93,722	138,337	Vodafone	243,265	210,921

	<b>Purchased</b>	<b>Sold</b>
<b>Financial Assets at Fair Value Through Profit or Loss</b>	<b>Number of shares</b>	<b>Number of shares</b>
Wal Mart Stores	27,672	13,008
Walgreen	19,534	53,840
Wellpoint	28,910	10,714
Whirlpool	-	8,955
WMS Industries	13,875	4,452
WPP	73,060	16,428
Xerox	86,706	22,506
Xstrata	35,884	35,265

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Growth Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Hong Kong Growth Fund "The Fund"		
– Class I	75.54%	25.93%
– Class III	77.78%	27.59%
MSCI Hong Kong Index (Total Return)	60.15%	23.23%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Hong Kong market rose strongly with global markets in 2010 on plentiful liquidity as the global economy continued to recover. The MSCI Hong Kong Index increased by 23.2% in US dollar terms, outperforming the MSCI World Index which rose by 12.3% and the MSCI Asia Pacific ex-Japan Index which was up by 18.4%.

The underlying economy in Hong Kong remained strong with unemployment improving to 4.0% for the three months ended December, the lowest level in the past two years. The Hong Kong property market was also strong during the year with substantial price rises.

Our performance was helped by **CNOOC** which rose with the oil price and **Luk Fook** which outperformed as it was a beneficiary of robust retail sales. Conglomerate **Jardine Matheson** performed strongly on announcing positive results.

On the negative side, **Li Ning** fell as investors worried about more intense price competition and **China Mengniu Dairy** was weak on worries about the rising raw milk price and further price controls on end-products. **China Resources Land** underperformed on concerns about government intervention to cool the Chinese and Hong Kong property markets.

Significant new positions over the period included financial stocks **Henderson Land**, which was trading at attractive valuation level, and **China Construction Bank** which is expected to benefit from growth of financial services in China. We also purchased **China Merchants Bank** which is the country's best run commercial bank.

We sold **Shangri-La Asia** on valuation concerns and **Esprit Holdings** due to its vulnerability to weak demand from Europe. We sold our position in **IDS Group** when it was bought by Li & Fung.

Hong Kong's property market is vulnerable to volatile global financial markets. However, supply constraints and low interest rates remain supportive of property prices. We favour Cheung Kong, given its stronger balance sheet and robust product pipeline. We have a preference for steady cash generators like Cafe de Coral and Dairy Farm, which are less affected by economic cycles.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Growth Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

#### **Class I**

Dec 2008	US\$ 44,619,997	US\$19.42
Dec 2009	US\$ 78,528,523	US\$34.09
Dec 2010	US\$167,500,712	US\$42.93

#### **Class III**

Dec 2008	US\$ 39,401,359	US\$31.46
Dec 2009	US\$ 62,629,269	US\$55.93
Dec 2010	US\$ 73,120,565	US\$71.36

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class I**

Dec 2001	US\$10.15	US\$ 6.11
Dec 2002	US\$ 9.53	US\$ 6.46
Dec 2003	US\$12.51	US\$ 6.65
Dec 2004	US\$16.52	US\$10.73
Dec 2005	US\$19.02	US\$15.25
Dec 2006	US\$24.57	US\$17.96
Dec 2007	US\$40.16	US\$24.00
Dec 2008	US\$38.01	US\$16.06
Dec 2009	US\$34.11	US\$17.84
Dec 2010	US\$44.66	US\$31.89

#### **Class III**

Dec 2001	US\$14.98	US\$ 8.93
Dec 2002	US\$14.33	US\$ 9.61
Dec 2003	US\$19.28	US\$ 9.96
Dec 2004	US\$25.85	US\$16.32
Dec 2005	US\$30.02	US\$23.43
Dec 2006	US\$38.76	US\$27.96
Dec 2007	US\$64.06	US\$37.94
Dec 2008	US\$60.77	US\$25.96
Dec 2009	US\$55.93	US\$28.97
Dec 2010	US\$74.09	US\$52.40

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Growth Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Autos &amp; Trucks</b>		<b>3,670,761</b>	<b>1.53</b>
Mintch Group	2,236,000	3,670,761	1.53
<b>Banks</b>		<b>26,968,306</b>	<b>11.21</b>
Bank of China	5,326,440	2,795,960	1.16
China Construction Bank	6,831,465	6,117,258	2.54
China Merchants Bank	1,521,000	3,831,560	1.59
Dah Sing Banking	618,321	1,051,669	0.44
Dah Sing Financial Holdings	396,604	2,589,565	1.08
HSBC Holdings	228,040	2,336,848	0.97
Standard Chartered	128,134	3,488,299	1.45
Wing Hang Bank	343,000	4,757,147	1.98
<b>Basic Materials</b>		<b>6,333,916</b>	<b>2.64</b>
China Blue Chemical	2,488,000	1,776,548	0.74
China Shanshui Cement Lee & Man Paper Manufacturing	2,182,000	1,560,857	0.65
	3,961,000	2,996,511	1.25
<b>Brewery</b>		<b>3,703,492</b>	<b>1.54</b>
Vitasoy International Holdings	4,456,000	3,703,492	1.54
<b>City Gas</b>		<b>4,698,984</b>	<b>1.95</b>
Hong Kong & China Gas	1,984,963	4,698,984	1.95
<b>Communications</b>		<b>1,005,913</b>	<b>0.42</b>
Next Media	7,376,000	1,005,913	0.42
<b>Computer Software</b>		<b>2,668,763</b>	<b>1.11</b>
Sino Com Software Group	12,824,000	1,451,911	0.60
Tencent Holdings	55,800	1,216,852	0.51
<b>Consumer</b>		<b>17,630,922</b>	<b>7.33</b>
Alco Holdings	2,554,000	1,169,781	0.49
Dickson Concepts	2,126,000	1,723,207	0.72
Fujikon Industrial Holdings	3,992,000	837,166	0.35
Glorious Sun Enterprises	1,932,600	877,709	0.36
Goldlion Holdings	4,220,000	1,883,977	0.78
Hengan International Group	298,500	2,574,997	1.07

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Consumer (continued)</b>			
Li & Fung	564,525	3,290,145	1.37
Little Sheep Group	1,386,000	873,762	0.36
Pacific Textile Holdings	2,726,000	1,771,132	0.74
Texwinca Holdings	2,098,000	2,629,046	1.09
<b>Departmental Stores</b>		<b>3,764,694</b>	<b>1.56</b>
Aeon Stores	1,504,500	3,058,320	1.27
Convenience Retail Asia	1,818,000	706,374	0.29
<b>Diversified Resources</b>		<b>12,209,775</b>	<b>5.07</b>
Dah Chong Hong Holdings	1,727,000	1,828,630	0.76
First Pacific	2,694,000	2,426,215	1.01
Harbin Power Equipment	1,392,000	2,174,161	0.90
Swire Pacific "A"	164,500	2,704,771	1.12
Swire Pacific "B"	1,035,000	3,075,998	1.28
<b>Electronics</b>		<b>13,628,670</b>	<b>5.66</b>
ASM Pacific Technology	135,100	1,712,085	0.71
China Resources Power Holdings	3,248,800	5,893,534	2.45
CLP Holdings	482,000	3,909,901	1.62
Kingboard Chemical Holdings	353,980	2,113,150	0.88
<b>Finance</b>		<b>21,491,376</b>	<b>8.93</b>
Aeon Credit Service	1,748,000	1,461,802	0.61
AIA Group Cheung Kong Infrastructure Holdings	850,400	2,390,608	0.99
	775,285	3,545,967	1.47
China Taiping Insurance Holdings	1,498,400	4,597,797	1.91
Hopewell Holdings	832,000	2,611,842	1.09
Public Financial Holdings	1,902,000	1,370,352	0.57
The Link Real Estate Investment Trust	1,774,344	5,513,008	2.29
<b>Foods</b>		<b>6,865,403</b>	<b>2.86</b>
Cafe de Coral Holdings	1,770,000	4,376,837	1.82
China Foods	1,768,000	1,128,230	0.47
China Mengniu Dairy	291,000	765,632	0.32
Tao Heung Holdings	1,712,000	594,704	0.25

\* Traded on regulated exchanges or markets.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Industrial Material</b>		<b>19,898,106</b>	<b>8.27</b>
Haitian International Holdings	1,591,000	1,660,064	0.69
Hutchison Whampoa Jardine Matheson Holdings	330,000	3,400,793	1.41
Shenji Group Kunming Machine Tool	239,108	10,520,752	4.38
Yue Yuen Industrial Holdings	3,420,000	2,120,835	0.88
	609,500	2,195,662	0.91
<b>Infrastructure</b>		<b>1,263,505</b>	<b>0.53</b>
MTR	347,022	1,263,505	0.53
<b>Machine Tools</b>		<b>1,483,612</b>	<b>0.62</b>
Chen Hsong Holdings	2,574,000	1,483,612	0.62
<b>Metals</b>		<b>2,685,736</b>	<b>1.12</b>
China Metal International Holdings	3,286,000	1,061,146	0.44
Lung Kee (Bermuda) Holdings	2,400,625	1,624,590	0.68
<b>Oil &amp; Gas</b>		<b>12,479,487</b>	<b>5.19</b>
China Oilfield Services	2,456,000	5,283,215	2.20
CNOOC	3,046,500	7,196,272	2.99
<b>Property</b>		<b>22,887,285</b>	<b>9.51</b>
Cheung Kong Holdings	948,000	14,623,832	6.08
China Overseas Land & Investment	354,000	649,466	0.27
China Resources Enterprise	1,308,000	5,317,757	2.21
China Resources Land	1,264,000	2,296,230	0.95

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Real Estate</b>		<b>9,582,071</b>	<b>3.98</b>
Hang Lung Group	206,400	1,362,262	0.57
Henderson Land Development	843,332	5,750,533	2.39
Kerry Properties	177,000	922,278	0.38
Tai Cheung Holdings	2,038,000	1,546,998	0.64
<b>Retail</b>		<b>17,832,044</b>	<b>7.40</b>
Belle International Holdings	1,032,000	1,747,307	0.72
Dairy Farm International Holdings	600,452	5,554,181	2.31
Pou Sheng International Holdings	10,330,000	1,741,026	0.72
Li Ning	1,303,000	2,766,063	1.15
Luk Food Holdings	1,734,000	6,023,467	2.50
<b>Telecom Services</b>		<b>7,095,357</b>	<b>2.94</b>
China Communications Services	4,458,859	2,656,063	1.10
China Telecom	8,562,000	4,439,294	1.84
<b>Utilities</b>		<b>4,443,480</b>	<b>1.85</b>
Towngas China	2,837,000	1,350,500	0.56
Xiniao Gas Holdings	1,034,000	3,092,980	1.29
Total Financial Assets at Fair Value through Profit or Loss		224,291,658	93.22
Cash and other net assets		16,329,619	6.78
Total Net Assets Attributable to Redeemable Participating Shareholders		240,621,277	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		171,131,825	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Growth Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Aeon Credit Service Asia	-	176,000	Hopewell Highway Infrastructure	-	283,050
AIA Group	917,200	66,800	HSBC Holding	52,840	178,800
ASM Pacific Technology	41,700	14,100	Hutchison Whampoa	330,000	-
Bank of China	6,374,200	4,540,760	IDS Group	-	1,195,000
Beijing Jingkelong Supermarket Chain	-	557,000	Jardine Matheson	38,800	28,800
Belle International Holdings	1,237,000	205,000	Kingboard Chemicals	51,748	1,231,728
Cafe De Coral Holdings	-	296,000	Lee & Man Paper Manufacturing	3,961,000	-
Champion Real Estate Investment Trust	-	2,272,000	Lenovo Group	-	1,422,000
Cheung Kong Holdings	381,000	-	Li & Fung	564,525	-
Cheung Kong Infrastructure	775,285	-	Li Ning	111,000	-
China Bluechemical	-	632,000	Longfor Properties	-	466,500
China Communications Services	1,526,000	-	Luk Fook Holdings International	24,000	1,058,000
China Construction Bank	7,327,660	4,042,195	Minh Group	8,000	168,000
China Construction	496,440	496,440	Moiselle International	-	3,482,000
China Foods	812,000	880,000	MTR	1,736	-
China Longyuan Power	-	460,000	Next Media	-	1,692,000
China Mengniu Dairy	-	202,000	Pacific Textiles Holding	1,679,000	220,000
China Merchants Bank	1,521,000	-	Pou Sheng International	10,330,000	-
China Oilfield Services	1,338,000	26,000	Qingling Motors 'H'	-	1,276,000
China Res Enterprises	394,000	362,000	SA SA International	-	900,000
China Resources Land	332,000	-	Samson Holding	-	1,908,000
China Resources Power Holding	1,662,000	-	Shangri-La Asia	-	798,000
China Shanshui Cement Group	2,182,000	867,000	Shenji Group Kunming Machine	3,420,000	-
China Taiping Insurance Holding	930,400	-	Sino Gold Mining	-	189,972
China Telecom	4,508,000	-	Standard Chartered	72,874	168,304
CIMC Enric Holding	-	1,082,000	Swire Pacific "A"	-	8,500
CLP Holdings	306,500	-	Swire Pacific "B"	-	130,000
CNOOC	988,000	46,000	Tao Heung	942,000	-
Dah Chong Hong Holdings	2,204,000	477,000	Tencent Holdings	10,800	26,400
Dah Sing Banking Group	67,452	102,039	Texwinca Holdings	2,098,000	-
Dah Sing Finance Holdings	277,052	507,056	The Link Real Estate Investment Trust	1,622,310	132,000
Dairy Farm International	-	81,000	Times	2,097,000	4,194,000
Eldorado Gold	104,484	52,242	Towngas China	2,837,000	-
ENN Energy Holdings	88,000	128,000	Truly International Holdings	-	462,000
Esprit Holdings	10,498	559,498	Vitasoy International	350,000	774,000
First Pacific	2,694,000	-	Want Want China Holdings	-	59,000
Global Bio-Chem Technology	2,639,200	7,743,200	Wing Hang Bank	-	11,500
Greatview Aseptic Packaging	308,000	308,000	YGM Trading	99,000	99,000
Haitian International Holdings	-	1,138,000	Yue Yuen Industrial Holdings	63,000	25,500
Hang Lung Group	-	182,000			
Harbin Power Equity	1,552,000	160,000			
Henderson Land Development	1,029,332	496,000			
Hengan International Group	32,500	209,000			
Hong Kong & China Gas	896,633	1,476,330			

# First State Global Umbrella Fund p.l.c.

## First State Indian Subcontinent Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Indian Subcontinent Fund "The Fund"		
– Class I	97.68%	30.73%
– Class II	95.16%	29.34%
– Class I (Dist)	97.52%	30.66%
MSCI India Index (Total Return)	102.81%	20.95%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Indian equity market rose in 2010 with global equity markets as monetary policy remained accommodative in developed markets. The MSCI India Index gained 20.9% in US dollar terms, outperforming the MSCI Asia Pacific ex-Japan Index which increased by 18.4% and the MSCI World Index which was up by 12.3%.

**Tata Consultancy** had a positive impact on the fund's performance after it delivered strong results and **Dabur India** outperformed as investors were attracted by the positive outlook for consumption in India. **GlaxoSmithKline Consumer** rose as investors sought quality companies with strong growth profiles.

On the negative side, **Satyam Computer** lost ground as there was increasing uncertainty over the turnaround of its business and **Container Corp of India** underperformed on profit taking as it was looking expensive. **Max India** lagged due to changes in the regulatory environment.

Significant new positions included **Dr Reddy's Laboratories**, a quality pharmaceuticals company with exposure to India, Eastern Europe and the US, and **Wipro**, a high quality IT franchise with investments in water and consumer businesses. We also purchased

**GlaxoSmithKline Consumer**, a consumer healthcare company with strong underpenetrated brands.

We sold **Hindalco Industries** as we believe that investors are underestimating the risks associated with cyclical businesses like this one. We also sold **Kotak Mahindra Bank** and **ABB India** on valuation concerns.

We believe that interest rates will have to rise much higher before inflation stabilises. India's border disputes with Pakistan and China continue to be significant risks for the subcontinent. Nevertheless, we remain very positive about the long-term outlook for Indian equities. There are a number of companies which offer good growth potential over the long-term, but many of our preferred stocks seem to offer little scope for significant appreciation over the short-term.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c. First State Indian Subcontinent Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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## **Class I**

Dec 2008	US\$ 83,104,368	US\$18.09
Dec 2009	US\$167,589,563	US\$35.76
Dec 2010	US\$274,922,144	US\$46.75

## **Class II**

Dec 2008	US\$ 404,197	US\$11.98
Dec 2009	US\$ 788,649	US\$23.38
Dec 2010	US\$ 899,018	US\$30.24

## **Class I Distributing**

Dec 2008	US\$ 583,609	US\$17.95
Dec 2009	US\$ 4,827,714	US\$35.45
Dec 2010	US\$ 6,851,730	US\$46.32

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

## **Class I**

Dec 2001	US\$ 9.49	US\$ 4.76
Dec 2002	US\$ 6.81	US\$ 4.97
Dec 2003	US\$10.54	US\$ 5.07
Dec 2004	US\$13.91	US\$ 7.89
Dec 2005	US\$20.20	US\$12.20
Dec 2006	US\$26.30	US\$17.08
Dec 2007	US\$42.05	US\$23.30
Dec 2008	US\$42.65	US\$15.94
Dec 2009	US\$35.76	US\$16.17
Dec 2010	US\$48.16	US\$34.16

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

## **Class II**

Dec 2001	NA*	US\$ 3.32
Dec 2002	NA*	US\$ 3.46
Dec 2003	NA*	US\$ 3.52
Dec 2004	NA*	US\$ 5.42
Dec 2005	NA*	US\$ 8.33
Dec 2006	NA*	US\$11.57
Dec 2007	NA*	US\$15.64
Dec 2008	NA*	US\$10.57
Dec 2009	NA*	US\$10.68
Dec 2010	NA*	US\$22.31

## **Class I Distributing**

Dec 2005	US\$20.20	US\$15.75
Dec 2006	US\$25.97	US\$17.08
Dec 2007	US\$41.50	US\$23.01
Dec 2008	US\$42.09	US\$15.81
Dec 2009	US\$35.45	US\$16.04
Dec 2010	US\$47.72	US\$33.86

\* No further Class II shares have been offered since 30 July 1999

# First State Global Umbrella Fund p.l.c.

## First State Indian Subcontinent Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Automotive</b>		<b>8,878,964</b>	<b>3.14</b>	<b>Food &amp; Beverages</b>		<b>18,397,157</b>	<b>6.51</b>
Mahindra & Mahindra	510,124	8,878,964	3.14	GlaxoSmithKline			
				Consumer Healthcare	209,933	10,979,341	3.89
<b>Banks</b>		<b>1,986,145</b>	<b>0.70</b>	Nestle India	86,143	7,417,816	2.62
National Development Bank	632,432	1,986,145	0.70	<b>Healthcare</b>		<b>10,372,859</b>	<b>3.67</b>
				Dabur	4,626,140	10,372,859	3.67
<b>Basic Materials</b>		<b>19,068,147</b>	<b>6.74</b>	<b>Hotel</b>		<b>2,750,980</b>	<b>0.97</b>
Asian Paints	64,813	4,167,472	1.47	Indian Hotels	1,124,128	2,428,780	0.86
Castrol	640,543	6,565,172	2.32	Trent CCPS A	16,186	322,200	0.11
EID Parry India	12,026	74,695	0.03				
Tata Chemicals	937,651	8,260,808	2.92	<b>Industrials</b>		<b>56,774,219</b>	<b>20.08</b>
<b>Computer/Software</b>		<b>39,020,252</b>	<b>13.80</b>	ACC	219,578	5,282,445	1.87
Infosys Technologies	108,338	8,342,220	2.95	Ambuja Cements	1,787,887	5,726,357	2.03
Satyam Computer Services	3,446,554	5,099,296	1.80	Bosch	9,515	1,335,420	0.47
Tech Mahindra	323,181	5,077,216	1.80	Container Corporation of India	309,021	8,757,784	3.10
Tata Consultancy Services	334,163	8,712,080	3.08	Grasim Industries	124,307	6,513,398	2.30
Wipro	1,072,989	11,789,440	4.17	Great Eastern Shipping	499,336	3,844,697	1.36
<b>Consumer</b>		<b>20,820,272</b>	<b>7.38</b>	Marico Industries	4,847,310	12,977,477	4.59
Colgate-Palmolive	117,900	2,293,789	0.81	MAX India	1,935,073	6,381,716	2.26
Godrej Consumer Products	358,076	3,098,627	1.10	Thermax	227,986	4,409,038	1.56
Godrej Industries	224,108	957,634	0.34	Ultratech Cement	63,746	1,545,887	0.54
Hindustan Unilever	1,711,054	11,974,699	4.24	<b>Medical</b>		<b>21,655,224</b>	<b>7.66</b>
Titan Industries	7,682	617,678	0.22	Cipla	341,970	2,828,461	1.00
Trent	72,840	1,570,108	0.56	Dr Reddys Laboratories	237,584	8,836,201	3.13
Trent CCPS B	16,186	307,737	0.11	GlaxoSmithKline Pharmaceuticals	47,577	2,487,391	0.88
<b>Diversified Resources</b>		<b>4,865,429</b>	<b>1.73</b>	Lupin	338,445	3,652,042	1.29
Aitken Spence	1,009,447	1,544,599	0.55	Sun Pharma Advanced Research	251,100	527,361	0.18
Hemas Holdings	5,825,500	2,309,831	0.82	Sun Pharmaceutical	306,435	3,323,768	1.18
John Keells Holdings	377,111	1,010,999	0.36	<b>Telecommunications</b>		<b>25,439,108</b>	<b>9.00</b>
<b>Finance</b>		<b>7,958,792</b>	<b>2.82</b>	Bharti Airtel	1,983,995	15,921,660	5.63
Ascendas India Trust	1,657,000	1,201,942	0.43	Idea Cellular	6,118,262	9,517,448	3.37
Commercial Bank of Ceylon	980,249	2,287,866	0.81				
Housing Development Finance	274,330	4,468,984	1.58				

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c. First State Indian Subcontinent Fund

## Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Utilities</b>		<b>20,477,617</b>	<b>7.24</b>
NTPC	1,228,788	5,514,567	1.95
Tata Power	489,911	14,963,050	5.29
Total Financial Assets at Fair Value through Profit or Loss		258,465,165	91.44
Cash and other net assets		24,207,727	8.56
Total Net Assets Attributable to Redeemable Participating Shareholders		282,672,892	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		190,571,073	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Indian Subcontinent Fund

### Portfolio Changes (unaudited)

	Purchased		Sold			Purchased		Sold	
Financial Assets at Fair Value Through Profit or Loss	Number of shares	Number of shares			Financial Assets at Fair Value Through Profit or Loss	Number of shares	Number of shares		
ACC	264,786	99,622			Tata Power	136,657			-
Aitken Spence & Co	1,065,162	552,415			Tech Mahindra	323,181			-
Ambuja Cements	597,200	2,496,040			Thermax	34,000			25,540
Ascendas India REIT	764,000	2,213,000			Titan Industries	-			10,969
Asea Brown Boveri India	-	77,330			Trent Limited CCPS A INR10	16,186			-
Asian Paints	14,400	-			Trent Limited CCPS B INR10	16,186			-
Axis Bank	79,147	79,147			Trent Limited CCPS Basket	32,373			32,373
Bharti Airtel	945,555	377,041			Trent Limited INR10	-			72,840
Bosch	36,600	-			Ultratech Cement	63,746			-
Castrol	640,543	-			Wipro	1,072,989			456,889
Cipla	129,073	-			Yes Bank	-			179,631
Colgate-Palmolive	60,302	-			Trent Ltd 2% 07/07/10	-			7,500
Commercial Bank of Ceylon	567,983	723,700							
Container Corp of India	309,021	-							
Dabur India	2,499,550	3,628,510							
Distilleries Co of Sri Lanka	-	670,100							
Dr Reddys Laboratories	317,024	79,440							
EID Parry India	12,026	-							
GlaxoSmithkline Consumer Healthcare	209,933	-							
Glaxosmithkline Pharmaceuticals	64,782	17,205							
Godrej Consumer Products	-	296,150							
Godrej Industries	25,500	246,300							
Great Eastern Shipping	499,336	-							
Hemas Holdings	4,660,400	-							
Hindalco Industries	-	1,289,149							
Hindustan Unilever	1,082,788	1,236,699							
Housing Development Finance	494,200	352,512							
Idea Cellular	2,858,063	-							
Indian Bank	370,229	501,610							
Indian Hotels	495,508	627,650							
Infosys Technologies	-	87,086							
John Keells Holdings	-	1,636,490							
Kotak Mahindra Bank	63,560	127,120							
Lupin	338,445	-							
Mahindra & Mahindra	396,394	-							
Marico	3,407,173	-							
Max India	1,565,600	-							
National Development Bank	-	498,718							
Nestle India	-	60,221							
NTPC	1,228,788	-							
Pidilite Industries	19,210	19,210							
Satyam Computer Services	2,386,843	736,592							
Sun Pharmaceuticals	285,048	145,450							
Tata Chemicals	498,341	382,792							
Tata Consultancy Services	61,300	256,819							

# First State Global Umbrella Fund p.l.c.

## First State Global Bond Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Global Bond Fund "The Fund"		
- Class I	1.88%	1.79%
- Class III	2.68%	2.61%
Citigroup World Govt Bond - 1		
Year	2.55%	5.17%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Most global bond yields fell over the year ended 31 December 2010. Despite some strong monthly movements, yields on US Treasuries ended 2010 lower than where they began. Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data, particularly among developed economies, improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

The US economic recovery continued in 2010 with US GDP growth recorded in each of the first three quarters of the year, although momentum slowed to 1.7% (y/y) in the June quarter before accelerating to 2.5% (y/y) in the September quarter. US activity indicators were positive throughout the year with both the ISM manufacturing and non-manufacturing indices remaining above the 50 point expansion level. CPI inflation fell over the year, with core CPI (ex-food and energy) falling to its lowest annual level of 0.6% in October since 1957. Despite this, most consumer activity and spending indices remained weak in 2010 in response to the benign US employment market. The

Conference Board consumer confidence index peaked in May but ended the year 2.1% below its December 2009 level.

The Federal Open Market Committee retained its funds target range at 0.00%-0.25% throughout 2010. The Committee stated that the economic recovery is continuing 'at a rate that has been insufficient to bring down unemployment.'

Elsewhere, bond markets followed the same pattern as in the US, with yields falling at the beginning of the year, particularly in the eurozone where the sovereign debt crisis resulted in the IMF/EU 750 billion bailout of Greece in April, before rising as the crisis appeared to subside following the 67.5 billion bailout of Ireland in November. Eurozone GDP grew by 1.9% (y/y) in the September quarter, which further contributed to rising investor risk appetite. By the end of the year, the benchmark bond yields in the eurozone, the UK and Japan had declined to 2.90%, 3.39% and 1.10% respectively.

The European Central Bank kept its policy rate anchored at 1.0% throughout 2010 in response to an uneven recovery in the Eurozone as well as continuing fears about the viability of some banks. It was a similar story in the UK where the UK Monetary Policy Committee left rates unchanged, with the Bank of England benchmark rate held at 0.5% and the stock of asset purchases maintained at £200 billion. The UK coalition government announced the results of a Comprehensive Spending Review on 20 October. The Review, designed to cut the budgets of UK government departments (excluding health and education) by around 20%, identified 496,000 job cuts that are likely to occur by 2014-15. The Bank of Japan (BOJ) lowered the benchmark interest rate to 0.0%-0.1% from the previous 0.1% target during the December quarter.

The global economic recovery is likely to continue in 2011, albeit with a slight moderation in economic growth momentum as fiscal austerity measures in the eurozone begin to take hold, and the deleveraging process continues to temper consumer spending, particularly in the developed world. Solvency concerns within peripheral eurozone countries will be ongoing in 2011, however, it is expected that contagion will be contained by EU/IMF support. Inflation is also expected to remain elevated throughout the year and surprise on the upside in response to loose monetary policy settings, US quantitative easing and rising commodity price pressures.

Our strategy remained biased to shortening the portfolio in 2010 across the US, UK and Europe. Our short duration strategy was rewarded and duration management added value, particularly in the second half of the year when government bond yields rose sharply. However, as yields rose during December, we reduced the size of the short duration strategy across most markets. Japan remained the exception where we have retained a modest long duration strategy given deflationary pressures and continuing weak economic data releases.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Bond Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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### **Class I**

Dec 2008	US\$ 8,734,502	US\$16.49
Dec 2009	US\$ 8,229,591	US\$16.80
Dec 2010	US\$ 7,445,725	US\$17.10

### **Class III**

Dec 2008	US\$10,834,578	US\$17.52
Dec 2009	US\$10,253,056	US\$17.99
Dec 2010	US\$10,427,615	US\$18.46

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

### **Class I**

Dec 2001	US\$11.03	US\$ 9.64
Dec 2002	US\$12.27	US\$ 9.79
Dec 2003	US\$13.88	US\$11.53
Dec 2004	US\$15.14	US\$12.48
Dec 2005	US\$14.98	US\$12.98
Dec 2006	US\$14.27	US\$13.06
Dec 2007	US\$15.65	US\$13.61
Dec 2008	US\$16.90	US\$14.84
Dec 2009	US\$17.53	US\$15.00
Dec 2010	US\$17.68	US\$15.75

### **Class III**

Dec 2001	US\$11.23	US\$ 9.59
Dec 2002	US\$12.62	US\$ 9.79
Dec 2003	US\$14.40	US\$11.64
Dec 2004	US\$15.86	US\$12.75
Dec 2005	US\$15.70	US\$13.45
Dec 2006	US\$14.91	US\$13.57
Dec 2007	US\$16.48	US\$14.29
Dec 2008	US\$17.89	US\$15.75
Dec 2009	US\$18.76	US\$15.95
Dec 2010	US\$19.06	US\$16.93

# First State Global Umbrella Fund p.l.c.

## First State Global Bond Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Canadian Dollar</b>		<b>338,275</b>	<b>1.89</b>	<b>Japanese Yen (continued)</b>			
Canadian (Govt of)				Japan (Govt of) 0.3%			
4.25% 01/06/2018	310,000	338,275	1.89	20/09/2015	35,000,000	428,823	2.40
<b>Euro</b>		<b>5,065,378</b>	<b>28.34</b>	Japan (Govt of) 0.5%			
Belgium (Govt of) 4%				20/03/2015	20,000,000	247,541	1.39
28/03/2019	100,000	135,553	0.76	Japan (Govt of) 0.9%			
BTP Italy 4.5% 01/02/				20/12/2012	20,000,000	249,397	1.40
2020	200,000	264,727	1.48	Japan (Govt of) 1%			
Cassa Depositi e Prestiti				20/09/2013	50,000,000	627,896	3.51
3% 31/01/2013	250,000	334,953	1.87	Japan (Govt of) 1.1%			
France (Govt of) 4%				20/06/2020	141,000,000	1,739,543	9.73
25/10/2038	150,000	205,250	1.15	Japan (Govt of) 2.3%			
France (Govt of) 5.75%				20/03/2039	25,000,000	327,303	1.83
25/10/2032	110,000	188,083	1.05	Japan (Govt of) 2.3%			
German 0% T-Bill				20/06/2027	75,000,000	997,522	5.58
26/01/2011	1,900,000	2,536,379	14.19	<b>Swedish Krona</b>		<b>144,452</b>	<b>0.81</b>
Italy Buoni Poliennali Del				Sweden (Govt of) 4.5%			
Tesoro 3.75% 01/08/				12/08/2015	900,000	144,452	0.81
2015	250,000	334,626	1.87	<b>Sterling Pound</b>		<b>1,007,510</b>	<b>5.64</b>
Italy Buoni Poliennali Del				UK Treasury 3.25%			
Tesoro 5% 01/08/				07/12/2011	400,000	634,593	3.55
2034	170,000	216,795	1.21	UK Treasury 4.25%			
Italy Buoni Poliennali Del				07/03/2036	240,000	372,917	2.09
Tesoro 5% 01/08/				<b>United States Dollars</b>		<b>4,472,835</b>	<b>25.03</b>
2039	50,000	63,121	0.35	European Investment			
Netherlands (Govt of) 4%				Bank 2.625% 16/05/			
15/01/2037	100,000	144,141	0.81	2011***	200,000	201,577	1.13
Netherlands (Govt of) 5%				US 0% T-Bill 14/04/			
15/07/2011	100,000	136,756	0.77	2011	500,000	499,786	2.80
Spain (Govt of) 3%				US 0% T-Bill 17/03/			
30/04/2015	295,000	372,866	2.09	2011	800,000	799,705	4.47
Spain (Govt of) 4.85%				US Treasury 3.625%			
31/10/2020	50,000	63,692	0.36	15/02/2020	50,000	51,719	0.29
Spain (Govt of) 4.9%				US Treasury Bond 3.5%			
30/07/2040	60,000	68,436	0.38	15/02/2039	530,000	451,162	2.52
<b>Japanese Yen</b>		<b>5,565,006</b>	<b>31.14</b>	US Treasury Note 1.25%			
Deutsche Bahn Finance				31/08/2015	500,000	485,625	2.72
1.65% 01/12/2014	65,000,000	823,882	4.61	US Treasury Note			
Japan (Govt of) 0.3%				1.875% 28/02/2014	700,000	716,187	4.01
15/09/2011***	10,000,000	123,099	0.69	US Treasury Note 2.75%			
				15/02/2019	200,000	196,812	1.10

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State Global Bond Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollars (continued)</b>			
US Treasury Note			
3.375% 15/11/2019	600,000	610,875	3.42
US Treasury Note 3.5%			
15/05/2020	450,000	459,387	2.57
Total Bonds		16,593,456	92.85
<b>Future Contracts</b>		<b>43,432</b>	<b>0.24</b>
CBT 10 Year U.S. Notes			
Mar 11	(12)	38,815	0.22
EURX Euro Bund Mar 11	(3)	2,168	0.01
Long LIFF Gilt Mar 11	(2)	2,449	0.01
Total Financial Assets at Fair Value Through Profit or Loss		16,636,888	93.09
<b>Future Contracts</b>		<b>(649)</b>	<b>-</b>
CBT 2 Year U.S. Notes			
Mar 11	2	(563)	-
EURX Euro Schatz Mar 11	(6)	(86)	-
Total Financial Liabilities at Fair Value through Profit or Loss		(649)	-
Cash and other net assets		1,237,101	6.91
Total Net Assets Attributable to Redeemable Participating Shareholders		17,873,340	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		16,559,968	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Global Bond Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased		Sold		
	Number of Shares	Number of Shares	Number of Shares	Number of Shares	
Belgian (Govt of) 4% 28/03/2019	100,000	-	EUX Euro-Bund March 2010	9	5
BTP Italy 4.5% 01/02/2020	200,000	-	EUX Euro-Bund March 2011	2	5
Bundesobligation 2.5% 27/02/2015	160,000	160,000	EUX Euro-Bund September 2010	7	7
Bundesrepub Deutschland 5.25% 04/07/2010	-	175,000	EUX Euro-Schatz December 2010	14	14
Bundesrepublik 3.25% 04/01/2020	100,000	100,000	EUX Euro-Schatz June 2010	6	6
Bundesrepublik 4.75% 04/07/2034	50,000	320,000	EUX Euro-Schatz March 2011	-	6
Bundesrepublik Deutschland 4.25% 04/01/2014	-	300,000	EUX Euro-Schatz September 2010	12	12
Italy Buoni Poliennali Del Tesoro 5% 01/08/2034	-	100,000	EUX-Euro-Schatz March 2010	6	-
CBT 10YR US Treasury Note December 2010	59	59	France (Govt of) 5.5% 25/04/2010	-	1,615,000
CBT 10YR US Treasury Note March 2011	11	23	General Electric 1.45% 10/11/2011	-	70,000,000
CBT US 10 YR Treasury Note June 2010	22	22	German Treasury Bill 13/10/210	2,200,000	2,200,000
CBT US 10 YR Treasury Note March 2010	23	5	German Treasury Bill 17/03/2020	-	600,000
CBT US 10 YR Treasury Note September 2010	20	20	German Treasury Bill 26/01/2011	2,200,000	300,000
CBT US 2 YR Treasury Note December 2010	7	7	Hellenic (Rep) 6.1% 20/08/2015	370,000	370,000
CBT US 2YR Note March 2011	6	4	Hellenic 3.7% 20/07/2015	-	400,000
CBT US 5YR Treasury Note December 2010	6	6	Japan (Govt of) 0.3% 20/09/2015	35,000,000	-
CBT US 5YR Treasury Note June 2010	6	6	Japan (Govt of) 0.3% 15/09/2011	70,000,000	60,000,000
CBT US 5YR Treasury Note March 2010	6	-	Japan (Govt of) 1.1% 20/06/2020	141,000,000	-
CBT US 5YR Treasury Note September 2010	6	6	Japan (Govt of) 1.1% 21/03/2011	-	70,000,000
Depfa ACS Bank 1.65% 20/12/2016	-	20,000,000	Japan (Govt of) 1.5% 20/03/2019	47,000,000	72,000,000
Eurex Euro-Bobl Future December 2010	2	2	Japan (Govt of) 2.30% 20/03/2039	-	6,000,000
Eurex Euro-Bobl Future June 2010	3	3	Japan (Govt of) 0.5% 20/03/2015	20,000,000	-
Eurex Euro-Bobl Future September 2010	3	3	Japan (Govt of) 1.3% 20/09/2019	90,000,000	90,000,000
EUX Euro-Bund December 2010	17	17	Japan (Govt of) 0.6% 15/12/210	50,000,000	75,000,000
EUX Euro-Bund June 2010	7	7	LIFFE Long Gilt December 2010	4	4
			LIFFE Long Gilt March 2011	-	2
			LIFFE Long Gilt September 2010	1	1
			LIFFE Long Gilt March 2010	2	-

# First State Global Umbrella Fund p.l.c.

## First State Global Bond Fund

### Portfolio Changes (unaudited) (continued)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of Shares	Number of Shares
OAT France 3.75% 25/10/2019	300,000	300,000
OAT France 5.75% 25/10/2032	110,000	-
Spain (Govt of) 3% 30/04/2015	295,000	-
Spain (Govt of) 4.85% 31/10/2020	50,000	-
UK Treasury Bill 15/11/2010	400,000	400,000
UK Treasury 3.25% 07/12/2011	400,000	-
UK Treasury 3.75% 07/09/2019	100,000	200,000
UK Treasury 4.75% 07/06/2010	150,000	450,000
US Treasury Bill 06/05/2010	-	300,000
US Treasury Bill 25/02/2010	-	1,900,000
US Treasury Bill 14/04/2011	500,000	-
US Treasury Bill 17/03/2011	800,000	-
US Treasury Bill 0% 29/07/2010	2,200,000	2,200,000
US Treasury 0% T Bill 16/09/2010	900,000	900,000
US Treasury 0% T Bill 16/12/2010	450,000	450,000
US Treasury 0% T Bill 18/11/2010	1,900,000	1,900,000
US Treasury 3.5% 15/02/2010	-	300,000
US Treasury 3.625% 15/02/2020	400,000	350,000
US Treasury Bond 3.5% 15/02/2039	100,000	-
US Treasury Note 1.25% 31/08/2015	500,000	-
US Treasury Note 1.875% 28/02/2014	400,000	-
US Treasury Note 3.375% 15/11/2019	400,000	500,000
US Treasury Note 3.5% 15/05/2020	450,000	-

# First State Global Umbrella Fund p.l.c.

## First State High Quality Bond Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State High Quality Bond Fund "The Fund"		
- Class I (Dist)	3.51%	4.41%
- Class III	4.38%	5.31%
Barclays Capital Gov't/Corp Index	4.52%	6.59%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Despite some strong monthly movements, yields on US Treasuries ended 2010 lower than where they began. Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data, particularly among developed economies, improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

In December, President Barack Obama struck a deal with Congressional Republicans that should result in the so-called 'Bush-era tax cuts' being extended for a further two years. The deal amounts to around 2.0% of GDP (\$858 million) in new stimulus measures over 2011, including the extension of unemployment benefits. President Obama urged US Senate lawmakers to pass the tax cuts as swiftly as possible following the release of US non-farm payrolls data on 3 December, which showed a deterioration in the US unemployment rate to a seven-month high of 9.8% in November.

The US economic recovery continued in 2010 with US GDP growth recorded in each of the first three quarters of the year, although momentum slowed to 1.7% (y/y) in the June quarter before accelerating to 2.5% (y/y) in the September quarter. US activity indicators were positive

throughout the year with both the ISM manufacturing and non-manufacturing indices remaining above the 50 point expansion level. CPI inflation fell over the year, with core CPI (ex-food and energy) falling to its lowest annual level of 0.6% in October since 1957. Despite this, most consumer activity and spending indices remained weak in 2010 in response to the benign US employment market. The Conference Board consumer confidence index peaked in May but ended the year 2.1% below its December 2009 level.

The Federal Open Market Committee retained its funds target range at 0.00%-0.25% throughout 2010. The Committee stated that the economic recovery is continuing 'at a rate that has been insufficient to bring down unemployment.'

The global economic recovery is likely to continue in 2011 albeit with a slight moderation in economic growth momentum as fiscal austerity measures in the eurozone begin to take hold and the deleveraging process continues to temper consumer spending, particularly in the developed world. Solvency concerns within the peripheral eurozone countries will be ongoing in 2011, although it is expected that contagion will be contained by EU/IMF support. Inflation is also expected to remain elevated throughout the year and surprise on the upside in response to loose monetary policy settings, US quantitative easing and rising commodity price pressures.

Our strategy remained biased to shortening the portfolio in 2010. Our short duration strategy was rewarded and duration management added value, particularly in the second half of the year when government bond yields rose sharply. However, as yields rose during December, we reduced the size of the short duration strategy. Although on valuation grounds we could be closer to neutral, we have retained a 37.5% short position.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State High Quality Bond Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

### ***Class I Distributing***

Dec 2008	US\$ 2,464,132	US\$13.32
Dec 2009	US\$ 1,683,838	US\$13.34
Dec 2010	US\$ 1,985,569	US\$13.53

### ***Class III***

Dec 2008	US\$44,522,435	US\$17.14
Dec 2009	US\$54,958,520	US\$17.89
Dec 2010	US\$57,773,088	US\$18.84

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

### ***Class I Distributing***

Dec 2001	US\$ 12.84	US\$11.04
Dec 2002	US\$ 13.61	US\$11.66
Dec 2003	US\$ 14.28	US\$12.77
Dec 2004	US\$ 14.03	US\$12.60
Dec 2005	US\$ 13.95	US\$12.68
Dec 2006	US\$ 12.96	US\$12.36
Dec 2007	US\$ 12.89	US\$12.09
Dec 2008	US\$ 13.32	US\$12.25
Dec 2009	US\$ 13.42	US\$12.54
Dec 2010	US\$ 13.89	US\$13.15

### ***Class III***

Dec 2001	US\$ 13.39	US\$11.21
Dec 2002	US\$ 14.36	US\$11.98
Dec 2003	US\$ 15.13	US\$13.22
Dec 2004	US\$ 15.27	US\$13.38
Dec 2005	US\$ 15.65	US\$14.01
Dec 2006	US\$ 15.17	US\$14.20
Dec 2007	US\$ 16.23	US\$14.94
Dec 2008	US\$ 17.14	US\$15.75
Dec 2009	US\$ 18.00	US\$16.39
Dec 2010	US\$ 19.31	US\$17.88

# First State Global Umbrella Fund p.l.c.

## First State High Quality Bond Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar</b>		<b>57,132,588</b>	<b>95.61</b>	<b>United States Dollar (continued)</b>			
Anglo American Capital 9.375% 08/04/2019	500,000	659,635	1.10	Enel Finance 5.125% 07/10/2019 ***	500,000	494,980	0.83
Anheuser-Busch InBev Worldwide 7.75% 15/01/2019***	400,000	495,310	0.83	ENI SPA 4.15% 01/10/ 2020***	250,000	239,894	0.40
AT&T 5.8% 15/02/ 2019***	750,000	839,934	1.41	European Investment Bank 2.625% 16/05/ 2011***	300,000	302,365	0.51
BAE Systems Holdings 5.2% 15/08/2015	250,000	268,987	0.45	European Investment Bank 4.625% 20/10/ 2015	500,000	550,900	0.92
Banco Del Estado 4.125% 07/10/2020	250,000	237,283	0.40	Export-Import Bank China 5.25% 29/07/ 2014	1,000,000	1,081,200	1.81
Bank of America 5.75% 01/12/2017***	500,000	515,456	0.86	Federal Farm Credit Bank 4.875% 16/12/ 2015***	1,000,000	1,117,838	1.87
Barclays Bank 6.75% 22/05/2019	500,000	558,850	0.94	Federal Home Loan Mortgage 1.5% 07/01/2011***	1,000,000	1,000,211	1.67
BAT International Finance 9.5% 15/11/ 2018***	500,000	653,503	1.09	Federal Home Loan Mortgage 2.5% 23/04/2014***	1,800,000	1,862,167	3.12
BlackRock 5% 10/12/ 2019	500,000	517,446	0.87	Federal National Mortgage 6.25% 15/05/2029	675,000	808,626	1.35
Celulosa Arauco 5% 21/01/2021	250,000	247,302	0.41	Federal National Mortgage Association 6% 15/05/2011***	450,000	459,628	0.77
China Government International Bond 4.75% 29/10/2013	500,000	544,050	0.91	Federal National Mortgage Association 6.125% 15/03/2012	1,000,000	1,067,500	1.79
Citigroup 5.625% 27/08/2012	900,000	930,654	1.56	Federal National Mortgage Association 6.25% 01/02/ 2011***	220,000	221,104	0.37
Comcast 5.875% 15/02/2018 ***	500,000	553,593	0.93	FNMA 2.875% 11/12/ 2013	1,000,000	1,048,440	1.75
Deutsche Bank 4.875% 20/05/2013	500,000	533,435	0.89	General Electric Capital 6% 15/06/2012	200,000	213,238	0.36
Deutsche Telekom International Finance 6.75% 20/08/2018	500,000	580,730	0.97	Goldman Sachs 6.15% 01/04/2018	500,000	541,850	0.91
Dexus Property Group 7.125% 15/10/ 2014***	250,000	275,023	0.46				
E.ON International Finance 5.8% 30/04/ 2018***	500,000	561,990	0.94				
EDF 6.5% 26/01/2019 ***	1,000,000	1,167,750	1.95				

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State High Quality Bond Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar (continued)</b>				<b>United States Dollar (continued)</b>			
GS Caltex 6% 08/08/ 2016***	500,000	534,815	0.89	QBE Insurance 9.75% 14/03/2014***	250,000	295,568	0.49
HKCG Finance 6.25% 07/08/2018	500,000	559,500	0.94	Ras Laffan Liquefied Natural Gas Co 5.298% 30/09/2020	625,000	633,857	1.06
Home Depot 5.4% 01/03/2016	500,000	557,701	0.93	Rio Tinto Finance 6.5% 15/07/2018***	500,000	578,100	0.97
HSBC Capital Funding 4.61% Perp	1,000,000	936,300	1.57	SABMiller 6.625% 15/08/2033	350,000	381,985	0.64
Hutchison Whampoa International 6.5% 13/02/2013	500,000	540,050	0.90	SPI Electricity & Gas 5.75% 14/09/2016	250,000	269,000	0.45
Iberdrola Finance Ireland Ltd 5% 11/09/2019	500,000	475,635	0.80	Swire Pacific MTN Financing Ltd 5.5% 19/08/2019	400,000	408,320	0.68
International Bank for Reconstruction & Development 0.5% 05/12/2022***	1,500,000	993,645	1.66	Telecom Italia Capital 6.999% 04/06/2018	250,000	267,150	0.45
International Business Machines 7.625% 15/10/2018***	500,000	633,896	1.06	Telemar Norte 5.5% 23/10/2020***	250,000	241,028	0.40
Italian Republic 5.375% 15/06/2033	250,000	228,443	0.38	Tesco 5.5% 15/11/ 2017***	500,000	552,443	0.92
JPMorgan Chase & Co 6% 15/01/2018***	500,000	556,527	0.93	Unilever Capital 5.9% 15/11/2032	500,000	549,657	0.92
Li & Fung 5.25% 13/05/2020	250,000	252,563	0.42	United States Treasury Bond 6.25% 15/05/ 2030	225,000	287,086	0.48
MISC Capital 6.125% 01/07/2014	500,000	538,550	0.90	United States Treasury Note 4.25% 15/08/ 2013	2,485,000	2,703,991	4.52
National Australia Bank 5.35% 12/06/2013	1,000,000	1,078,596	1.80	US 0% T-Bill 14/04/ 2011	4,500,000	4,498,075	7.53
Newmont Mining Corp 5.125% 01/10/ 2019***	250,000	272,091	0.46	US Treasury 0.875% 29/02/2012	2,000,000	2,011,719	3.37
Nokia Corp 5.375% 15/05/2019	250,000	262,065	0.44	US Treasury Bill 4.625% 15/02/2017	2,085,000	2,344,322	3.92
Optus Finance Pty 4.625% 15/10/ 2019***	500,000	499,010	0.85	US Treasury Note 2.375% 28/02/2015	1,000,000	1,029,453	1.72
Pearson Dollar Finance 6.25% 06/05/ 2018***	500,000	544,669	0.91	US Treasury Note 2.625% 15/08/2020	450,000	425,109	0.71
Pfizer 6.2% 15/03/2019	500,000	584,735	0.98	US Treasury Note 3% 31/08/2016	1,000,000	1,036,875	1.74
				US Treasury Note 3.5% 15/02/2039	3,500,000	2,979,375	4.99

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar (continued)</b>			
US Treasury Note 4.5%			
15/02/2036	400,000	409,000	0.68
US Treasury Note			
5.375% 15/02/2031	370,000	427,928	0.72
US Treasury Note 6.25%			
15/08/2023	100,000	125,031	0.21
Veolia Environnement			
6% 01/06/2018***	500,000	557,090	0.93
Verizon Communications			
6.35% 01/04/ 2019***	500,000	574,181	0.96
Vodafone Group 5.45%			
10/06/2019	500,000	545,550	0.91
WEA Finance 7.5%			
02/06/2014***	400,000	453,447	0.76
Wells Fargo 5.625%			
11/12/2017***	500,000	553,866	0.93
Woodside Finance 8.75%			
01/03/2019***	250,000	310,975	0.52
Woolworths 4% 22/09/ 2020***	500,000	482,744	0.81
Total Bonds		57,132,588	95.61

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Future Contracts</b>			
		<b>287,419</b>	<b>0.48</b>
CBOT 10 Year U.S. Notes			
Mar 11	(93)	287,419	0.48
Total Financial Assets at Fair Value through Profit or Loss		57,420,007	96.09
<b>Future Contracts</b>			
		<b>(93,968)</b>	<b>(0.16)</b>
CBOT U.S. Notes Mar 11	11	(51,641)	(0.09)
CBOT 5 Year U.S. Notes			
Mar 11	20	(37,547)	(0.06)
CBOT 2 Year U.S. Notes			
Mar 11	17	(4,780)	(0.01)
Total Financial Liabilities at Fair Value through Profit or Loss		(93,968)	(0.16)
Cash and other net assets		2,432,618	4.07
Total Net Assets Attributable to Redeemable Participating Shareholders		59,758,657	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		54,144,943	

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State High Quality Bond Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of Shares	Number of Shares		Number of Shares	Number of Shares
ANZ National 6.2% 19/07/2013	-	1,000,000	Commonwealth Bank of Australia 5% 15/10/2019	-	500,000
BAE Systems Holdings 5.2% 15/08/2015	250,000	-	Credit Suisse 4.875% 15/01/2015	-	1,000,000
Banco Del Estado 4.125% 07/10/2020	250,000	-	DBS Capital Funding Corp 7.657% VRN Perp	-	650,000
BNP Paribas 2.875% 11/06/2012	-	1,000,000	ENI SPA 4.15% 01/10/2020	250,000	-
CBT 10 YR US Treasury Note December 2010	358	358	FHLMC 6.875% 15/09/2010	-	650,000
CBT 10 YR US Treasury Note March 2011	60	153	France Telecom 7.75% VRN 01/03/2011	-	600,000
CBT US 10 YR Treasury Note June 10	173	173	Gen Elec Cap 6.75% 15/03/2032	-	250,000
CBT US 10 YR Treasury Note March 10	148	18	HSBC Bank 5.875% 01/11/2034	-	250,000
CBT US 10 YR Treasury Note September 2010	154	154	JP Morgan 6% 15/01/2018	-	400,000
CBT US 2 YR Note March 2011	17	-	KPN NV 8% 01/10/2010	-	400,000
CBT US 2 YR Treasury Note December 2010	38	38	Li & Fung 5.25% 13/05/2020	250,000	-
CBT US 2 YR Treasury Note June 2010	25	25	Nokia Corp 5.375% 15/05/2019	250,000	-
CBT US 2 YR Treasury Note March 2010	15	29	SabMiller 6.625% 15/08/2033	350,000	-
CBT US 2 YR Treasury Note September 2010	22	22	SPI Electricity & Gas 5.75% 14/09/2016	250,000	-
CBT US 5 YR Note March 2011	32	12	Telemar Norte 5.5% 23/10/2020	250,000	-
CBT US 5 YR Treasury Note December 2010	66	66	US Treasury Bill 06/05/2010	-	500,000
CBT US 5 YR Treasury Note June 2010	28	28	US Treasury Bill 14/04/2011	4,500,000	-
CBT US 5 YR Treasury Note March 2010	29	-	US Treasury Bill 25/02/2010	-	4,000,000
CBT US 5 YR Treasury September 2010	34	34	US Treasury Bill 29/07/2010	4,000,000	4,000,000
CBT US Long Bond December 2010	22	22	US Treasury Bill 16/09/2010	1,000,000	1,000,000
CBT US Long Bond March 2011	11	-	US Treasury Bill 16/12/2010	3,000,000	3,000,000
CBT US Treasury Long Bond June 2010	12	12	US Treasury Bill 18/11/2010	4,000,000	4,000,000
CBT US Treasury Long Bond March 2010	5	5	US Treasury 0.875% 29/02/2012	2,000,000	-
CBT US Treasury Long Bond September 2010	16	16	US Treasury 3.625% 15/02/2020	1,500,000	1,500,000
Celulosa Arauco 5% 21/02/2021	250,000	-	US Treasury 4.5% 15/02/2036	400,000	-
			US Treasury Bill 4.625% 15/02/2017	1,045,000	-
			US Treasury Note 2.375% 28/02/2015	1,000,000	-
			US Treasury Note 2.625% 15/08/2020	450,000	-
			Westpac Banking 4.875% 19/11/2019	-	500,000
			Woolworths 4% 22/09/2020	500,000	-

# First State Global Umbrella Fund p.l.c.

## First State Long Term Bond Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Long Term Bond Fund "The Fund"		
- Class III	-7.01%	6.68%
Citigroup US TSY Bond Index		
Local -5+ Year	-8.41%	9.03%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Despite some strong monthly movements, yields on US Treasuries ended 2010 lower than where they began. Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data, particularly among developed economies, improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

In December, President Barack Obama struck a deal with Congressional Republicans that should result in the so-called 'Bush-era tax cuts' being extended for a further two years. The deal amounts to around 2.0% of GDP (\$858 million) in new stimulus measures over 2011, including the extension of unemployment benefits. President Obama urged US Senate lawmakers to pass the tax cuts as swiftly as possible following the release of US non-farm payrolls data on 3 December, which showed a deterioration in the US unemployment rate to a seven-month high of 9.8% in November.

The US economic recovery continued in 2010 with US GDP growth recorded in each of the first three quarters of the year, although momentum slowed to 1.7% (y/y) in the June quarter before accelerating to 2.5% (y/y) in the September quarter. US activity indicators were positive throughout the year with both the ISM manufacturing and non-manufacturing indices remaining above the 50 point expansion level.

CPI inflation fell over the year, with core CPI (ex-food and energy) falling to its lowest annual level of 0.6% in October since 1957. Despite this, most consumer activity and spending indices remained weak in 2010 in response to the benign US employment market. The Conference Board consumer confidence index peaked in May but ended the year 2.1% below its December 2009 level.

The Federal Open Market Committee retained its funds target range at 0.00%-0.25% throughout 2010. The Committee stated that the economic recovery is continuing 'at a rate that has been insufficient to bring down unemployment.'

The global economic recovery is likely to continue in 2011, albeit with a slight moderation in economic growth momentum as fiscal austerity measures in the eurozone begin to take hold and the deleveraging process continues to temper consumer spending, particularly in the developed world. Solvency concerns within the peripheral eurozone countries will be ongoing in 2011, although it is expected that contagion will be contained by EU/IMF support. Inflation is also expected to remain elevated throughout the year and surprise on the upside in response to loose monetary policy settings, US quantitative easing and rising commodity price pressures.

Our strategy remained biased to shortening the portfolio in 2010. Our short duration strategy was rewarded and duration management added value, particularly in the second half of the year when government bond yields rose sharply. However, as yields increased during December, we reduced the size of the short duration strategy. Although on valuation grounds we could be closer to neutral, we have retained a 37.5% short position. We have kept our overweight exposure to investment grade credit. Our overall credit strategy reflects the wide global corporate spreads, which in our view, remain above value and continue to compensate for fundamental credit risk.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Long Term Bond Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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### ***Class III***

Dec 2008	US\$163,252,682	US\$20.12
Dec 2009	US\$124,170,084	US\$18.71
Dec 2010	US\$132,597,964	US\$19.96

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

### ***Class III***

Dec 2001	US\$13.29	US\$10.82
Dec 2002	US\$14.23	US\$11.34
Dec 2003	US\$15.54	US\$12.78
Dec 2004	US\$15.46	US\$13.04
Dec 2005	US\$16.30	US\$14.11
Dec 2006	US\$15.59	US\$14.19
Dec 2007	US\$16.88	US\$14.92
Dec 2008	US\$20.17	US\$16.68
Dec 2009	US\$19.88	US\$17.84
Dec 2010	US\$21.06	US\$18.62

# First State Global Umbrella Fund p.l.c.

## First State Long Term Bond Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar</b>		<b>128,006,213</b>	<b>96.54</b>
Barclays Bank 6.75% 22/05/2019	1,000,000	1,117,700	0.84
Credit Suisse First Boston USA 4.875% 15/01/ 2015	1,500,000	1,609,350	1.21
Development Bank of Japan 4.25% 09/06/ 2015	1,000,000	1,081,750	0.82
European Investment Bank 4.625% 20/10/ 2015	4,600,000	5,068,280	3.82
Federal Farm Credit Bank 4.875% 16/12/ 2015***	2,500,000	2,794,595	2.11
Hong Kong SAR Government Bond 5.125% 01/08/2014	1,000,000	1,095,300	0.83
Inter-American Development Bank 7% 15/06/2025***	2,000,000	2,457,464	1.85
International Bank for Reconstruction & Development 0.5% 05/12/2022***	3,500,000	2,318,505	1.75
International Bank for Reconstruction & Development 8.25% 01/09/2016	1,000,000	1,292,425	0.97
Japan Bank Intl 4.625% 12/12/2014	700,000	771,281	0.58
JPMorgan Chase & Co 6% 15/01/2018***	1,000,000	1,113,054	0.84
Province of Quebec Canada 7.5% 15/09/ 2029	1,500,000	2,038,140	1.54
Ras Laffan 5.298% 30/09/2020	625,000	633,857	0.48
Tenn Valley Authority 6.75% 01/11/ 2025***	1,000,000	1,274,596	0.96

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar (continued)</b>			
United States Treasury Strip 7.875% 15/02/ 2021	10,000,000	6,918,400	5.22
US Treasury 1.25% 30/09/2015	2,200,000	2,132,109	1.61
US Treasury 3.625% 15/02/2020	5,000,000	5,171,875	3.90
US Treasury Bill 14/04/ 2011	10,000,000	9,995,722	7.54
US Treasury Bill 17/03/ 2011	7,000,000	6,997,423	5.28
US Treasury Bill 4.625% 15/02/2017	200,000	224,875	0.17
US Treasury Bond 3.5% 15/02/2039	13,000,000	11,066,250	8.35
US Treasury Bond 3.875% 15/08/40	8,000,000	7,272,500	5.48
US Treasury Bond 6.25% 15/08/2023	3,300,000	4,126,031	3.11
US Treasury Bond 8% 15/11/2021	1,950,000	2,749,196	2.07
US Treasury Note 3.375% 15/11/2019	6,500,000	6,617,813	4.99
US Treasury Note 3.5% 15/05/2020	6,000,000	6,125,157	4.62
US Treasury Note 3.75% 15/11/2018	10,000,000	10,606,250	8.00
US Treasury Note 4.5% 15/02/2036	5,200,000	5,317,000	4.01
US Treasury Note 4.5% 15/05/2017	5,000,000	5,586,328	4.21
US Treasury Note 5.125% 15/05/2016	7,200,000	8,285,625	6.25
US Treasury Note/Bond 3% 31/08/2016	3,000,000	3,110,625	2.35
Westpac Banking Corp 4.875% 19/11/ 2019***	1,000,000	1,036,737	0.78
Total Bonds		128,006,213	96.54

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State Long Term Bond Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Future Contracts</b>		<b>128,355</b>	<b>0.10</b>
CBOT 10 Year U.S. Notes			
Mar 11	59	14,455	0.01
CBOT 5 Year U.S. Notes			
Mar 11	(61)	113,900	0.09
<hr/>			
Total Financial Assets at Fair Value Through Profit or Loss		128,134,568	96.64
<b>Future Contracts</b>		<b>(3,192)</b>	<b>-</b>
CBOT 2 Year U.S. Notes			
Mar 11	(82)	(3,192)	-
<hr/>			
Total Financial Liabilities at Fair Value through Profit or Loss		(3,192)	-
Cash and other net assets		4,466,588	3.36
Total Net Assets Attributable to Redeemable Participating Shareholders		132,597,964	100.00
<hr/>			
Total Cost of Financial Assets at Fair Value through Profit or Loss		122,235,994	

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State Long Term Bond Fund

### Portfolio Changes (unaudited)

	Purchased		Sold			Purchased		Sold	
Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares	Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares	Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares	Number of Shares
CBT 10 YR US Treasury Note December 2010	442	442	US Treasury Bond 3.5% 15/02/2039	6,000,000	-				
CBT 10 YR US Treasury Note March 2011	116	57	US Treasury Bond 3.875% 15/08/2040	8,000,000	-				
CBT US 10 YR Treasury Note June 2010	310	310	US Treasury Note 3.375% 15/11/2019	21,500,000	15,000,000				
CBT US 10 YR Treasury Note March 2010	100	100	US Treasury Note 3.5% 15/05/2020	6,000,000	-				
CBT US 10 YR Treasury Note September 2010	262	262	US Treasury Note 3.75% 15/11/2018	10,000,000	-				
CBT US 2 YR Note March 2011	-	82	US Treasury Note 4.5% 15/05/2017	5,000,000	-				
CBT US 2 YR Treasury Note December 2010	92	92							
CBT US 2 YR Treasury Note June 10	60	60							
CBT US 2 YR Treasury Note September 2010	53	53							
CBT US 5 YR Note March 2011	-	61							
CBT US 5 YR Treasury Note December 2010	286	286							
CBT US 5 YR Treasury Note June 2010	182	182							
CBT US 5 YR Treasury Note September 2010	172	172							
CBT US 5YR Treasury Note March 2010	192	-							
US Treasury Bill 06/05/2010	-	6,000,000							
US Treasury Bill 14/04/2011	10,000,000	-							
US Treasury Bill 17/03/2011	7,000,000	-							
US Treasury Bill 25/02/2010	-	22,000,000							
US Treasury 2010 11/4% 30/09/15	2,200,000	-							
US Treasury Bill 16/09/2010	6,500,000	6,500,000							
US Treasury Bill 16/12/2010	16,500,000	16,500,000							
US Treasury Bill 18/11/2010	8,000,000	8,000,000							
US Treasury 3.625% 15/02/2020	5,000,000	-							
US Treasury 4.125% 15/05/2015	-	8,500,000							
US Treasury 5.375% 15/02/2031	-	6,650,000							
US Treasury 6.125% 15/08/2029	-	6,000,000							
US Treasury 6.25% 15/08/2023	-	4,200,000							
US Treasury 7.25% 15/08/2022	-	4,000,000							

# First State Global Umbrella Fund p.l.c. First State Greater China Growth Fund

## Investment Manager's Report (unaudited)

### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Greater China Growth Fund "The Fund"		
– Class I	69.82%	19.21%
– Class I (Dist)	69.81%	19.12%
MSCI Golden Dragon (Total Return)	67.12%	13.60%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Over the year to 31 December 2010 the Greater China equity markets rose with global markets. The MSCI Golden Dragon Index increased by 13.6% in US dollar terms, outperforming the MSCI World Index which was up by 12.3%.

Taiwan (+22.7%) outperformed over the period as investors were attracted by quality franchises in the IT sector. Hong Kong (+23.2%) also performed well on strength in the property market, while China (+4.8%) was a significant laggard on concerns about tightening measures to contain inflationary pressures.

Key positive contributors included **Cheung Kong Holdings** which rose on strong performance by the Hong Kong property market and **Delta Electronics** which continued to post robust order growth and benefited from optimism surrounding 'cloud computing'. **CNOOC** rose with the oil price.

On the negative side, **Mindray Medical** lagged following a string of disappointing results and **Li Ning** fell as investors worried about fiercer pricing competition. **China Mengniu Dairy** was weak on worries about the rising raw milk price and further price controls on end-products by Beijing.

Major new holdings over the period included **China Mobile** which continues to enjoy stable earnings and **Henderson Land**, a property developer with a well-positioned land bank and a significant stake in Hong Kong & China Gas. We also bought **Compal Electronics** because of its attractive valuation and high yield.

We sold **Shangri-La Asia** on valuation concerns and **Asustek Computer** because of its high exposure to netbooks. We also sold international banking group **HSBC** to consolidate the portfolio.

We believe that interest rates are too low in China, so we hope the government will tighten policy more decisively. Our focus has been shifting towards companies with more steady growth, especially in the Telecom and Infrastructure sectors. We remain positive about the long-term outlook for equity investors in the Greater China markets which offer high levels of economic growth and many quality business franchises.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c. First State Greater China Growth Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

## ***Class I***

Dec 2008	US\$241,053,571	US\$29.06
Dec 2009	US\$500,263,616	US\$49.35
Dec 2010	US\$615,038,453	US\$58.83

## ***Class I Distributing***

Dec 2008	US\$ 1,609,452	US\$28.25
Dec 2009	US\$ 3,251,102	US\$46.91
Dec 2010	US\$ 6,614,387	US\$55.56

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

## ***Class I***

Dec 2002	US\$11.12	US\$ 9.77
Dec 2003	US\$17.34	US\$ 9.58
Dec 2004	US\$21.38	US\$14.77
Dec 2005	US\$24.88	US\$19.71
Dec 2006	US\$35.59	US\$23.82
Dec 2007	US\$57.94	US\$33.32
Dec 2008	US\$52.70	US\$24.26
Dec 2009	US\$49.35	US\$26.77
Dec 2010	US\$60.63	US\$44.87

## ***Class I Distributing***

Dec 2004	US\$21.37	US\$17.99
Dec 2005	US\$24.76	US\$19.70
Dec 2006	US\$34.92	US\$23.71
Dec 2007	US\$56.63	US\$32.69
Dec 2008	US\$51.51	US\$23.59
Dec 2009	US\$46.91	US\$25.61
Dec 2010	US\$57.27	US\$42.55

# First State Global Umbrella Fund p.l.c. First State Greater China Growth Fund

## Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>China</b>		<b>237,673,510</b>	<b>38.24</b>	<b>Hong Kong (continued)</b>			
China Blue Chemical	9,158,000	6,539,240	1.05	Henderson Land			
China Communications Services	15,532,353	9,252,347	1.49	Development	1,258,404	8,580,837	1.38
China Construction Bank	14,166,154	12,685,129	2.04	Hong Kong & China Gas	2,909,180	6,886,873	1.11
China Mengniu Dairy	1,974,000	5,193,667	0.84	Hopewell Holdings	2,202,500	6,914,160	1.11
China Merchants Bank	5,582,222	14,062,207	2.26	Jardine Matheson Holdings	478,826	21,068,344	3.39
China Mobile	745,000	7,385,206	1.19	Kingboard Chemical Holdings	399,000	2,381,906	0.38
China Oilfield Services	7,542,000	16,223,946	2.61	Lee & Man Paper Manufacturing	7,685,000	5,813,730	0.94
China Resources Enterprise	3,696,000	15,026,323	2.42	Li & Fung	943,020	5,496,077	0.88
China Resources Land	3,670,000	6,667,061	1.07	Lung Kee Holdings	6,943,125	4,698,664	0.76
China Resources Power Holdings	8,059,600	14,620,637	2.35	Minth Group	3,140,000	5,154,826	0.83
China Shanshui Cement Group	3,807,000	2,723,274	0.44	Standard Chartered	318,330	8,666,164	1.39
China Taiping Insurance Holdings	4,488,800	13,773,754	2.22	Swire Pacific "A"	291,500	4,792,952	0.77
China Telecom	23,118,000	11,986,406	1.93	Swire Pacific "B"	2,825,000	8,395,839	1.35
China Vanke	8,853,270	10,911,963	1.76	The Link REIT	3,912,003	12,154,861	1.96
CNOOC	9,218,500	21,775,424	3.50	Wing Hang Bank	605,000	8,390,886	1.35
ENN Energy Holdings	4,048,000	12,108,690	1.95	Yue Yuen Industrial Holdings	1,557,000	5,608,934	0.90
Hengan International Group	1,641,500	14,160,329	2.28	<b>Ireland</b>		<b>8,110,888</b>	<b>1.30</b>
Li Ning	4,787,000	10,162,044	1.63	First State China A Shares***	780,644	8,110,888	1.30
Mindray Medical International	383,911	10,269,619	1.65	<b>Taiwan</b>		<b>171,270,453</b>	<b>27.55</b>
Tencent Holdings	208,600	4,549,018	0.73	Advantech	2,682,921	7,550,132	1.21
Yantai Changyu Pioneer Wine	1,653,484	17,597,226	2.83	Chinatrust Financial Holding	16,776,478	12,321,040	1.98
<b>Hong Kong</b>		<b>191,695,480</b>	<b>30.84</b>	Chunghwa Telecom	10,094,447	25,670,454	4.13
Aeon Stores	2,109,700	4,288,560	0.69	Compal Electronics	7,148,039	9,481,329	1.53
AIA Group	2,024,000	5,689,782	0.92	Delta Electronics	5,300,533	25,830,969	4.16
ASM Pacific Technology	294,500	3,732,117	0.60	Fubon Financial Holding	936,000	1,283,292	0.21
Belle International Holdings	4,926,000	8,340,344	1.34	Hotai Motor	1,414,000	4,328,596	0.70
Cheung Kong Holdings	2,143,000	33,057,883	5.32	Powertech Technology	3,011,717	10,025,792	1.61
Dah Sing Banking Group	2,711,088	4,611,145	0.74	President Chain Store	1,934,128	8,894,526	1.43
Dairy Farm International Holdings	1,284,475	11,881,394	1.91	Simplo Technology	1,699,900	12,367,788	1.99
First Pacific	3,656,000	3,292,592	0.53	Sinyi Realty	1,994,487	4,414,929	0.71
Glorious Sun Enterprises	3,955,900	1,796,610	0.29	Synnex Technology International	2,050,067	5,537,014	0.89
				Taiwan FamilyMart	1,035,789	3,490,725	0.56
				Taiwan Semiconductor Manufacturing	8,759,033	21,342,600	3.43

\* Traded on regulated exchanges or markets.

\*\*\* Fund Investment. Investment in a related party entity.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b><i>Taiwan (continued)</i></b>			
Tripod Technology	1,382,648	5,646,657	0.91
Uni-President Enterprises	8,825,600	13,084,610	2.10
Total Financial Assets at Fair Value through Profit or Loss		608,750,331	97.93
Cash and other net assets		12,902,509	2.07
Total Net Assets Attributable to Redeemable Participating Shareholders		621,652,840	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		445,167,288	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c. First State Greater China Growth Fund Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of Shares	Number of Shares		Number of Shares	Number of Shares
Advantech	-	516,000	Li & Fung	943,020	-
AIA Group	2,343,400	319,400	Li Ning	747,000	315,500
Anhui Expressway	-	5,032,000	Longfor Properties	-	2,167,000
ASM Pacific Technology	39,500	292,900	Mindray Medical	103,364	16,910
Asustek Computer	-	6,068,430	Minh Group	-	470,000
Belle International Holdings	587,000	477,000	MTR	-	601,000
Cheung Kong Holdings	560,000	-	Pegatron	1,074,001	1,074,001
China Bluechemical	-	2,342,000	Powertech Technology	1,097,000	509,000
China Communications Services	-	1,628,000	President Chain Store	135,000	275,000
China Construction	9,409,000	13,976,846	Shangri-La Asia	-	3,134,000
China Dongxiang Group	-	4,486,000	Simplo Technology	845,900	1,506,000
China International Marine Containers	-	2,771,332	Sinyi Realty	332,090	1,770,397
China Mengniu Dairy	-	721,000	Standard Chartered	127,670	615,100
China Merchants Bank	3,856,288	3,932,866	Swire Pacific	-	1,275,000
China Mobile	745,000	-	Synnex Technology	2,050,067	1,865,000
China Oilfield Services	2,690,000	1,496,000	Taiwan Semicon Manufacturing	-	847,000
China Resources Enterprises	342,000	1,038,000	Tencent Holdings	25,200	71,000
China Resources Land	360,000	-	The Link Real Estate Investment Trust	3,025,652	-
China Resources Power Holding	1,538,000	102,000	Tingyi (Cayman Islands)	-	1,694,000
China Shanshui Cement Group	3,807,000	2,665,000	Tripod Technology	-	474,000
China Taiping Insurance Holding	1,669,400	-	Uni-President Enterprises	2,959,600	6,120,000
China Telecom	6,618,000	-	Want Want China Holdings	-	1,983,000
China Vanke	37,100	641,900	Wing Hang Bank	-	96,000
Chinatrust Financial Holding	12,589,938	5,124,540	Yantai Changyu Pioneer	-	583,400
Chunghwa Telecom	17,198,739	13,889,584	Yue Yuen Industrial Holdings	236,500	72,000
Cnooc	656,000	648,000			
Compal Electronics	7,148,039	2,891,000			
Dah Sing Banking Group	788,675	3,176,815			
Dairy Farm International	-	396,900			
Delta Electronics	217,000	523,000			
DS Group	-	1,955,000			
ENN Energy Holdings	1,044,000	1,398,000			
Esprit Holdings	24,614	1,311,614			
First Pacific	3,656,000	-			
Fubon Financial Holding	936,000	-			
Hang Lung Group	-	920,700			
Henderson Land Development	1,258,404	-			
Hengan International Group	-	1,026,500			
HK & China Gas	1,088,380	2,093,800			
Hotai Motor Company	-	270,000			
HSBC Holding	-	422,800			
Jardine Matheson	15,200	66,800			
Kingboard Chemicals	95,450	2,830,950			
Lee & Man Paper Manufacturing	7,685,000	-			
Lenovo Group	-	7,076,000			

# First State Global Umbrella Fund p.l.c.

## First State Singapore and Malaysia Growth Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Singapore and Malaysia Growth Fund "The Fund"		
- Class I	68.40%	33.95%
Cap-weighted MSCI Malaysia & MSCI Singapore Free (USD)	65.37%	27.61%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Malaysia and Singapore both rose strongly with global markets in 2010 helped by strong economic data and continued accommodative monetary policy in the West. The MSCI Malaysia Index gained 37.0% in US dollar terms and Singapore rose by 22.2%, while the MSCI Asia Pacific ex-Japan Index increased by 18.4%. Malaysia outperformed as investors were attracted by the market's quality companies trading on reasonable valuations and Singapore was buoyed by continued robust economic data.

Performance was helped by Singaporean firms **Petra Foods, Fraser & Neave** and **Jardine Matheson** which all reported robust results over the course of the year. Two Singaporean energy firms, **Swiber Holding** and **Straits Asia Resources**, were the main underperformers, the former following lacklustre earnings and the latter on concerns about its ability to extend its concession areas.

Over the year significant new positions included **Public Bank** which we view as the best quality bank in Malaysia. We also purchased **Global Logistic Properties**, an owner/developer of logistics buildings in China and Japan listed at a reasonable valuation, and **Sabana Shariah**

**Compliant REIT**, an industrial property Real Estate Investment Trust with good quality assets and attractive yield.

We sold **Straits Asia Resources** on the above mentioned worry over its ability to expand its concession territory. We also disposed of **CIMB** and **Keppel Corp** on valuation concerns.

There is little doubt that unorthodox monetary policy in the West has helped shore up Asian markets as investors chase the perceived higher returns on offer. Fears of overheating in the property sector have been evident in Singapore, with a host of cooling measures already implemented. Given the high levels of exuberance we remain cautious focusing on companies with strong franchises and cash generation.

We continue to home in on well-managed companies which have developed regional or global businesses in Singapore and more domestic-orientated firms in Malaysia. Going forward, we expect to see further tightening in Singapore given strong economic data and the uptick in inflation registered in recent months. Given the attraction of equities relative to cash, combined with our relatively pessimistic outlook on corporate earnings, we are focusing particularly on companies offering good sustainable dividend yields.

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# First State Global Umbrella Fund p.l.c.

## First State Singapore and Malaysia Growth Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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**Class I**

Dec 2008	US\$41,304,067	US\$16.93
Dec 2009	US\$65,741,145	US\$28.51
Dec 2010	US\$72,995,818	US\$38.19

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

**Class I**

Dec 2002	US\$10.67	US\$ 9.53
Dec 2003	US\$13.67	US\$ 9.07
Dec 2004	US\$16.03	US\$12.86
Dec 2005	US\$18.01	US\$15.28
Dec 2006	US\$24.27	US\$17.22
Dec 2007	US\$33.00	US\$23.99
Dec 2008	US\$32.80	US\$15.17
Dec 2009	US\$28.51	US\$14.53
Dec 2010	US\$38.21	US\$27.18



# First State Global Umbrella Fund p.l.c.

## First State Singapore and Malaysia Growth Fund

### Portfolio Changes (unaudited)

	Purchased	Sold		Purchased	Sold
Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares	Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares
Aeon	53,700	47,800	Starhub	-	510,000
Air Asia	470,000	677,700	Straits Asia Resources	164,000	576,000
Ascendas India Real Estate Investment Trust	-	100,000	Sunway City	-	158,400
Ascott Residence Real Estate Investment Trust	43,000	788,000	Swiber Holdings	757,000	757,000
Ascott Residence REIT Nil Paid	42,100	42,100	Tan Chong International	-	249,000
Banco De Oro	-	539,770	Tenaga Nasional	-	196,600
Bandar Raya Development	-	292,200	Tower Real Estate Investment Trust	-	138,500
Batu Kawan	30,000	63,212	United Overseas Bank	10,391	21,000
Bukit Sembawang Estates	-	27,000	United Plantations	-	7,700
CIMB Group Holdings	-	396,400	Venture	-	96,000
Comfortdelgro	316,000	210,000	WTK Holdings	300,000	-
CSE Global	-	649,000			
Dairy Farm International	5,400	104,400			
DBS Group	122,539	-			
euNetworks Group	1,440,780	73,479,780			
Ezion Holdings	1,120,000	-			
Fraser & Neave	235,000	283,800			
Gamuda	226,310	950,510			
Global Logistic Properties	485,100	201,000			
Great Eastern Holding	41,000	-			
Guocoland	684,984	1,141,641			
Hong Leong Credit	-	339,700			
IJM	-	95,240			
IOI	-	678,700			
Jardine Matheson	-	22,400			
Keppel	-	399,000			
K-Green Trust	74,800	74,800			
Mapletree Industrial Trust	272,000	272,000			
Media Prima	66,571	974,742			
MobileOne	-	391,000			
Nera Telecommunications	81,000	-			
Nestle(Malaysia)	86,500	19,300			
Oversea Chinese Banking	23,726	98,000			
Petra Foods	-	621,000			
POS Malaysia	-	1,200,100			
Public Bank	293,700	14,400			
Raffles Medical Group	267,000	267,000			
Sabana Shariah Compliant India Real Estate Investment Trust	1,466,000	-			
Selangor Properties	125,000	97,300			
Sembcorp Industries	-	61,000			
Singapore Post	-	333,000			
Singapore Telecommunications	-	78,000			
SM Investments	-	28,520			
SP Setia	-	570,825			

# First State Global Umbrella Fund p.l.c.

## First State Asia Innovation Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Asia Innovation Fund "The Fund"		
- Class I	73.02%	20.43%
MSCI A/C Asia Ex Japan Free Index (Total Return)	72.53%	19.93%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Asia Pacific ex-Japan markets rose in 2010 with global markets. The MSCI Asia Ex-Japan Free Index increased by 19.9% in US dollar terms, outperforming the MSCI World Index which was up by 12.3%. The Asia Pacific markets continued to benefit from accommodative monetary policy in Western economies.

Over the year the smaller markets of Indonesia, Thailand and the Philippines outperformed as risk appetite remained high. Malaysia also performed strongly as investors were attracted by the market's quality companies trading at reasonable valuations. China was a significant underperformer as the government introduced tightening measures to contain inflationary pressures.

Over the period **President Chain Store** outperformed on optimism about its growth prospects and **Newcrest Mining** rose with the gold price. **Taiwan Semiconductor** performed strongly on the back of positive results.

On the negative side, **Li Ning** fell as investors worried about fiercer pricing competition and **Uni-President China** lagged as it faced margin pressure from rising food prices. **Everlight Electronics** underperformed as the rapid expansion of capacity in the industry impacted margins.

Over the year significant new positions included **NHN**, the largest internet-search portal in South Korea which is looking to increase its share in Japan following an acquisition there. We also subscribed to an IPO by **TPK Holdings**, Apple's main touchscreen supplier.

We sold **Lihir Gold** as part of a takeover by **Newcrest Mining** and converted the holding into the latter. We sold Taiwanese technology stocks **Everlight Electronics** and **New Era Electronics** on valuation concerns.

Strong liquidity, underpinned by highly accommodative monetary policy in the West, remains a central prop underneath Asian markets. Inflationary pressures are rising across the region and we expect to see further action by monetary authorities to try to rein in expectations. Current optimistic expectations and attendant rich valuations make us wary, and we continue to adopt a defensive stance, focusing on companies with strong management, sustainable cash flows and attractive dividend yields.

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# First State Global Umbrella Fund p.l.c.

## First State Asia Innovation Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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**Class I**

Dec 2008	US\$43,591,656	US\$13.75
Dec 2009	US\$64,949,044	US\$23.79
Dec 2010	US\$64,330,418	US\$28.65

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

**Class I**

Dec 2002	US\$11.69	US\$ 9.75
Dec 2003	US\$14.52	US\$ 9.17
Dec 2004	US\$16.22	US\$10.82
Dec 2005	US\$18.38	US\$12.52
Dec 2006	US\$20.40	US\$15.43
Dec 2007	US\$30.03	US\$19.15
Dec 2008	US\$26.82	US\$11.45
Dec 2009	US\$23.79	US\$11.98
Dec 2010	US\$28.65	US\$21.24

# First State Global Umbrella Fund p.l.c.

## First State Asia Innovation Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>1,791,451</b>	<b>2.78</b>	<b>South Korea</b>		<b>17,433,455</b>	<b>27.11</b>
Newcrest Mining	43,518	1,791,451	2.78	Amorepacific	1,964	1,992,958	3.10
<b>China</b>		<b>9,974,101</b>	<b>15.49</b>	JVM	23,363	530,764	0.83
China BlueChemical	1,222,000	872,565	1.36	LG	16,977	1,315,871	2.05
China Telecom	1,494,000	774,621	1.20	LG Household & Health Care	5,615	1,950,956	3.03
China Resources Enterprise	288,000	1,170,882	1.82	NHN	3,727	750,414	1.17
China Resources Power Holdings	363,000	658,506	1.02	Samsung Electronics	4,669	3,943,349	6.13
CNOOC	403,000	951,944	1.48	Samsung Fire & Marine Insurance	7,963	1,589,124	2.47
ENN Energy Holdings	392,000	1,172,581	1.82	Samsung Techwin	8,993	825,230	1.28
Li Ning	405,000	859,751	1.34	Shinsegae	4,311	2,354,353	3.66
Semiconductor Manufacturing International	2,359,000	169,961	0.26	TK	25,950	614,967	0.96
Tencent Holdings	113,400	2,472,956	3.84	Yuhan	10,157	1,565,469	2.43
Uni-President China Holdings	1,634,000	870,334	1.35	<b>Taiwan</b>		<b>19,403,892</b>	<b>30.18</b>
<b>Hong Kong</b>		<b>2,806,004</b>	<b>4.37</b>	Chicony Electronics	306,000	682,602	1.06
Cheung Kong Holdings	87,000	1,342,061	2.09	Chroma	816,799	2,441,553	3.80
Minth Group	364,000	597,566	0.93	Chunghwa Telecom	767,931	1,952,869	3.04
Yue Yuen Industrial Holdings	240,500	866,377	1.35	ITEQ	475,649	720,693	1.12
<b>India</b>		<b>4,687,748</b>	<b>7.29</b>	Kinsus Internect Technology	98,000	332,625	0.52
AIA Engineering	19,590	175,920	0.28	Largan Precision	53,000	1,318,702	2.05
Cox & Kings India	48,424	565,091	0.88	Powertech Technology	370,378	1,232,962	1.92
Infosys Technologies	19,097	1,470,503	2.29	President Chain Store	413,576	1,901,923	2.96
Mahindra & Mahindra	25,572	445,093	0.69	Taiflex Scientific	313,275	709,582	1.10
Marico	366,159	980,300	1.52	Taiwan Semiconductor	1,786,125	4,352,142	6.77
Tata Power	34,406	1,050,841	1.63	TPK Holding	55,000	1,264,650	1.97
<b>Malaysia</b>		<b>655,215</b>	<b>1.02</b>	Tripod Technology	156,500	639,137	0.99
IOI	348,337	655,215	1.02	Uni-President Enterprises	1,250,832	1,854,452	2.88
<b>Singapore</b>		<b>5,192,945</b>	<b>8.07</b>	<b>Thailand</b>		<b>1,018,905</b>	<b>1.58</b>
CSE Global	891,000	903,440	1.40	PTT PCL	96,000	1,018,905	1.58
Global Logistic Properties	407,700	683,687	1.06	Total Financial Assets at Fair Value through Profit or Loss		62,963,716	97.89
Keppel Singapore	125,000	1,103,658	1.72	Cash and other net assets		1,366,702	2.11
Telecommunications	725,000	1,724,709	2.68	Total Net Assets Attributable to Redeemable Participating Shareholders		64,330,418	100.00
Starhub	379,000	777,451	1.21	Total Cost of Financial Assets at Fair Value through Profit or Loss		46,851,838	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Asia Innovation Fund

### Portfolio Changes (unaudited)

Financial Asset at Fair Value Through Profit or Loss	Purchased		Sold		
	Number of Shares	Number of Shares	Number of Shares	Number of Shares	
AIA Engineering	19,590	–	TK	14,809	–
Amorepacific	–	570	TPK Holding	70,000	15,000
Bharti Airtel	–	82,909	Tripod Technology	–	307,000
Cheung Kong Holdings	–	36,000	Uni-President Enterprises	113,712	1,137,120
Chicony Electronics	398,000	92,000	Venture	–	95,000
China Communications Services	–	1,196,000	Yue Yuen Industrial Holdings	–	225,000
China Longyuan Power Group	–	604,000	Yuhan	483	–
China Resources Enterprise	–	56,000			
China Resources Power Holdings	–	44,000			
Chroma	23,799	–			
Chunghwa Telecom	1,612,656	1,689,450			
Cox & Kings India	48,424				
CSE Global	–	649,000			
Eldorado Gold	–	27,610			
ENN Energy Holdings	–	616,000			
Everlight Electronics	–	308,319			
Global Logistic Properties	407,700	–			
Infosys Technologies	–	13,839			
IOI	–	720,409			
ITEQ	–	834,000			
JVM	23,363	–			
Keppel	25,000				
K-Green Trust	60,000	60,000			
Kinsus Internnect Technology	98,000	–			
LG	–	8,023			
LG Household & Health Care	–	554			
Li Ning	143,500	–			
Lihir Gold	353,866				
Mahindra & Mahindra	12,786	15,363			
Marico	223,531	–			
Minth Group	–	1,146,000			
New Era Electronics	–	508,279			
Newcrest Mining	86,819	43,301			
NHN	3,727	–			
Powertech Technology	145,000	–			
President Chain Store	–	59,000			
PTT	–	18,600			
Samsung Electronics	–	1,681			
Semiconductor Manufacturing International	2,359,000	–			
Shinsegae	–	832			
Singapore Telecommunications	–	176,000			
Sino Gold Mining	–	100,400			
Taiflex Scientific	313,275	292,000			
Taiwan Semiconductor	–	166,000			
Tencent Holdings	–	21,600			

# First State Global Umbrella Fund p.l.c.

## First State Asian Equity Plus Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Asian Equity Plus Fund "The Fund"		
– Class I (Dist)	57.16%	22.09%
– Class I	57.02%	22.09%
MSCI AC Asia Pacific ex Japan Free (Total Return)	73.66%	18.42%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Asia Pacific ex-Japan markets rose in 2010 with global markets. The MSCI Asia Pacific ex-Japan Free Index increased by 18.4% in US dollar terms, outperforming the MSCI World Index which was up by 12.3%. The Asia Pacific markets continued to benefit from accommodative monetary policy in Western economies.

Over the year the smaller markets of Indonesia, Thailand and the Philippines outperformed as risk appetite remained high. Malaysia also performed strongly as investors were attracted by the market's quality companies trading at reasonable valuations. China was a significant underperformer as the government introduced tightening measures to contain inflationary pressures.

Performance was positively impacted by **Delta Electronics** which continued to post robust order growth and benefited from optimism surrounding 'cloud computing'. **Newcrest Mining** outperformed over the period in tune with the rising gold price and **Chunghwa Telecom** rose as investors were attracted by its high yield.

On the negative side, **Li Ning** fell as investors worried about fiercer pricing competition. **Brambles** underperformed on concerns about customer defections and a weakening franchise and **QBE Insurance** contributed negatively as returns for the insurance industry were poor given the low interest rate environment.

Significant new positions over the period included **DBS Group** as we believe it should benefit from new management and a bottoming of interest rates and **Worleyparsons Ltd**, a well-managed contractor offering engineering, design and maintenance services with an emphasis on the hydrocarbons industry. We also purchased **Wesfarmers** which is expected to benefit from the restructuring of its Coles operation.

We sold **Brambles** and **Fraser & Neave** on valuation concerns. We sold **Woolworths** (Australia: Consumer Staples) on worries about competition.

Strong liquidity, underpinned by highly accommodative monetary policy in the West, remains a central prop underneath Asian markets. Inflationary pressures are rising across the region and we expect to see further action by monetary authorities to try to rein in expectations. Current optimistic expectations and attendant rich valuations make us wary, and we continue to adopt a defensive stance, focusing on companies with strong management, sustainable cash flows and attractive dividend yields.

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# First State Global Umbrella Fund p.l.c.

## First State Asian Equity Plus Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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### ***Class I Distributing***

Dec 2008	US\$ 951,237,853	US\$19.48
Dec 2009	US\$1,743,334,979	US\$29.21
Dec 2010	US\$2,521,722,106	US\$34.75

### ***Class I***

Dec 2008	US\$ 26,629,006	US\$21.36
Dec 2009	US\$ 73,816,477	US\$33.54
Dec 2010	US\$ 116,045,499	US\$40.95

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

### ***Class I Distribution***

Dec 2003	US\$13.26	US\$ 9.98
Dec 2004	US\$17.08	US\$12.04
Dec 2005	US\$20.36	US\$16.01
Dec 2006	US\$24.62	US\$19.12
Dec 2007	US\$33.85	US\$23.44
Dec 2008	US\$32.06	US\$16.39
Dec 2009	US\$29.21	US\$16.63
Dec 2010	US\$34.81	US\$26.23

### ***Class I***

Dec 2005	US\$20.55	US\$16.35
Dec 2006	US\$25.56	US\$19.57
Dec 2007	US\$36.18	US\$24.80
Dec 2008	US\$34.54	US\$17.98
Dec 2009	US\$33.54	US\$18.87
Dec 2010	US\$41.01	US\$30.54

# First State Global Umbrella Fund p.l.c.

## First State Asian Equity Plus Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>295,731,293</b>	<b>11.21</b>	<b>Hong Kong (continued)</b>			
Coca-Cola Amatil	956,663	10,575,812	0.40	Dah Sing Financial			
Metcash	5,524,222	23,055,784	0.87	Holdings	2,654,083	17,329,428	0.66
Newcrest Mining	2,369,549	97,544,267	3.70	Dairy Farm International			
QBE Insurance Group	4,903,407	90,594,009	3.43	Holdings	3,620,818	33,492,566	1.27
Wesfarmers	1,429,041	46,549,988	1.77	Glorious Sun Enterprises	12,250,000	5,563,454	0.21
WorleyParsons	1,007,037	27,411,433	1.04	Henderson Land			
				Development	2,626,058	17,906,630	0.68
<b>Cayman Islands</b>		<b>9,763,213</b>	<b>0.37</b>	Hong Kong & China Gas	10,789,320	25,541,452	0.97
Dragon Capital –				Hopewell Highway			
Vietnam Enterprise				Infrastructure	30,965,000	23,783,682	0.90
Investments	4,300,975	9,763,213	0.37	Hopewell Holdings	2,456,500	7,711,525	0.29
				Jardine Matheson	1,052,748	46,320,912	1.76
<b>China</b>		<b>260,794,167</b>	<b>9.88</b>	Lung Kee	10,792,500	7,303,676	0.28
China Blue Chemical	15,642,000	11,169,120	0.42	Pacific Textile Holdings	1,446,000	939,493	0.03
China Communications				Public Financial Holdings	11,078,000	7,981,473	0.30
Services	42,163,604	25,116,111	0.95	Swire Pacific "A"	1,961,500	32,251,718	1.22
China Resources				The Link Real Estate			
Enterprise	6,175,000	25,104,856	0.95	Investment Trust	16,169,735	50,240,473	1.90
China Resources Land	7,898,000	14,347,806	0.54	Vitasoy International	30,112,000	25,026,828	0.95
China Resources Power				Wing Hang Bank	1,424,000	19,749,788	0.75
Holdings	14,470,200	26,249,880	1.00	Yue Yuen Industrial			
China Foods	8,442,000	5,387,170	0.20	Holdings	3,844,500	13,849,420	0.53
China Telecom	61,676,000	31,978,267	1.21				
CNOOC	14,565,000	34,404,627	1.30	<b>India</b>		<b>224,965,463</b>	<b>8.53</b>
ENN Energy Holdings	7,366,000	22,033,747	0.84	Bharti Airtel	2,240,104	17,976,947	0.68
Hengan International				Dabur India	16,851,408	37,784,694	1.43
Group	1,453,500	12,538,555	0.48	Godrej Consumer			
Li Ning	8,050,000	17,088,876	0.65	Products	1,947,998	16,857,088	0.64
Mindray Medical				Great Eastern Shipping	2,530,571	19,484,435	0.74
International	585,057	15,650,275	0.59	Hindustan Unilever	2,753,861	19,272,715	0.73
Yantai Changyu Pioneer				Infosys Technologies	656,926	50,584,477	1.92
Wine	1,853,404	19,724,877	0.75	MAX India	3,777,657	12,458,410	0.47
				Nestle India	119,071	10,253,262	0.39
<b>Hong Kong</b>		<b>523,855,740</b>	<b>19.86</b>	NTPC	2,388,116	10,717,412	0.41
Aeon Stores Hong Kong	3,244,000	6,594,344	0.25	Tata Power	968,360	29,576,023	1.12
AIA Group	6,819,400	19,170,405	0.73				
Alco Holdings	11,083,000	5,076,227	0.19	<b>Ireland</b>		<b>14,408,418</b>	<b>0.55</b>
ASM Pacific Technology	825,800	10,465,134	0.40	First State China A			
Cafe de Coral Holdings	10,258,000	25,365,870	0.96	Shares***	1,386,758	14,408,418	0.55
Cheung Kong Holdings	6,688,000	103,168,978	3.91				
Cheung Kong				<b>Malaysia</b>		<b>22,998,340</b>	<b>0.87</b>
Infrastructure Holdings	4,159,000	19,022,264	0.72	IOI	12,226,790	22,998,340	0.87

\* Traded on regulated exchanges or markets.

\*\*\* Fund Investment. Investment in a related party entity.

# First State Global Umbrella Fund p.l.c.

## First State Asian Equity Plus Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Philippines</b>		<b>77,606,411</b>	<b>2.95</b>
Manila Water	51,417,000	22,587,406	0.86
Philippine Long Distance Telephone	611,559	35,755,484	1.36
SM Investments	1,547,290	19,263,521	0.73
<b>Singapore</b>		<b>229,390,753</b>	<b>8.70</b>
Allgreen Properties	13,603,000	12,519,725	0.48
DBS Group Holdings	3,526,000	39,382,513	1.49
MobileOne	21,768,000	39,899,228	1.51
Oversea Chinese Banking Singapore Post	10,076,547	77,650,951	2.94
24,513,000	22,560,908	0.86	
Singapore Telecommunications	15,712,000	37,377,428	1.42
<b>South Korea</b>		<b>349,264,861</b>	<b>13.24</b>
Daegu Bank	224,870	3,125,281	0.12
LG	303,995	23,562,355	0.89
LG Electronics	404,290	15,794,126	0.60
LG Household & Health Care	45,670	15,868,235	0.60
Nong Shim Holdings	23,089	1,195,128	0.05
Pacific	145,483	28,449,836	1.08
Samsung Electronics	121,775	70,410,241	2.67
Samsung Fire & Marine Insurance	370,997	34,398,145	1.30
Shinsegae	135,826	74,178,216	2.81
TK	1,161,522	27,525,935	1.04
Yuhan	355,274	54,757,363	2.08
<b>Taiwan</b>		<b>484,470,923</b>	<b>18.36</b>
Advantech	8,560,054	24,089,244	0.91
Chicony Electronics	8,110,000	18,091,185	0.69
Chroma	7,221,542	21,586,434	0.82
Chunghwa Telecom	37,260,478	94,754,411	3.59
Compal Electronics	17,595,834	23,339,533	0.88

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Taiwan (continued)</b>			
CTC	36,396,000	40,719,653	1.54
Delta Electronics	11,090,225	54,045,745	2.05
E-LIFE MALL	4,561,665	7,397,041	0.28
Family Mart	1,699,422	5,727,242	0.22
Fubon Financial Holding	4,189,000	5,743,280	0.22
Hotai Motor Company	6,295,000	19,270,518	0.73
Powertech Technology	6,506,113	21,658,389	0.82
Simplo Technology	3,567,700	25,957,149	0.98
Taiwan Semiconductor	32,982,751	80,367,051	3.05
Uni-President Enterprises	18,575,500	27,539,564	1.04
Yungtay Engineering	9,458,000	14,184,484	0.54
<b>Thailand</b>		<b>99,487,037</b>	<b>3.78</b>
CPN Retail Growth Leasehold Property Fund	46,205,426	18,083,716	0.69
Kasikornbank	3,627,400	15,580,375	0.59
Kiatnakin Bank	21,888,460	28,131,934	1.07
PTT	3,551,200	37,691,012	1.43
<b>United Kingdom</b>		<b>17,389,744</b>	<b>0.66</b>
Standard Chartered	638,769	17,389,744	0.66
Total Financial Assets at Fair Value through Profit or Loss		2,610,126,363	98.96
Cash and other net assets		27,641,242	1.04
Total Net Assets Attributable to Redeemable Participating Shareholders		2,637,767,605	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		2,058,327,837	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Asian Equity Plus Fund

### Portfolio Changes (unaudited)

Financial Asset at Fair Value Through Profit or Loss	Purchased	Sold	Financial Asset at Fair Value Through Profit or Loss	Purchased	Sold
	Number of Shares	Number of Shares		Number of Shares	Number of Shares
ACC	-	214,438	Hang Lung	-	2,145,000
Advantech	-	1,053,000	Henderson Land Development	2,626,058	-
AIA Group	7,722,200	902,800	Hengan International Group	-	2,189,500
Anhui Expressway	-	10,178,000	Hong Kong & China Gas	4,425,120	9,081,200
ASM Pacific Technology	306,400	364,200	Hopewell Highway Infrastructure	-	5,995,000
Bharti Airtel	921,581	477,959	Hotai Motor Company	1,927,000	1,776,000
Brambles	-	6,794,336	HSBC Holdings	-	1,126,000
Cafe de Coral Holdings	-	5,082,000	Infosys Technologies	335,026	-
Cheung Kong Holdings	2,208,000	-	IOI	-	9,920,900
Cheung Kong Infrastructure	4,159,000	-	Jardine Matheson	-	137,600
Chicony Electronics	8,110,000	-	Kiattakin Bank	6,701,669	-
China Blue Chemical	-	2,040,000	Kingboard Chemical	-	3,982,500
China Communications Services	11,000,000	-	LG	352,071	48,076
China Foods	1,624,000	8,280,000	LG Electronics	423,110	18,820
China International Marine Containers	-	4,493,239	LG Household & Health care	-	21,924
China Resources Enterprise	632,000	4,592,000	Li Ning	2,611,500	-
China Resources Land	2,170,000	-	Lung Kee	1,268,000	-
China Resources Power Holdings	3,602,000	-	Manila Water	8,361,000	-
China Telecom	30,438,000	-	Mapletree Industrial Trust	7,116,000	7,116,000
Chroma	2,630,894	10,763,648	MAX India	3,777,657	-
Chunghwa Telecom	65,661,904	56,802,852	Metcash	5,524,222	-
CLP Holdings	-	1,599,500	Mindray Medical International	208,276	61,619
CNOOC	1,633,000	-	MobileOne	1,881,000	-
Coca-Cola Amatil	956,663	-	Nestle India	-	35,053
Commercial Bank of Ceylon	-	2,717,500	Newcrest Mining	1,028,135	-
Compal Electronics	17,595,834	7,797,000	Nong Shim	-	19,470
CPN Retail Growth Leasehold Property Fund	-	8,539,400	Nong Shim Holdings	-	77,641
CTC	34,737,000	-	NTPC	2,388,116	-
Dabur India	9,111,057	9,792,031	Oversea Chinese Banking Pacific	1,674,889	-
Daegu Bank	224,870	-	Pacific	25,256	20,058
Dah Sing Financial Holdings	1,179,480	3,243,323	Pacific Textile Holdings	1,446,000	-
Dairy Farm International Holdings	-	1,772,100	Philippine Long Distance Telephone	298,530	-
DBS Group Holdings	3,526,000	-	Powertech Technology	3,417,000	1,062,000
Delta Electronics	1,519,000	1,237,000	PTT	1,685,900	1,342,400
Dragon Capital - Vietnam Enterprise Investments	4,300,975	-	QBE Insurance Group	1,668,937	-
E-LIFE MALL	10,643,885	12,164,440	Samsung Electronics	41,560	-
ENN Energy Holdings	2,330,000	1,270,000	Samsung Fire & Marine Insurance	209,022	-
Esprit Holdings	44,576	2,375,376	Shangri-La Asia	-	6,652,000
Fraser and Neave	-	6,038,000	Simplo Technology	2,458,700	2,845,000
Fubon Financial Holding	4,189,000	-	Singapore Post	-	942,000
Godrej Consumer Products	-	2,010,578	Singapore Telecommunications	3,804,000	3,933,000
Great Eastern Shipping	2,530,571	-	Sinyi Realty	-	2,508,998
			SM Investments	375,340	283,490
			Standard Chartered	381,639	783,154

# First State Global Umbrella Fund p.l.c.

## First State Asian Equity Plus Fund

### Portfolio Changes (unaudited) (continued)

Financial Asset at Fair Value Through Profit or Loss	Purchased	Sold
	Number of Shares	Number of Shares
Sun Pharmaceutical	1,019,728	1,408,866
Swire Pacific "A"	967,500	826,500
Swire Pacific "B"	-	5,230,000
Taiwan Semiconductor	4,026,000	3,743,000
Tan Chong International	-	15,933,000
Tata Power	499,152	-
The Link Real Estate Investment Trust	15,183,965	4,941,500
TK	643,739	1,127,692
Uni-President Enterprises	8,466,500	12,085,000
Vitasoy International	5,820,000	9,836,000
Want Want China Holdings	-	367,000
Wesfarmers	1,429,041	-
Wing Hang Bank	-	77,000
Woolworths	-	943,618
Worleyparsons	1,007,037	-
Yantai Changyu Pioneer Wine	-	332,400
Yuhan	55,972	338,357
Yungtay Engineering	9,458,000	-

# First State Global Umbrella Fund p.l.c.

## First State Asian Bond Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Asian Bond Fund "The Fund"		
- Class I (Dist)	32.87%	8.84%
- Class III	33.98%	9.72%
JP Morgan Asia Credit Index	28.28%	10.61%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Despite some strong monthly movements, yields on US Treasuries ended 2010 lower than where they began. Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data particularly among developed economies improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

The US economic recovery continued in 2010 with US GDP growth recorded in each of the first three quarters of the year, although momentum slowed to 1.7% (y/y) in the June quarter before accelerating to 2.5% (y/y) in the September quarter. US activity indicators were positive throughout the year with both the ISM manufacturing and non-manufacturing indices remaining above the 50 point expansion level. CPI inflation fell over the year, with core CPI (ex-food and energy) falling to its lowest annual level of 0.6% in October since 1957. Despite this, most consumer activity and spending indices remained weak in 2010 in response to the benign US employment market. The Conference Board consumer confidence index peaked in May but ended the year 2.1% below its December 2009 level. The US unemployment rate remained stubbornly high at 9.8% reflecting seasonal volatility in non-farm payrolls data.

The Federal Open Market Committee retained its funds target range at 0.00%-0.25% throughout 2010. The Committee stated that the economic recovery is continuing 'at a rate that has been insufficient to bring down unemployment.'

Asian bonds recorded strong performance over the year to 31 December 2010 with the JP Morgan Asia Credit Index increasing by 10.6%, supported by sanguine demand for Asian credit as spreads tightened in tandem with improving economic fundamentals and credit ratings.

Importantly, at a time when developed economies are experiencing downward pressure on their sovereign ratings, seven countries in the Asia-Pacific region received rating upgrades in 2010.

Asian economic data was relatively firm over the year with the general trend towards a gradual slowing in growth, from a high base, remaining in place. As expected, export data across the region has moderated with the weakness seen in developed markets feeding through to Asia, particularly the smaller more trade dependant economies such as Singapore and Taiwan. Export growth momentum in Taiwan moderated, increasing by 14.3% (y/y) in November, driven by information technology export orders. Inflationary pressures continue to be a concern for regional central banks with the larger than expected annual November CPI recordings in Indonesia (+6.3%) and China (+5.1%) highlighting the policy risks for the coming year. India's (+7.5%) inflation also remained elevated in October.

Asian dollar bond issuance remained elevated in 2010. There were almost issuers – both corporates and banks – that tapped the market for the first time. The asset class also saw the first corporate perpetual bonds launched last year, totalling over \$3 billion. Significantly, the average size of investment grade issues has

# First State Global Umbrella Fund p.l.c.

## First State Asian Bond Fund

### Investment Manager's Report (unaudited) (continued)

increased over time, with deal sizes of \$1 billion no longer considered rare. Larger issue sizes help boost secondary market liquidity.

While recent economic data releases throughout the Asia region continue to point towards stable economic growth, the tightening policy stance of regional central banks may cause Asian economic growth to decelerate in 2011. Inflation is expected to remain elevated in 2011, although forecast to moderate later in the year as policy tightens and commodity prices stabilise. Inflationary pressures and concerns over property asset bubbles in China and Hong Kong should contribute to the People's Bank of China continuing to raise interest rates through 2011 and allow a further modest appreciation of the RMB. Despite this, the financial turmoil in developed countries has served to galvanise Asian investors into purchasing regional bonds. Among the first movers were financial institutions and official agencies. More recently, retail and private banking flows into the asset class have seen buoyant growth. Apart from diversification benefits, individual investors viewed familiarity with issuers, particularly those that have successfully navigated through previous economic crises, as an added advantage. As a result, we see ongoing robust demand for Asian bond exposure among investors.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Asian Bond Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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### ***Class I Distributing***

Dec 2008	US\$ 5,562,275	US\$ 6.41
Dec 2009	US\$11,929,043	US\$ 7.97
Dec 2010	US\$18,353,470	US\$ 8.34

### ***Class III***

Dec 2008	US\$ 9,418,762	US\$ 9.21
Dec 2009	US\$12,648,017	US\$12.34
Dec 2010	US\$13,920,753	US\$13.54

Financial Period	The Highest Issue Price	The Lowest Redemption Price
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### ***Class I Distributing***

Dec 2003	US\$ 10.69	US\$ 9.93
Dec 2004	US\$ 11.33	US\$ 9.94
Dec 2005	US\$ 11.62	US\$10.40
Dec 2006	US\$ 11.19	US\$10.47
Dec 2007	US\$ 11.32	US\$10.24
Dec 2008	US\$ 10.33	US\$ 6.15
Dec 2009	US\$ 7.99	US\$ 6.03
Dec 2010	US\$ 8.59	US\$ 7.96

### ***Class III***

Dec 2003	US\$ 11.29	US\$ 9.99
Dec 2004	US\$ 12.38	US\$10.34
Dec 2005	US\$ 13.25	US\$11.50
Dec 2006	US\$ 13.50	US\$12.29
Dec 2007	US\$ 13.67	US\$13.28
Dec 2008	US\$ 13.41	US\$ 9.21
Dec 2009	US\$ 12.34	US\$ 8.93
Dec 2010	US\$ 13.86	US\$12.33

# First State Global Umbrella Fund p.l.c.

## First State Asian Bond Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar</b>				<b>United States Dollar (continued)</b>			
Agile Property Holdings 8.875% 28/04/2017	100,000	101,880	0.32	Export-Import Bank of India 4.375% 02/02/ 2015	250,000	250,370	0.78
Axiata 5.375% 28/04/ 2020	100,000	100,934	0.31	Export-Import Bank of Korea 5.125% 29/06/2020	100,000	102,679	0.32
Bangkok Bank 4.8% 18/10/2020***	250,000	238,750	0.74	Export-Import Bank of Korea 8.125% 21/01/2014	260,000	295,435	0.92
Bank of Baroda/London 4.75% 07/10/2015	150,000	150,600	0.47	Gain Silver Finance 6.375% 25/08/ 2016***	250,000	271,800	0.84
Bank of East Asia 6.125% 16/07/2020	100,000	102,719	0.32	Hana Bank 4.5% 30/10/ 2015***	100,000	101,091	0.31
Bank of India/London 4.75% 30/09/2015	250,000	253,490	0.79	Hana Funding 8.748% Perp	200,000	215,000	0.67
BW Group 6.625% 28/06/2017	750,000	763,125	2.36	HKCG Finance 6.25% 07/08/2018	100,000	111,900	0.35
China Construction Bank 5.55% 11/02/ 2020***	200,000	207,924	0.64	Hongkong Electric Finance 4.25% 14/12/2020***	170,000	165,223	0.51
China Overseas Finance 5.5% 10/11/2020	150,000	146,505	0.45	Hongkong Land Finance 4.5% 07/10/2025	100,000	88,276	0.27
China Resources Power Holdings 3.75% 03/08/2015	400,000	389,680	1.21	Hutchison Whampoa International 5.75% 11/09/2019	500,000	533,640	1.65
Chuo Mitsui Trust & Banking 5.506% Perp***	250,000	251,458	0.78	Hutchison Whampoa International 6.5% 13/02/2013	150,000	162,015	0.50
CITIC Bank International 6.875% 24/06/2020	100,000	103,479	0.32	Hutchison Whampoa International 7.45% 24/11/2033	150,000	182,061	0.56
CITIC Resources Finance 6.75% 15/05/ 2014***	200,000	204,264	0.63	Hutchison Whampoa International 7.625% 09/04/2019	380,000	449,844	1.39
CLP Power Hong Kong Financing 4.75% 19/03/2020	300,000	306,255	0.95	Hynix Semiconductor 7.875% 27/06/2017	250,000	255,200	0.79
CMHI Finance 7.125% 18/06/2018	200,000	226,260	0.70	Hyundai Motor Manufacturing Czech 4.5% 15/04/2015	200,000	205,660	0.64
CMT MTN Pte 4.321% 08/04/2015	100,000	101,130	0.31				
DBS Bank 2.375% 14/09/2015	200,000	191,814	0.59				
DBS Capital Funding 7.657% Perp	300,000	303,180	0.94				

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

	Number of shares	Fair Value US\$	% of Net Assets
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### Financial Assets at Fair Value Through Profit or Loss\*

#### United States Dollar (continued)

ICICI Bank 5.5% 25/03/2015	150,000	155,340	0.48
Indian Oil 4.75% 22/01/2015	100,000	102,538	0.32
Indo Integrated Energy 9% 01/06/2012***	100,000	105,439	0.33
Indo Integrated Energy 9.75% 05/11/2016***	100,000	111,960	0.35
Indonesia 6.75% 10/03/2014	400,000	450,132	1.39
Indonesia Government International Bond 5.875% 13/03/2020	800,000	876,000	2.71
Indonesia Government International Bond 7.75% 17/01/2038	1,100,000	1,336,500	4.14
Indosat Palapa 7.375% 29/07/2020***	200,000	219,408	0.68
Industrial Bank of Korea 7.125% 23/04/2014	200,000	223,720	0.69
Kookmin Bank 5.875% 11/06/2012	200,000	210,540	0.65
Korea Development Bank 8% 23/01/2014	200,000	228,082	0.71
Korea Exchange Bank 4.875% 14/01/2016***	200,000	207,296	0.64
Korea Expressway 4.5% 23/03/2015 ***	100,000	102,597	0.32
Korea Finance 3.25% 20/09/2016	250,000	237,830	0.74
Korea Gas 6% 15/07/2014***	200,000	216,812	0.67
Korea Housing Finance 4.125% 15/12/2015***	250,000	251,960	0.78
Korea Hydro & Nuclear Power 3.125% 16/09/2015	200,000	194,980	0.60
Korea Hydro & Nuclear Power 6.25% 17/06/2014	450,000	492,120	1.52

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

	Number of shares	Fair Value US\$	% of Net Assets
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### Financial Assets at Fair Value Through Profit or Loss\*

#### United States Dollar (continued)

Korea National Housing 4.875% 10/09/2014	190,000	196,354	0.61
Korea National Oil 5.375% 30/07/2014	320,000	339,648	1.05
Kowloon Canton Railway 5.125% 20/05/2019	230,000	243,984	0.76
Krung Thai Bank 7.378% VRN Perp	400,000	411,520	1.28
Lai Fung Holdings 9.125% 04/04/2014***	550,000	554,670	1.72
Li & Fung 5.25% 13/05/2020	250,000	252,563	0.78
Majapahit Holding 7.75% 17/10/2016	200,000	228,000	0.71
Malaysia (Govt of) 7.5% 15/07/2011	280,000	289,240	0.90
National Agricultural Cooperative Federation 4.25% 28/01/2016***	100,000	100,503	0.31
National Agricultural Cooperative Federation 5% 30/09/2014***	250,000	262,552	0.81
PCCW-HKT Capital 4.25% 24/02/2016	250,000	248,670	0.77
PCCW-HKT Capital 8% 15/11/2011	160,000	166,512	0.52
Petronas Capital 5.25% 12/08/2019	600,000	641,490	1.99
Petronas Capital 7% 22/05/2012	300,000	322,197	1.00
Petronas Capital 7.875% 22/05/2022	200,000	254,902	0.78
Philippine (Govt of) 6.375% 23/10/2034***	100,000	106,000	0.33
Philippine (Govt of) 6.5% 20/01/2020	900,000	1,039,500	3.22
Philippine (Govt of) 8% 15/01/2016	100,000	123,000	0.38

# First State Global Umbrella Fund p.l.c.

## First State Asian Bond Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar (continued)</b>			
Philippine (Govt of) 8.375% 17/06/2019	1,010,000	1,295,325	4.01
Philippine (Govt of) 9.5% 02/02/2030	600,000	856,500	2.65
POSCO 4.25% 28/10/ 2020***	150,000	140,577	0.44
POSCO 8.75% 26/03/ 2014	250,000	292,450	0.91
PSA International 4.625% 11/09/2019	100,000	102,215	0.32
PITTEP Australia International Finance Proprietary 4.152% 19/07/2015***	250,000	248,525	0.77
Reliance Holdings USA 4.5% 19/10/2020	250,000	237,925	0.74
Republic of Korea 7.125% 16/04/2019	600,000	715,026	2.22
Resona Bank 5.85% Perp Road King Infrastructure Finance 6.25% 15/07/2011	500,000	505,650	1.57
Shimao Property Holdings 8% 01/12/ 2016	100,000	98,380	0.30
Shinhan Bank 4.375% 15/09/2015***	200,000	202,360	0.63
Shinhan Bank 6.819% 20/09/2036	1,000,000	1,030,000	3.19
Shinsegae 6.125% 27/06/2011	200,000	204,960	0.64
Singapore Telecommunications 6.375% 01/12/2011	100,000	104,490	0.32
Sinochem Overseas Capital 4.5% 12/11/ 2020	250,000	244,115	0.76
Sino-Forest 6.25% 21/10/2017	100,000	99,672	0.31
Sino-Forest 10.25% 28/07/2014***	300,000	344,628	1.07

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>United States Dollar (continued)</b>			
SP PowerAssets 5% 22/10/2013	170,000	183,464	0.57
State Bank of India/ London 4.5% 23/10/ 2014	300,000	307,830	0.95
STATS ChipPAC 7.5% 12/08/2015***	200,000	214,500	0.66
Sun Hung Kai 4% 02/11/2020	150,000	139,920	0.43
Swire Pacific MTN Financing 5.5% 19/08/2019	190,000	193,952	0.60
Temasek Financial 4.3% 25/10/2019	250,000	249,462	0.77
Tenaga Nasional 7.5% 01/11/2025	250,000	301,462	0.93
Towngas China 8.25% 23/09/2011***	300,000	315,375	0.98
United Overseas Bank 4.5% 02/07/2013	500,000	523,050	1.62
United Overseas Bank 5.375% 03/09/2019	755,000	791,164	2.45
Wing Hang Bank 9.375% Perp	850,000	912,628	2.83
Woori Bank 4.5% 07/10/2015***	200,000	202,184	0.63
Woori Bank 6.208% 02/05/2037	460,000	447,626	1.39
Total Bonds		30,794,240	95.41
<b>Future Contracts</b>		<b>60,265</b>	<b>0.19</b>
CBOT 10 Year U.S. Notes Mar 11	(30)	60,265	0.19
Total Financial Assets at Fair Value through Profit or Loss		30,854,505	95.60
<b>Future Contracts</b>		<b>(18,779)</b>	<b>(0.06)</b>
CBOT US Treasury Bonds Mar 11	4	(18,779)	(0.06)

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
Total Financial Liabilities at Fair Value through Profit or Loss		(18,779)	(0.06)
Cash and other net assets		1,438,497	4.46
<hr/>			
Total Net Assets Attributable to Redeemable Participating Shareholders		32,274,223	100.00
<hr/>			
Total Cost of Financial Assets at Fair Value through Profit or Loss		29,121,125	
<hr/>			

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State Asian Bond Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased		Sold		Financial Assets at Fair Value Through Profit or Loss	Purchased		Sold	
	Number of Shares	Number of Shares	Number of Shares	Number of Shares		Number of Shares	Number of Shares	Number of Shares	Number of Shares
Agile Property Holdings 8.875% 28/04/2017	100,000	-			CITIC Bank International 6.875% 24/06/2020	100,000	-		
Agile Property Holdings 9% 22/09/2013	-	500,000			CLP Power Hong Kong Financing 4.75% 19/03/2020	490,000	190,000		
Axiata 5.375% 28/04/2020	100,000	-			CMHI Finance 7.125% 18/06/2018	200,000	-		
Bangkok Bank 4.8% 18/10/2020	250,000	-			CMT MTN Pte 4.321% 08/04/2015	100,000	-		
Bank of East Asia 6.125% 16/07/2020	100,000	-			DBS Bank 2.375% 14/09/2015	200,000	-		
Bank of Baroda/London 4.75% 07/10/2015	150,000	-			Export-Import Bank of Korea 5.125% 29/06/2020	100,000	-		
Bank of China 5.55% 11/02/2020	300,000	100,000			Export-Import Bank of India 4.375% 02/02/2015	250,000	-		
Bank of India/London 4.75% 30/09/2015	250,000	-			Hana Bank 4.5% 30/10/2015	100,000	-		
C&M Finance 8.1% 01/02/2016	250,000	400,000			Hongkong Electric Finance 4.25% 14/12/2020	170,000	-		
CBOT 10 Year U.S. Notes Dec 10	114	114			Hongkong Land Finance 4.5% 07/10/2025	100,000	-		
CBOT 10 Year U.S. Notes Mar 11	28	58			Hutchison Whampoa International 5.75% 11/09/2019	250,000	-		
CBOT 10 Year U.S. Notes June 10	48	48			Hutchison Whampoa International 7.625% 09/04/2019	100,000	-		
CBOT 10 Year U.S. Notes Mar 10	45	21			Hyundai Motor Manufacturing Czech 4.5% 15/04/2015	200,000	-		
CBOT 10 Year U.S. Notes Sep 10	52	52			ICICI Bank 5.5% 25/03/2015	100,000	140,000		
CBOT 2 Year U.S. Notes Dec 10	22	22			Indian Oil 4.75% 22/01/2015	200,000	100,000		
CBOT 2 Year U.S. Notes June 10	29	29			Indo Integrated Energy 9.75% 05/11/2016	100,000	-		
CBOT 2 Year U.S. Notes Mar 10	19	1			Indo Integrated 8.5% 01/06/2012	100,000	-		
CBOT 2 Year U.S. Notes Sep 10	16	16			Indonesia Government International Bond 7.75% 17/01/2038	-	200,000		
CBT 2 Year U.S. Notes Mar 11	10	10			Indonesia Government International Bond 5.875% 13/03/2020	800,000	-		
CBOT US Treasury Bonds Dec 10	8	8			Indosat Palapa 7.375% 29/07/2020	200,000	-		
CBOT US Treasury Bonds Mar 11	4	-			Korea Housing Finance 4.125% 15/12/2015	250,000	-		
CBOT U.S. Bonds June 10	2	2			Korea Exchange Bank 4.875% 14/01/2016	200,000	-		
CBOT U.S. Bonds Mar 10	5	-			Korea Finance 3.25% 20/09/2016	250,000	-		
CBOT U.S. Bonds Sep 10	4	4							
China Overseas Finance 5.5% 10/11/2020	150,000	-							
China Resources Power Holdings 3.75% 03/08/2015	400,000	-							
Chuo Mitsui Trust & Banking Co 5.506% Perp	-	250,000							

	Purchased		Sold			Purchased		Sold	
Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares			Financial Assets at Fair Value Through Profit or Loss	Number of Shares	Number of Shares		
Korea Hydro & Nuclear Power 3.125% 16/09/2015	200,000	-			STATS ChipPAC 7.5% 12/08/2015	200,000	-		
Krung Thai Bank 7.378% Perp	-	300,000			Sun Hung Kai 4% 02/11/2020	150,000	-		
Lai Fung Holdings 9.125% 04/04/2014	-	100,000			Temasek Financial 4.3% 25/10/2019	250,000	-		
Li & Fung 5.25% 13/05/2020	250,000	-			US 0% T BILL 25/02/2010	-	800,000		
Majapahit Holding 7.75% 17/10/2016	200,000	-			US 0% T-Bill 06/05/2010	600,000	600,000		
National Agricultural Cooperative Federation 4.25% 28/01/2016	200,000	100,000			US T-Bill 0% 29/07/2010	600,000	600,000		
PCCW-HKT Capital 4.25% 24/02/2016	250,000	-			US Treasury 0% T Bill 16/09/2010	600,000	600,000		
Petronas Capital 7% 22/05/2012	200,000	-			US Treasury 0% T Bill 16/12/2010	600,000	600,000		
Petronas Capital 7.875% 22/05/2022	100,000	-			Woori Bank 4.5% 07/10/2015	200,000	-		
Philippine (Govt of) 8% 15/01/2016	100,000	-			Woori Bank 6.208% 02/05/2037	-	200,000		
Philippine (Govt of) 6.5% 20/01/2020	1,000,000	100,000							
POSCO 4.25% 28/10/2020	150,000	-							
PTTEP Australia International Finance Proprietary 4.152% 19/07/2015	250,000	-							
Reliance Holdings USA 4.5% 19/10/2020	250,000	-							
Resona Bank 5.85% VRN Perp	-	150,000							
Road King Infrastructure Finance 7.625% 14/05/2014	-	250,000							
Road King Infrastructure Finance 6.25% 15/07/2011	-	250,000							
Shimao Property Holdings 8% 01/12/2016	100,000	-							
Shinhan Bank 4.375% 15/09/2015	200,000	-							
Singapore Telecommunications 6.375% 01/12/2011	-	110,000							
Sino-Forest 6.25% 21/10/2017	200,000	100,000							
Sinochem Overseas Capital 4.5% 12/11/2020	250,000	-							
ST Engineering Financial 4.8% 16/07/2019	-	210,000							
State Bank of India/London 4.5% 23/10/2014	200,000	-							

# First State Global Umbrella Fund p.l.c.

## First State Asian Quality Bond Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Asian Quality Bond Fund "The Fund" – Class I	27.46%	8.63%
JP Morgan Asia Credit Investment Grade Index	22.05%	7.91%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Despite some strong monthly movements, yields on US Treasuries ended 2010 lower than where they began. Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data particularly among developed economies improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

The US economic recovery continued in 2010 with US GDP growth recorded in each of the first three quarters of the year, although momentum slowed to 1.7% (y/y) in the June quarter before accelerating to 2.5% (y/y) in the September quarter. US activity indicators were positive throughout the year with both the ISM manufacturing and non-manufacturing indices remaining above the 50 point expansion level. CPI inflation fell over the year, with core CPI (ex-food and energy) falling to its lowest annual level of 0.6% in October since 1957. Despite this, most consumer activity and spending indices remained weak in 2010 in response to the benign US employment market. The Conference Board consumer confidence index peaked in May but ended the year 2.1% below

its December 2009 level. The US unemployment rate remained stubbornly high at 9.8% reflecting seasonal volatility in non-farm payrolls data.

The Federal Open Market Committee retained its funds target range at 0.00%-0.25% throughout 2010. The Committee stated that the economic recovery is continuing through 'at a rate that has been insufficient to bring down unemployment.'

Asian bonds recorded strong performance over the year to 31 December 2010 with the JP Morgan Asia Credit Investment Grade Index increasing by 7.9%, supported by sanguine demand for Asian credit as spreads tightened in tandem with improving economic fundamentals and credit ratings. Importantly, at a time when developed economies are experiencing downward pressure on their sovereign ratings, seven countries in the Asia-Pacific region received rating upgrades in 2010.

Asian economic data was relatively firm over the year with the general trend towards a gradual slowing in growth, from a high base, remaining in place. As expected, export data across the region has moderated with the weakness seen in developed markets feeding through to Asia, particularly the smaller more trade dependant economies such as Singapore and Taiwan. Export growth momentum in Taiwan moderated, increasing by 14.3% (y/y) in November, driven by information technology export orders. Inflationary pressures continue to be a concern for regional central banks with the larger than expected annual November CPI recordings in Indonesia (+6.3%) and China (+5.1%) highlighting the policy risks for the coming year. India's (+7.5%) inflation also remained elevated in October.

Asian dollar bond issuance remained elevated in 2010. There were almost 60 issuers – both corporates and banks – that tapped the market for the first time. The asset class also saw the first corporate perpetual bonds launched last year, totalling over \$3 billion. Significantly, the

average size of investment grade issues has increased over time, with deal sizes of \$1 billion no longer considered rare. Larger issue sizes help boost secondary market liquidity.

While recent economic data releases throughout the Asia region continue to point towards stable economic growth, the tightening policy stance of regional central banks may cause Asian economic growth to decelerate in 2011. Inflation is expected to remain elevated, although forecast to moderate later in the year as policy tightens and commodity prices stabilise. Inflationary pressures and concerns over property asset bubbles in China and Hong Kong should contribute to the People's Bank of China continuing to raise interest rates through 2011 and allow a further modest appreciation of the RMB. Despite this, the financial turmoil in developed countries has served to galvanise Asian investors into purchasing regional bonds. Among the first movers were financial institutions and official agencies. More recently, retail and private banking flows into the asset class have seen buoyant growth. Apart from diversification benefits, individual investors viewed familiarity with issuers, particularly those that have successfully navigated through previous economic crises, as an added advantage. As a result, we see ongoing robust demand for Asian bond exposure among investors.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Asian Quality Bond Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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**Class I**

Dec 2008	US\$335,507,378	US\$ 9.36
Dec 2009	US\$471,725,802	US\$11.93
Dec 2010	US\$518,204,310	US\$12.96

Financial Period	The Highest Issue Price	The Lowest Redemption Price
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**Class I**

Dec 2003	US\$10.54	US\$ 9.55
Dec 2004	US\$11.17	US\$ 9.70
Dec 2005	US\$11.46	US\$10.48
Dec 2006	US\$11.42	US\$10.66
Dec 2007	US\$11.69	US\$11.31
Dec 2008	US\$11.86	US\$ 9.24
Dec 2009	US\$11.94	US\$ 8.57
Dec 2010	US\$13.18	US\$11.93

# First State Global Umbrella Fund p.l.c.

## First State Asian Quality Bond Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>United States Dollar</b>		<b>501,454,742</b>	<b>96.77</b>	<b>United States Dollar (continued)</b>			
Axiata 5.375% 28/04/2020	1,680,000	1,695,691	0.33	Dah Sing Bank 1.05344% 03/06/2016***	2,000,000	1,980,100	0.38
Bangkok Bank 4.8% 18/10/2020***	1,550,000	1,480,250	0.29	Dah Sing Bank 6.625% 11/02/2020	500,000	528,900	0.10
Bangkok Bank 9.025% 15/03/2029***	7,250,000	9,028,280	1.74	DBS Bank 0.50438% 16/05/2017	16,730,000	16,353,575	3.16
Bank of Baroda/London 4.75% 07/10/2015	2,890,000	2,901,560	0.56	DBS Bank 0.89906% 15/07/2021***	5,000,000	4,600,350	0.89
Bank of China Hong Kong 5.55% 11/02/2020***	2,900,000	3,014,898	0.58	DBS Bank 2.375% 14/09/2015	1,000,000	959,070	0.19
Bank of East Asia 6.125% 16/07/2020	2,500,000	2,567,975	0.50	DBS Capital Funding 7.657% Perp	5,440,000	5,497,664	1.06
Bank of India/London 4.75% 30/09/2015	3,500,000	3,548,860	0.68	Export-Import Bank Korea 4.125% 09/09/2015	5,500,000	5,568,761	1.07
BTMU Curacao Holdings NV 0.56406% 19/04/2017***	5,900,000	5,543,758	1.07	Export-Import Bank Korea 5.125% 29/06/2020	1,750,000	1,796,883	0.35
Busan Bank 6% 30/10/2017***	18,000,000	18,500,760	3.57	Export-Import Bank of India 4.375% 02/02/2015	2,600,000	2,603,848	0.50
China Overseas Finance 5.5% 10/11/2020	2,550,000	2,490,585	0.48	Export-Import Bank of Korea 4% 29/01/2021	1,700,000	1,554,531	0.30
China Resources Power Holdings 3.75% 03/08/2015	4,000,000	3,896,800	0.75	Export-Import Bank of Korea 8.125% 21/01/2014	6,400,000	7,272,224	1.40
Chinatrust Commercial Bank 5.625% Perp	9,950,000	9,651,500	1.86	Gain Silver Finance 6.375% 25/08/2016***	2,600,000	2,826,720	0.55
Chong Hing Bank 1.23188% 16/12/2016***	10,000,000	9,900,700	1.91	Hana Bank 4.5% 30/10/2015***	1,180,000	1,192,874	0.23
Chuo Mitsui Trust & Banking 5.506% Perp***	1,640,000	1,649,561	0.32	Hana Bank 5.375% 12/04/2017	7,500,000	7,687,500	1.48
CITIC Bank International 6.875% 24/06/2020	2,000,000	2,069,580	0.40	Hana Bank 5.875% 14/09/2016	6,000,000	6,087,600	1.17
CKWH UT2 9.125% Perp	950,000	992,750	0.19	Hana Funding 8.748% Perp	5,200,000	5,590,000	1.08
CLP Power Hong Kong Financing 4.75% 19/03/2020	4,600,000	4,695,910	0.91	HKCG Finance 6.25% 07/08/2018	5,700,000	6,378,300	1.23
CMHI Finance 7.125% 18/06/2018	14,700,000	16,630,110	3.21	Hong Kong Mtg Co 3.5% 04/08/2014	1,400,000	1,429,400	0.28
CMT MTN Pte 4.321% 08/04/2015	1,500,000	1,516,950	0.29				

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices

# First State Global Umbrella Fund p.l.c.

## First State Asian Quality Bond Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>United States Dollar (continued)</b>				<b>United States Dollar (continued)</b>			
Hongkong Electric Finance 4.25% 14/12/2020***	3,000,000	2,915,700	0.56	Korea Gas 4.25% 02/11/2020	2,200,000	2,082,960	0.40
Hongkong Land Finance 4.5% 07/10/2025	4,400,000	3,884,144	0.75	Korea Gas 6% 15/07/ 2014***	4,450,000	4,824,067	0.93
Hongkong Land Finance 5.5% 28/04/2014	2,850,000	3,047,220	0.59	Korea Housing Finance 4.125% 15/12/ 2015***	1,500,000	1,511,760	0.29
Hutchison Whampoa International 5.75% 11/09/2019	3,500,000	3,735,480	0.72	Korea Hydro & Nuclear Power 6.25% 17/06/ 2014	8,010,000	8,759,736	1.69
Hutchison Whampoa International 6.25% 24/01/2014	2,000,000	2,183,000	0.42	Korea National Housing 4.875% 10/09/2014	3,830,000	3,958,075	0.76
Hutchison Whampoa International 6.5% 13/02/2013	3,000,000	3,240,300	0.63	Korea National Oil 2.875% 09/11/ 2015***	1,500,000	1,442,565	0.28
Hutchison Whampoa International 7.625% 09/04/2019	11,870,000	14,051,706	2.71	Korea National Oil 5.375% 30/07/2014	6,520,000	6,920,328	1.34
Hyundai Motor Manufacturing Czech 4.5% 15/04/2015	2,000,000	2,056,600	0.40	Korea Resources 4.125% 19/05/2015	2,000,000	2,006,440	0.39
ICICI Bank 5.5% 25/03/ 2015	3,700,000	3,831,720	0.74	Kowloon Canton Railway 5.125% 20/05/2019	2,640,000	2,800,512	0.54
ICICI Bank 5.75% 16/11/2020	2,000,000	1,969,080	0.38	Li & Fung 5.25% 13/05/2020	4,500,000	4,546,125	0.88
Indian Oil 4.75% 22/01/2015	900,000	922,842	0.18	Malaysia Government International Bond 7.5% 15/07/2011	5,630,000	5,815,790	1.12
Industrial Bank of Korea 7.125% 23/04/2014	3,230,000	3,613,078	0.70	National Agricultural Cooperative Federation 4.25% 28/01/2016***	1,400,000	1,407,042	0.27
Kookmin Bank 5.875% 11/06/2012	3,900,000	4,105,530	0.79	National Agricultural Cooperative Federation 5% 30/09/2014***	2,500,000	2,625,525	0.51
Korea Development Bank (Rep of) 8% 23/01/2014	6,180,000	7,047,734	1.36	National Agricultural Cooperative Federation 5.375% 26/04/2017***	3,750,000	3,826,613	0.74
Korea Exchange Bank 0.61906% 20/07/ 2012***	5,350,000	5,212,559	1.01	Oversea-Chinese Banking 4.25% 18/11/ 2019***	4,600,000	4,682,386	0.90
Korea Expressway 4.5% 23/03/2015 ***	4,700,000	4,822,059	0.93	PCCW HKT Capital 4.25% 24/02/2016	3,400,000	3,381,912	0.65
Korea Finance 3.25% 20/09/2016	2,000,000	1,902,640	0.37				

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices

	Number of shares	Fair Value US\$	% of Net Assets
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**Financial Assets at Fair Value through Profit or Loss\***
**United States Dollar (continued)**

PCCW-HKT Capital 8%			
15/11/2011	3,170,000	3,299,019	0.64
PCI Capital 5.875%			
17/12/2014	4,500,000	4,522,500	0.87
Petronas Capital 5.25%			
12/08/2019	8,330,000	8,906,019	1.72
Petronas Capital 7%			
22/05/2012	3,400,000	3,651,566	0.70
Petronas Capital 7.875%			
22/05/2022	5,000,000	6,372,550	1.23
POSCO 4.25% 28/10/ 2020***	2,600,000	2,436,668	0.47
POSCO 8.75% 26/03/ 2014	4,700,000	5,498,060	1.06
PSA International 3.875% 11/02/2021	600,000	570,930	0.11
PSA International 4.625% 11/09/2019	5,000,000	5,110,750	0.99
PITTEP Australia International Finance Proprietary 4.152% 19/07/2015***	2,800,000	2,783,480	0.54
Reliance Holdings 4.5% 19/10/2020	3,750,000	3,568,875	0.69
Republic of Korea 7.125% 16/04/2019	15,400,000	18,352,334	3.54
Resona Bank 5.85% Perp Shinhan Bank 4.375% 15/09/2015***	2,000,000	2,005,000	0.39
1,370,000	1,386,166	0.27	
Shinhan Bank 5.663% 02/03/2035	6,700,000	6,599,500	1.27
Shinhan Bank 5.75% 28/02/2016***	2,000,000	2,009,780	0.39
Shinhan Bank 6.819% 20/09/2036	14,700,000	15,141,000	2.92
Shinsegae 6.125% 27/06/2011	12,700,000	13,014,960	2.51
Singapore Telecommunications 6.375% 01/12/2011	2,300,000	2,403,270	0.46
Sinochem Overseas Capital 4.5% 12/11/ 2020	5,300,000	5,175,238	1.00

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices

	Number of shares	Fair Value US\$	% of Net Assets
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**Financial Assets at Fair Value through Profit or Loss\***
**United States Dollar (continued)**

SK Broadband 7%			
01/02/2012	7,000,000	7,308,000	1.41
SMFG Preferred Capital 8.75% Perp***	8,200,000	8,654,936	1.67
SP PowerAssets 5%			
22/10/2013	3,500,000	3,777,200	0.73
Standard Chartered 6.4% 26/09/2017***	2,000,000	2,140,220	0.41
Standard Chartered First Bank Korea 7.267% 03/03/2034***	5,460,000	5,712,143	1.10
State Bank of India/ London 4.5% 23/10/ 2014	1,800,000	1,846,980	0.36
Sun Hung Kai 4% 02/11/2020	3,000,000	2,798,400	0.54
Swire Pacific MTN Financing 5.5% 19/08/2019	5,250,000	5,359,200	1.03
Temasek Financial 4.3% 25/10/2019	7,950,000	7,932,908	1.53
Tenaga Nasional 7.5% 01/11/2025	3,500,000	4,220,475	0.81
United Overseas Bank 5.375% 03/09/2019	14,875,000	15,587,512	3.01
Wing Hang Bank Ltd 6% Perp***	1,870,000	1,856,349	0.36
Woori Bank 4.5% 07/10/2015***	2,000,000	2,021,840	0.39
Woori Bank 6.208% 02/05/2037	8,851,000	8,612,908	1.66
Total Bonds		501,454,742	96.77
<b>Future Contracts</b>		<b>1,142,578</b>	<b>0.22</b>
CBOT 10 Year U.S. Notes Mar 11	(500)	1,142,578	0.22
Total Financial Assets at Fair Value through Profit or Loss		502,597,320	96.99

# First State Global Umbrella Fund p.l.c. First State Asian Quality Bond Fund

## Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Future Contracts</b>		<b>(513,569)</b>	<b>(0.10)</b>
CBOT 2 Year U.S. Notes			
Mar 11	308	(67,563)	(0.01)
CBOT U.S. Bonds Mar 11	95	(446,006)	(0.09)
<hr/>			
Total Financial Liabilities at Fair Value through Profit or Loss		(513,569)	(0.10)
<hr/>			
Cash and other net assets		16,120,559	3.11
<hr/>			
Total Net Assets Attributable to Redeemable Participating Shareholders		518,204,310	100.00
<hr/>			
Total Cost of Financial Assets at Fair Value through Profit or Loss		483,816,341	
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\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Asian Quality Bond Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value through Profit or Loss	Purchased		Sold		Financial Assets at Fair Value through Profit or Loss	Purchased		Sold	
	Number of shares	Number of shares	Number of shares	Number of shares		Number of shares	Number of shares	Number of shares	Number of shares
Axiata 5.375% 28/04/2020	1,680,000	-			CMT MTN Pte 4.321% 08/04/2015	1,500,000	-		
Bangkok Bank 4.8% 18/10/2020	1,550,000	-			Dah Sing Bank 6.253% Perp	-	1,500,000		
Bangkok Bank 9.025% 15/03/2029	-	1,600,000			Dah Sing Bank 6.625% 11/02/2020	500,000	-		
Bank of Baroda/London 4.75% 07/10/2015	2,890,000	-			Dah Sing Bank 0.8775% 06/05/2015	-	-	4,100,000	
Bank of China Hong Kong 5.55% 11/02/2020	3,900,000	1,000,000			DBS Bank 2.375% 14/09/2015	1,000,000	-		
Bank of East Asia 5.625% 13/12/2015	-	2,325,000			DBS Capital Funding 7.657% Perp	-	-	1,550,000	
Bank of East Asia 6.125% 16/07/2020	2,500,000	-			Export-Import Bank of Korea 0.5125% 16/11/2010	-	-	500,000	
Bank of India/London 4.75% 30/09/2015	3,500,000	-			Export-Import Bank of India 4.375% 02/02/2015	2,600,000	-		
CBT 10 Year U.S. Notes Dec 10	1,700	1,700			Export-Import Bank of Korea 4% 29/01/2021	1,700,000	-		
CBOT 10 Year U.S. Notes Mar 11	498	998			Export-Import Bank of Korea 4.125% 09/09/2015	5,500,000	-		
CBOT 10 Year U.S. Notes June 10	899	899			Export-Import Bank of Korea 5.125% 29/06/2020	1,750,000	-		
CBOT 10 Year U.S. Notes Mar 10	809	217			Hana Bank 4.5% 30/10/2015	1,180,000	-		
CBOT 10 Year U.S. Notes Sept 10	797	797			Hana Bank 5.875% 14/09/2016	-	-	1,000,000	
CBOT 2 Year Notes Dec 10	498	498			Hongkong Electric Finance 4.25% 14/12/2020	3,000,000	-		
CBOT 2 Year Note June 10	606	216			Hongkong Land Finance 4.5% 07/10/2025	4,400,000	-		
CBOT 2 Year Notes Mar 10	-	134			Hutchison Whampoa International 5.75% 11/09/2019	1,100,000	-		
CBOT 2 Year Notes Sep 10	-	155			Hutchison Whampoa International 7.625% 09/04/2019	2,000,000	-		
CBOT 2 Year U.S. Notes Mar 11	308	-			Hyundai Card 0.71063% 03/05/2010	-	-	8,500,000	
CBOT U.S. Bonds Dec 10	198	198			Hyundai Motor Manufacturing Czech 4.5% 15/04/2015	2,000,000	-		
CBOT U.S. Bonds Mar 11	95	-			ICICI Bank 5.75% 16/11/2020	2,000,000	-		
CBOT US Bonds June 10	103	103			Indian Oil 4.75% 22/01/2015	1,800,000	900,000		
CBOT US Bonds Mar 10	15	88			Korea Housing Finance 4.125% 15/12/2015	1,500,000	-		
CBOT US Bonds Sep 10	99	99			Korea (Rep) 7.125% 16/04/2019	2,000,000	300,000		
China Overseas Finance 5.5% 10/11/2020	2,550,000	-			Korea Expressway 4.5% 23/03/2015	2,800,000	-		
China Resources Power Holdings 3.75% 03/08/2015	4,000,000	-			Korea Finance 3.25% 20/09/2016	2,000,000	-		
Chuo Mitsui Trust & Banking 5.506% Perp	-	5,000,000							
CITIC Bank International 6.875% 24/06/2020	2,000,000	-							
CLP Power Hong Kong Financing 4.75% 19/03/2020	8,300,000	3,700,000							

# First State Global Umbrella Fund p.l.c.

## First State Asian Quality Bond Fund

### Portfolio Changes (unaudited) (continued)

Financial Assets at Fair Value through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Korea Gas 4.25% 02/11/2020	2,200,000	–	Reliance Holdings 4.5% 19/10/2020	3,750,000	–
Korea National Oil 2.875% 09/11/2015	3,000,000	1,500,000	Resona Bank Ltd 5.85% VRN Perp	–	8,850,000
Korea Resources 4.125% 19/05/2015	2,000,000	–	SBB Capital 6.62% Perp	–	6,700,000
Krung Thai Bank 7.378% VRN Perp	–	9,500,000	Shinhan Bank 4.375% 15/09/ 2015	1,370,000	–
Li & Fung 5.25% 13/05/2020	4,500,000	–	Shinhan Bank 5.663% 02/03/ 2035	–	1,700,000
National Agricultural Cooperative Federation 4.25% 28/01/2016	2,800,000	1,400,000	Shinhan Bank 6.819% 20/09/ 2036	–	4,000,000
PCCW HKT Capital 4.25% 24/02/2016	3,400,000	–	Singapore Telecommunications 6.375% 01/12/2011	–	2,000,000
Petronas Capital 7.875% 22/05/2022	1,000,000	–	Sinochem Overseas Capital 4.5% 12/11/2020	5,300,000	–
POSCO 4.25% 28/10/2020	2,600,000	–	SMFG Preferred Capital 8.75% Perp	–	1,800,000
PSA International 3.875% 11/02/2021	600,000	–	St Engineering Financial 4.8% 16/07/2019	1,000,000	6,890,000
PSA International 4.625% 11/09/2019	2,080,000	–	Sun Hung Kai 4% 02/11/2020	3,000,000	–
PTTEP Australia International Finance Proprietary 4.152% 19/07/2015	2,800,000	–	Temasek Financial 4.3% 25/10/2019	7,950,000	–
			Woori Bank 4.5% 07/10/2015	2,000,000	–
			Woori Bank 6.208% 02/05/ 2037	–	7,200,000

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Dollar Bond Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Hong Kong Dollar Bond Fund "The Fund"		
– Class III	-1.72%	4.21%
HSBC Hong Kong Dollar Bond Index	-0.58%	3.99%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Despite some strong monthly movements, yields on US Treasuries ended 2010 lower than where they began. Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data, particularly among developed economies, improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

The US economic recovery continued in 2010 with US GDP growth recorded in each of the first three quarters of the year, although momentum slowed to 1.7% (y/y) in the June quarter before accelerating to 2.5% (y/y) in the September quarter. US activity indicators were positive throughout the year with both the ISM manufacturing and non-manufacturing indices remaining above the 50 point expansion level. CPI inflation fell over the year, with core CPI (ex-food and energy) falling to its lowest annual level of 0.6% in October since 1957. Despite this, most consumer activity and spending indices remained weak in 2010 in response to the benign US employment market. The Conference Board consumer confidence index peaked in May but ended the year 2.1% below

its December 2009 level. The US unemployment rate remained stubbornly high at 9.8% reflecting seasonal volatility in non-farm payrolls data.

The Federal Open Market Committee retained its funds target range at 0.00%-0.25% throughout 2010. The Committee stated that the economic recovery is continuing 'at a rate that has been insufficient to bring down unemployment.'

Economic data released during 2010 indicated that the Hong Kong economy underwent a significant recovery driven by robust export growth, private consumption and domestic demand. This contributed to strong GDP data over the first three quarters of 2010 with the latest release in September of +6.8% (y/y) confirming robust but moderating economic growth. The labour market declined steadily throughout the year with the unemployment rate decreasing to 4.1% in November. Retail sales volumes increased by 15.2% (y/y) in November. The notable upturn in durable goods consumption is consistent with the improving labour market and a buoyant domestic real estate market. Exports and imports also grew more than expected at 16.6% (y/y) and 16.4% (y/y), respectively. However, headline inflation climbed to 2.9% (y/y) in November.

On the policy front, Sino-US tensions intensified about China's exchange rate regime. Fears of asset bubbles, food inflation and rising wage demands are stirring the Chinese authorities towards tighter policy and/or letting the currency appreciate, as well as reining in rapid credit growth. The Hong Kong Chief Executive, Donald Tsang, delivered his annual Policy Address on 13 October, which laid out strategies designed to stabilise the sanguine property market. Given the US dollar/Hong Kong dollar peg and recent quantitative easing measures announced in the US, the small and open economy of Hong Kong continues to be at risk of developing a property market asset bubble. S&P, Moody's and Fitch upgraded Hong Kong's

# First State Global Umbrella Fund p.l.c. First State Hong Kong Dollar Bond Fund Investment Manager's Report (unaudited) (continued)

credit ratings to AAA, Aa1 and AA+ respectively, on the back of China's credit rating upgrade and Hong Kong's relative fiscal strength.

The benchmark 10-year Hong Kong bond yield ended December at 2.86%, a 28 basis point rise over the course of the year as yields increased in response to improving global economic data.

While Hong Kong economic data releases in December continued to point towards stable economic growth, the People's Bank of China's tightening policy stance may cause Hong Kong growth to decelerate in 2011. During the past year, the People's Bank of China announced further monetary tightening measures in an attempt to combat inflationary pressures. These included hiking the bank's required reserve ratios, deposit rates, lending rates, rediscount and re-lending rates. Despite the rate hikes, real rates in China remain negative given the latest November headline inflation recording of 5.1%. The change in China's monetary policy stance from 'appropriately relaxed' in 2010 to 'prudent' in 2011, if successful, could result in Chinese economic growth deceleration, thereby impacting upon growth in Hong Kong. In turn, this should help alleviate ongoing concerns over the property bubble that has formed in the Chinese territory.

Within the CNH bond market, deposits in Hong Kong exceeded RMB300 billion in December. Without surprises, additional new issues were again very well received.

Our view remains unchanged that Hong Kong as an offshore RMB centre attracts fund inflows, exerting downward pressure on Hong Kong yields. In the medium to longer term, however, additional RMB trading and investment opportunities in Hong Kong could pull funds out of HKD to RMB, exerting upward pressure on Hong Kong yields.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c. First State Hong Kong Dollar Bond Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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**Class III**

Dec 2008	US\$18,481,486	US\$12.80
Dec 2009	US\$12,155,245	US\$12.58
Dec 2010	US\$11,986,912	US\$13.11

Financial Period	The Highest Issue Price	The Lowest Redemption Price
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**Class III**

Dec 2003	US\$11.04	US\$ 9.99
Dec 2004	US\$11.42	US\$10.16
Dec 2005	US\$11.48	US\$10.40
Dec 2006	US\$11.28	US\$10.62
Dec 2007	US\$11.88	US\$11.06
Dec 2008	US\$12.80	US\$11.77
Dec 2009	US\$12.80	US\$12.18
Dec 2010	US\$13.47	US\$12.52

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Dollar Bond Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Hong Kong Dollar</b>				<b>Hong Kong Dollar (continued)</b>			
<b>10,150,934</b>				<b>84.68</b>			
Abbey National Treasury Services 5.33% 13/07/2011***	1,000,000	131,177	1.09	CLP Power 3.88% 05/08/2019**	1,000,000	130,344	1.09
Australia & New Zealand Banking Group 3.37% 14/11/2018	1,500,000	184,074	1.54	CLP Power 3.93% 20/09/2021**	1,000,000	128,257	1.07
Australia & New Zealand Banking Group 4.5% 10/02/2020***	1,000,000	132,084	1.10	CLP Power 4.75% 18/01/2016***	1,000,000	139,615	1.17
Bank of East Asia FRN 21/07/2011	1,000,000	128,593	1.07	DBS Bank 3.86% 20/01/2020***	1,000,000	130,510	1.09
Bank of Scotland 4.45% 30/01/2012***	2,000,000	264,537	2.21	DNB Nor Bank Asa 6.05% 28/06/2012***	2,000,000	276,561	2.31
Bank of Scotland 5.33% 13/07/2011***	1,000,000	130,901	1.09	Export-Import BK Korea 2.33% 01/02/2013**	1,000,000	129,773	1.08
Bayer Hypo Vereinsbank 6.68% 31/01/2011***	1,500,000	193,891	1.62	France Telecom 2.95% 04/02/2015***	1,000,000	134,048	1.12
Bear Stearns 5.055% 22/12/2015***	1,000,000	143,119	1.19	General Electric Capital 3.8525% 06/05/2013***	4,000,000	529,414	4.42
Bear Stearns 5.56% 26/07/2016***	1,000,000	130,739	1.09	HKCG Finance 4.25% 03/06/2024**	1,000,000	128,167	1.07
BNP Paribas 2.68% 05/12/2013***	1,000,000	130,700	1.09	HKCG Finance 4.72% 23/09/2039**	1,000,000	129,060	1.08
Central American Bank 4.8% 03/11/2011**	1,500,000	199,050	1.66	Hong Kong (Govt of) 0.75% 16/02/2011	1,000,000	128,719	1.07
Cheung Kong Finance MTN 4.3% 09/012020***	1,000,000	132,967	1.11	Hong Kong (Govt of) 1.61% 10/12/2018	500,000	59,651	0.50
China Construction Bank 4.05% 15/01/2020	1,000,000	129,807	1.08	Hong Kong (Govt of) 1.67% 19/12/2013	2,300,000	300,708	2.51
China Development 3.91% 18/05/2020***	1,000,000	132,160	1.10	Hong Kong (Govt of) 1.69% 22/12/2014	1,200,000	155,336	1.30
China Development Bank 1.85% 08/02/2013	1,000,000	130,820	1.09	Hong Kong (Govt of) 1.69% 29/09/2014	1,000,000	129,847	1.08
Citigroup 5.41% 04/12/2017***	1,500,000	206,686	1.72	Hong Kong (Govt of) 2.44% 07/12/2020	1,500,000	183,460	1.53
CK Bond Finance 5.1% 07/04/2016***	1,000,000	142,210	1.19	Hong Kong (Govt of) 2.53% 22/06/2020	500,000	62,157	0.52
				Hong Kong (Govt of) 2.66% 17/12/2012	2,750,000	366,788	3.06
				Hong Kong (Govt of) 2.93% 13/01/2020	500,000	64,455	0.54
				Hong Kong (Govt of) 3.14% 24/02/2012	500,000	66,226	0.55

\* Traded on regulated exchanges or markets.

\*\* Valued using a quote from a single broker.

\*\*\* Valued using Reuters evaluated prices.

	Number of shares	Fair Value US\$	% of Net Assets
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### Financial Assets at Fair Value through Profit or Loss\*

#### Hong Kong Dollar (continued)

Hong Kong (Govt of) 3.56% 25/06/2018	1,000,000	137,438	1.15
Hong Kong (Govt of) 4.06% 19/03/2012	1,450,000	194,395	1.62
Hong Kong (Govt of) 4.2% 17/09/2012***	1,500,000	204,515	1.71
Hong Kong (Govt of) 4.33% 07/12/2015	500,000	71,691	0.60
Hong Kong (Govt of) 4.85% 27/06/2017	250,000	37,092	0.31
Hong Kong Electric Finance 3.70% 30/09/2024**	1,000,000	127,422	1.06
Hong Kong Electric Finance 4.15% 13/05/2015***	1,000,000	138,008	1.15
Hong Kong Mortgage 4.56% 04/02/ 2019***	1,000,000	136,663	1.14
Hong Kong Mortgage 4.63% 22/07/ 2013***	2,500,000	348,066	2.90
Hong Kong 0% T Bill 26/01/2011	1,000,000	128,643	1.07
Hysan 5.25% 11/08/ 2015**	1,000,000	140,285	1.17
Inter-American Development Bank 4.2% 24/03/2014***	2,000,000	283,872	2.37
Intesa Sanpaolo 4.755% 06/02/2016	2,000,000	277,758	2.32
Korea Development Bank 3.25% 20/07/ 2015**	1,000,000	128,118	1.07
Kowloon Canton Railway 3.5% 29/04/2019***	1,000,000	128,560	1.07
Kowloon Canton Railway 3.82% 09/07/2021**	1,000,000	129,079	1.08

\* Traded on regulated exchanges or markets.

\*\* Valued using a quote from a single broker.

\*\*\* Valued using Reuters evaluated prices.

	Number of shares	Fair Value US\$	% of Net Assets
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### Financial Assets at Fair Value through Profit or Loss\*

#### Hong Kong Dollar (continued)

National Australia Bank 4.7% 18/06/2013***	2,000,000	272,416	2.27
National Australia Bank 5.185% 25/05/ 2011***	500,000	65,205	0.54
Nordea Bank AB 4.94% 06/04/2011***	1,000,000	129,798	1.08
Ontario Province 3.3% 29/12/2015***	1,000,000	132,482	1.11
Optus Finance PTY 3.825% 10/06/ 2020***	1,000,000	129,643	1.08
PSA International 3.8% 26/05/2020***	1,000,000	127,273	1.06
Sun Hung Kai 3.37% 20/08/2014**	1,000,000	134,327	1.12
Sun Hung Kay 4.03% 03/06/2019***	1,000,000	129,711	1.08
Swedish Export Credit 6.1% 27/09/2011***	2,000,000	267,900	2.23
Wharf Finance No 1 4.9% 21/01/2020***	1,000,000	133,963	1.12
Total Financial Assets at Fair Value through Profit or Loss		10,150,934	84.68
Cash and other net assets		1,835,978	15.32
Total Net Assets Attributable to Redeemable Participating Shareholders		11,986,912	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		9,987,196	

# First State Global Umbrella Fund p.l.c.

## First State Hong Kong Dollar Bond Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased		Sold		Financial Assets at Fair Value Through Profit or Loss	Purchased		Sold	
	Number of shares	Number of shares	Number of shares	Number of shares		Number of shares	Number of shares	Number of shares	Number of shares
Australia & New Zealand					Hong Kong (Govt of) 2.53%22/06/2020				
Banking 4.5% 10/02/2020	1,000,000	-				2,900,000		2,400,000	
Bank of East Asia FRN 21/07/2011	1,000,000	-			Hong Kong (Govt of) 2.54% 25/09/2013		-	1,200,000	
BNP Paribas 2.78% 05/12/2013	-	2,000,000			Hong Kong (Govt of) 2.64% 10/06/2019	1,100,000		1,100,000	
Cheung Kong 4.3% 09/01/2020	1,000,000	1,000,000			Hong Kong (Govt of) 2.66% 17/12/2012	3,750,000		1,000,000	
Cheung Kong Finance 4.3% 09/01/2020	1,000,000	-			Hong Kong (Govt of) 2.93% 13/01/2020	1,500,000		1,000,000	
China Construct Bank HK 4.05% 15/01/2020	1,000,000	-			Hong Kong (Govt of) 2.95% 24/02/2025	600,000		600,000	
China Construction Bank 4.05% 15/01/2020	2,000,000	2,000,000			Hong Kong (Govt of) 3.56% 25/06/2018	1,000,000		-	
China Development 3.91% 18/05/2020	1,000,000	-			Hong Kong (Govt of) 3.63% 19/12/2011		-	700,000	
China Development Bank 1.85% 08/02/2013	1,000,000	-			Hong Kong (Govt of) 4.33%07/12/2015		-	500,000	
DBS Bank 3.86% 20/01/2020	1,000,000	-			Hong Kong (Govt of) 4.85% 27/06/2017	1,050,000		800,000	
Depfa Bank 4.51% 17/05/2010	-	1,000,000			Hong Kong (Govt of) 5.125% 23/07/2019		-	1,500,000	
Erste Bank 5.235% 31/08/2010	-	2,000,000			Hong Kong (Govt of) Bond Programme 2.07% 03/11/2014		-	700,000	
Export-Import BK Korea 2.33% 01/02/2013	1,000,000	-			Hong Kong 0% T Bill 06/10/2010	1,000,000		1,000,000	
France Telecom 2.95% 04/02/2015	2,000,000	1,000,000			Hong Kong 0% T Bill 07/07/2010	1,000,000		1,000,000	
Hang Seng Bank 4.125% 23/06/2015	-	2,000,000			Hong Kong 0% T Bill 10/11/2010	1,000,000		1,000,000	
Hong Kong (Govt of) 0.75% 16/02/2011	2,000,000	1,000,000			Hong Kong 0% T Bill 12/01/2011	500,000		500,000	
Hong Kong (Govt of) 1.61% 10/12/2018	500,000	-			Hong Kong 0% T Bill 15/09/2010	1,000,000		1,000,000	
Hong Kong (Govt of) 1.67% 19/12/2013	-	2,000,000			Hong Kong 0% T Bill 17/06/2010	1,000,000		1,000,000	
Hong Kong (Govt of) 1.69% 22/12/2014	1,500,000	300,000			Hong Kong 0% T Bill 18/08/2010	1,000,000		1,000,000	
Hong Kong (Govt of) 1.69%29/09/2014	-	2,700,000			Hong Kong 0% T Bill 24/03/2010	3,000,000		3,000,000	
Hong Kong (Govt of) 1.75% 23/03/2015	1,100,000	1,100,000			Hong Kong 0% T Bill 26/01/2011	2,000,000		1,000,000	
Hong Kong (Govt of) 2.03% 18/03/2013	1,600,000	1,600,000			Hong Kong 0% T Bill 27/10/2010	3,000,000		3,000,000	
Hong Kong (Govt of) 2.16%09/12/2019	5,800,000	5,800,000			Hong Kong 0% T Bill 29/12/2010	500,000		500,000	
Hong Kong (Govt of) 2.44% 07/12/2020	1,500,000	-							

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares
Hong Kong 4.55% 15/03/2011	-	1,000,000
Hong Kong Land Treasury 4.1875% 23/10/2019	1,000,000	1,500,000
Hong Kong Mtg Co 1.02% 25/01/2010	-	500,000
Honk Kong 0% T Bill 03/02/2010	-	3,000,000
Honk Kong 0% T Bill 20/01/2010	-	4,000,000
Industrial Bank of Korea 5% 12/10/2010	-	2,500,000
Korea Development Bank 3.25% 20/07/2015	1,000,000	-
Kowloon Canton Railway 3.64% 24/07/2019	-	1,000,000
Kowloon Canton Railway Co 3.5% 29/04/2019	-	1,000,000
Optus Finance PTY 3.825% 10/06/2020	1,000,000	-
Sun Hung Kai 3.37% 20/08/2014	1,000,000	-
Sun Hung Kai 3.875% 17/09/2019	-	500,000
Swire Pacific MTN Fin 4.93% 28/03/2013	-	1,000,000
Triumph FRN 28/06/2010	-	2,000,000
WHARF FIN 4.9% 21/01/2020	1,000,000	1,000,000
Wharf Finance 4.9% 21/01/2020	1,000,000	-

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Markets Debt Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Global Emerging Markets Debt Fund "The Fund"		
– Class III	8.51%	8.77%
JP Morgan Emerging Market Bond Index Global Diversified	29.82%	12.24%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Emerging market debt returns moderated but still performed strongly when compared to most other asset classes in 2010. The J.P. Morgan EMBI Global Diversified Index (EMBIG) returned 12.24% in US dollar terms over the year ended 31 December 2010. Emerging market bond markets were boosted by the performance of US Treasuries, although EMBIG yields fell over 2010 to 6.07% and spreads tightened to close year-end at 289 basis points (bps).

Ten-year US Treasury yields declined from 3.84% to 3.25%, although in the final four months of the year yields increased sharply as economic data particularly among developed economies improved. US Treasuries participated in this sell-off despite the US Federal Reserve confirming that it would purchase \$600 billion worth of US Treasuries between November 2010 and June 2011.

Frontier and high beta sovereign external emerging market debt outperformed in 2010, with Belize and Jamaica registering returns of 67.43% and 54.34%, respectively (in US dollar terms). Lower grade credits such as Argentina (+35.42%), Ukraine (+34.28%) and Iraq

(+25.66%) all performed strongly, but only accounted for around 12% of the overall index weight.

During 2010, Argentina successfully launched a \$18 billion debt restructuring along with a successful new issuance of global 2017 maturities. The Ivory Coast (-20.05%) was added to the EMBIG Diversified Index on 28 May but was the worst performing sovereign debt performer following its disputed election results which saw Laurent Gbagbo returned as President for a second term in December 2010.

Emerging market economies grew as a whole by 7.1% in 2010 driven by Emerging Asia (+8.9%) and Latin America (+6.0%). Emerging Asia in particular benefited from continued robust economic growth in both China and India. Latin American economic growth was supported by strong domestic demand and higher terms of trade on the back of rising commodity prices in Argentina, Brazil and Peru. Similarly, the strongest performers in EMEA emerging markets were those benefiting from significant resources sector exposures such as the Ukraine, Kazakhstan, Qatar and Oman. In Russia, both economic growth and inflation were severely affected by the drought which contributed to significant agricultural output losses. Inflationary pressures across all regions were a feature of the year with policy tightening a common theme among regional central banks. Fiscal tightening is likely to impact upon new issuance in 2011, particularly in EMEA where austerity measures and lower net borrowing requirements may cut supply.

We believe that the outlook for emerging market bonds remains positive over the medium-term as the strong growth differential compared to developed markets and the strong trend in demand for emerging exposures will support the market. However, looking ahead the challenges will be whether EM countries can

successfully manage strong capital inflows  
balanced against the need to address rising  
inflationary pressures.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Markets Debt Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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**Class III**

Dec 2008	US\$16,925,886	US\$10.93
Dec 2009	US\$ 6,904,913	US\$11.86
Dec 2010	US\$ 7,530,175	US\$12.90

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

**Class III**

Dec 2004	US\$12.57	US\$ 9.96
Dec 2005	US\$14.16	US\$11.52
Dec 2006	US\$14.60	US\$13.02
Dec 2007	US\$15.20	US\$13.92
Dec 2008	US\$14.98	US\$10.16
Dec 2009	US\$11.98	US\$10.58
Dec 2010	US\$13.43	US\$11.82

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Markets Debt Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Argentina</b>		<b>188,783</b>	<b>2.50</b>	<b>Philippines</b>		<b>869,510</b>	<b>11.55</b>
Argentina Government International Bond 8.28% 31/12/2033	160,000	188,783	2.50	Philippine Government International Bond 8.375% 17/06/2019	500,000	641,250	8.52
<b>Brazil</b>		<b>1,385,583</b>	<b>18.40</b>	Philippine Government International Bond 9% 15/02/2013	200,000	228,260	3.03
Brazilian Government International Bond 11% 17/08/2040	750,000	1,007,475	13.38	<b>Russia</b>		<b>860,200</b>	<b>11.42</b>
Brazilian Government International Bond 4.875% 22/01/2021	370,000	378,108	5.02	Russian Foreign Bond 11% 24/07/2018	400,000	560,560	7.44
<b>British Virgin</b>		<b>169,695</b>	<b>2.25</b>	Russian Foreign Bond 5% 29/04/2020	300,000	299,640	3.98
CMHI Finance 7.125% 18/06/2018	150,000	169,695	2.25	<b>Turkey</b>		<b>684,960</b>	<b>9.10</b>
<b>Columbia</b>		<b>354,834</b>	<b>4.71</b>	Turkey Government International Bond 6.875% 17/03/ 2036***	150,000	168,000	2.23
Colombia Government International Bond 7.375% 18/09/2037	300,000	354,834	4.71	Turkey Government International Bond 7.25% 15/03/2015	450,000	516,960	6.87
<b>Hong Kong</b>		<b>583,440</b>	<b>7.75</b>	<b>Venezuela</b>		<b>303,756</b>	<b>4.03</b>
Kowloon Canton Railway 5.125% 20/05/2019	550,000	583,440	7.75	Venezuela Government International Bond 9.25% 15/09/ 2027***	410,000	303,756	4.03
<b>Indonesia</b>		<b>632,382</b>	<b>8.40</b>	Total Bonds		7,199,183	95.60
Indonesia 6.75% 10/03/2014	400,000	450,132	5.98	Total Financial Assets at Fair Value through Profit or Loss		7,199,183	95.60
Indonesia 7.75% 17/01/2038	150,000	182,250	2.42	<b>Future Contracts</b>		<b>(1,469)</b>	<b>(0.02)</b>
<b>Malaysia</b>		<b>627,998</b>	<b>8.34</b>	CBOT 10 Year U.S. Notes Mar 11	3	(1,156)	(0.02)
Malaysia Government International Bond 7.5% 15/07/2011	400,000	413,200	5.49	CBOT 2 Year U.S. Notes Mar 11	(4)	(313)	(0.00)
Petronas Capital 7% 22/05/2012	200,000	214,798	2.85				
<b>Mexico</b>		<b>538,042</b>	<b>7.15</b>				
United Mexican States 6.75% 27/09/2034	480,000	538,042	7.15				

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Markets Debt Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
Total Financial Liabilities at Fair Value through Profit or Loss		(1,469)	(0.02)
Cash and other net assets		332,461	4.42
<hr/>			
Total Net Assets Attributable to Redeemable Participating Shareholders		7,530,175	100.00
<hr/>			
Total Cost of Financial Assets at Fair Value through Profit or Loss		6,747,994	
<hr/>			

\* Traded on regulated exchanges or markets.

\*\*\* Valued using Reuters evaluated prices.

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Markets Debt Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares
Brazilian Government International Bond 4.875% 22/01/2021	370,000	-
CBOT 10 Year U.S. Notes Mar 11	3	-
CBOT 2 Year U.S. Notes Mar 11	-	4
Russian Foreign Bond 5% 29/04/2020	300,000	-
US Treasury Bill 0% 16/09/ 2010	300,000	300,000
US Treasury Bill 0% 16/12/ 2010	300,000	300,000
US Treasury Bill 0% 29/07/ 2010	300,000	300,000

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Leaders Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Global Emerging Market Leaders Fund "The Fund"		
– Class I	66.84%	25.77%
– Class III	68.12%	26.74%
MSCI Emerging Markets Index	79.02%	19.20%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Emerging markets continued to climb over the year to 31 December 2010 with the MSCI Emerging Markets Index rising by 19.2% in US dollar terms, outperforming the MSCI World Index which rose by 12.3%. Markets gained on the announcement of further quantitative easing by the US Federal Reserve and strong economic data coming out of key Emerging Market economies.

Over the year EMEA outperformed, led by South Africa on buoyant risk appetite. Emerging Asia performed well, with Thailand, the Philippines and Malaysia recording the largest gains. China lagged significantly, however, as investors remained concerned about overheating and Beijing's efforts to cool inflationary pressures. Latin America underperformed, despite very strong rises by Argentina, Chile and Colombia, as the region's largest stock market, Brazil, lagged.

Performance was positively impacted by **Shoptite**, which rose as investors were attracted by its quality defensive franchise. **Taiwan Semiconductor** and **Delta Electronics** were key outperformers, helped by attractive valuations in the information technology sector and broader optimism surrounding Taiwan's improving relationship with mainland China. **Kasikornbank** rose strongly along with the Thai market.

On the negative side a number of more defensive companies, including **Tele Norte Leste**, **Mindray Medical**, **CEZ** and **Gedeon Richter** lagged as investors favoured cyclically sensitive sectors.

Over the year, significant new positions included **Standard Bank Group**, the best quality South African financial services company with a growing pan African franchise. We also bought **Holcim** (India: Materials) a world-leading cement company which should benefit from consolidation in Asia and **Tiger Brands**, a leading South African food and pharmaceutical company which is generating large cash flows.

We disposed of **LG Household & Healthcare** and **Schlumberger** on valuation concerns. We also disposed of **Net Servicos de Comunicacao** as our stake was acquired by the Mexican telecommunications magnate Carlos Slim.

As consumer companies in GEM become overly favoured we are moving into less popular areas such as Telecommunications and the best run Technology companies. It is more important than ever not to sacrifice quality for valuation given how risky things are becoming. Some GEM markets and stocks are now entering bubble territory, perhaps the inevitable result of highly accommodative global monetary policy. Against this backdrop we are becoming more cautious, homing in on companies with strong cash flows and robust 'price-giving' franchises. The valuation discount of developed vis-à-vis GEM markets means that many companies in the former – particularly those with heavy exposure to emerging markets – may merit attention.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Leaders Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

#### **Class I**

Dec 2008	US\$ 56,643,190	US\$ 9.56
Dec 2009	US\$ 81,362,845	US\$15.95
Dec 2010	US\$189,327,318	US\$20.06

#### **Class III**

Dec 2008	US\$195,426,513	US\$11.48
Dec 2009	US\$384,790,076	US\$19.30
Dec 2010	US\$614,048,374	US\$24.46

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class I**

Dec 2006	US\$12.14	US\$ 8.68
Dec 2007	US\$16.57	US\$11.57
Dec 2008	US\$16.09	US\$ 8.12
Dec 2009	US\$15.99	US\$ 8.45
Dec 2010	US\$20.06	US\$14.59

#### **Class III**

Dec 2005	US\$11.32	US\$ 9.45
Dec 2006	US\$14.49	US\$10.32
Dec 2007	US\$19.79	US\$13.75
Dec 2008	US\$19.23	US\$ 9.74
Dec 2009	US\$19.34	US\$10.16
Dec 2010	US\$24.46	US\$17.71

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Leaders Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>				<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Belgium</b>		<b>5,863,655</b>	<b>0.73</b>	<b>India</b>		<b>59,000,773</b>	<b>7.35</b>
Anheuser-Busch InBev NV	196,350	5,863,655	0.73	Bharti Airtel	886,985	7,118,099	0.89
<b>Brazil</b>		<b>39,311,016</b>	<b>4.89</b>	Hindustan Unilever	3,333,249	23,327,524	2.90
All America Latina Logistica	966,730	8,737,881	1.09	Idea Cellular	6,017,821	9,361,204	1.17
Banco Bradesco NPV	1,959	2,125	0.00	Satyam Computer Services	782,903	1,158,332	0.15
Banco Bradesco	118,240	1,831,080	0.23	Tata Power	590,511	18,035,614	2.24
Tele Norte Leste Participacoes	328,100	6,385,846	0.79	<b>Israel</b>		<b>27,138,049</b>	<b>3.38</b>
Tractebel Energia	891,200	14,633,606	1.82	Check Point Software Technologies	396,980	18,261,080	2.27
Weg SA	588,000	7,720,478	0.96	Mizrahi Tefahot Bank	807,640	8,876,969	1.11
<b>Chile</b>		<b>2,634,376</b>	<b>0.33</b>	<b>Malaysia</b>		<b>6,995,325</b>	<b>0.87</b>
Cia Cervecerias Unidas	220,135	2,634,376	0.33	IOI Corporation Berhad	3,718,980	6,995,325	0.87
<b>China</b>		<b>20,466,279</b>	<b>2.55</b>	<b>Mexico</b>		<b>27,189,463</b>	<b>3.39</b>
China Telecom Corp	22,760,000	11,800,787	1.47	Grupo Modelo	1,851,300	10,982,516	1.37
China Resources Power Holdings	3,292,000	5,971,901	0.74	Grupo Televisa	625,268	16,206,947	2.02
Mindray Medical International	100,695	2,693,591	0.34	<b>Oman</b>		<b>7,271,390</b>	<b>0.91</b>
<b>Czech Republic</b>		<b>5,553,369</b>	<b>0.69</b>	BankMuscat	727,139	7,271,390	0.91
CEZ	132,665	5,553,369	0.69	<b>Papua N. Guinea</b>		<b>17,343,445</b>	<b>2.16</b>
<b>Egypt</b>		<b>8,873,831</b>	<b>1.11</b>	Oil Search	2,420,125	17,343,445	2.16
Commercial International Bank	1,131,896	8,873,831	1.11	<b>Philippines</b>		<b>14,127,140</b>	<b>1.76</b>
<b>Greece</b>		<b>19,606,606</b>	<b>2.44</b>	Philippine Long Distance Telephone	241,783	14,127,140	1.76
Coca Cola Hellenic Bottling	738,769	19,606,606	2.44	<b>Poland</b>		<b>13,526,000</b>	<b>1.68</b>
<b>Hong Kong</b>		<b>51,614,739</b>	<b>6.42</b>	Telekomunikacja Polska	2,403,891	13,526,000	1.68
Hong Kong & China Gas	14,980,550	35,463,310	4.41	<b>South Africa</b>		<b>108,823,457</b>	<b>13.54</b>
Hopewell Holdings	1,271,500	3,991,534	0.50	AngloGold Ashanti	869,152	42,754,852	5.32
Yue Yuen Industrial Holdings	3,375,500	12,159,895	1.51	Aspen Pharmacare Holdings	410,137	5,692,498	0.71
				JSE	6,515	77,639	0.01
				Shoprite Holdings	1,075,727	16,170,306	2.01
				Spar Group	897,881	13,213,852	1.64
				Standard Bank	1,157,210	18,774,201	2.34
				Tiger Brands	415,634	12,140,109	1.51

\* Traded on regulated exchanges or markets.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>South Korea</b>		<b>103,460,128</b>	<b>12.87</b>
LG	169,892	13,168,163	1.63
LG Display	107,040	3,790,672	0.47
LG Electronics	96,991	10,153,185	1.26
NHN	34,973	7,041,648	0.88
Samsung Electronics	15,373	12,983,745	1.62
Samsung Fire & Marine Insurance	138,451	27,629,760	3.44
Shinsegae	52,539	28,692,955	3.57
<b>Switzerland</b>		<b>20,920,309</b>	<b>2.60</b>
Holcim	235,309	17,762,253	2.21
Noble	89,438	3,158,056	0.39
<b>Taiwan</b>		<b>152,030,602</b>	<b>18.92</b>
Chunghwa Telecom	5,286,776	13,444,416	1.67
Delta Electronics	4,264,911	20,784,095	2.59
E.Sun Financial Holding	16,361,569	11,230,207	1.40
President Chain Store	3,014,288	13,861,887	1.73
Quanta Computer	4,907,000	10,306,241	1.28
Taiwan Semiconductor Manufacturing	23,719,548	57,795,971	7.19
Uni-President Enterprises	16,598,008	24,607,785	3.06

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value Through Profit or Loss*</b>			
<b>Thailand</b>		<b>23,788,977</b>	<b>2.96</b>
Kasikornbank	5,568,300	23,788,977	2.96
<b>Turkey</b>		<b>9,009,147</b>	<b>1.12</b>
Anadolou Efes Biracilik	468,326	7,049,121	0.88
Enka Insaat Ve Sanayi	522,679	1,960,026	0.24
<b>United Kingdom</b>		<b>13,949,411</b>	<b>1.74</b>
SABMiller	395,558	13,949,411	1.74
Total Financial Assets at Fair Value through Profit or Loss		758,497,487	94.41
Cash and other net assets		44,878,205	5.59
Total Net Assets Attributable to Redeemable Participating Shareholders		803,375,692	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		598,739,383	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Leaders Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Advanced Information Services	112,800	1,224,100	Philippine Long Distance Telephone	100,793	-
All America Latina Logistica	1,220,230	2,009,830	President Chain Store	184,000	-
Anadolou Efes Biracilik	275,450	683,347	Quanta Computer	4,907,000	-
AngloGold Ashanti	318,786	27,841	S1	-	67,195
Anheuser Busch NV	25,848	-	SABMiller	350,300	-
Aspen Pharmicare Holdings	117,886	241,525	Samsung Electronics	4,653	6,786
Ayala	165,896	1,025,814	Samsung Fire & Marine Insurance	79,816	-
Banco Bradesco NPV	120,199	211,640	Satyam Computer Services	313,821	959,645
BankMuscat	727,139	129,250	Schlumberger	87,389	192,816
Bharti Airtel	386,721	1,327,002	Shinsegae	21,538	-
Cesky Telecom	57,313	241,598	Shopleft Holdings	328,331	1,398,090
CEZ	108,515	-	Spar Group	870,919	-
Check Point Software Technologies	124,780	288,500	Standard Bank	1,157,210	342,200
China Resources Power Holdings	1,984,000	452,000	Taiwan Semiconductor Manufacturing	8,875,000	-
China Telecom Corp	19,504,000	-	Tata Power	511,792	-
Chunghwa Telecom	12,621,330	13,195,108	Tele Norte Leste Participacoes	83,600	-
Cia Cervecerias Unidas	220,135	-	Telekomunikacja Polska	2,403,891	-
Coca Cola Hellenic Bottling	225,658	38,583	Tiger Brands	415,634	-
Commercial International Bank	1,185,221	1,743,959	Tractebel Energia	349,200	-
Delta Electronics	964,000	814,000	Uni-President Enterprises	5,392,273	13,842,735
E.Sun Financial Holding	11,108,312	5,992,257	Weg SA	280,800	-
Enka Insaat Ve Sanayi	253,196	881,202	Western Union Company	525,104	525,104
Richter Gedeon	1,527	21,857	X 5 Retail Group	18,703	200,711
Grupo Modelo	542,400	1,483,000	Yue Yuen Industrial Holdings	2,891,000	-
Grupo Televisa	237,568	-			
Hindustan Unilever	1,520,450	631,274			
Holcim	235,309	-			
Hong Kong & China Gas	4,608,050	13,901,500			
Hopewell Holdings	108,500	-			
Idea Cellular	2,744,127	-			
IOI Corporation Berhad	917,800	5,844,089			
JSE	6,515	-			
Kasikornbank	1,291,500	-			
LG	199,620	146,938			
LG Display	107,040	-			
LG Electronics	96,991	-			
LG Household & Health care	3,030	34,797			
Mindray Medical International	100,695	-			
Mizrahi Tefahot Bank	282,160	289,527			
Net Serviceos De Comunicacao	84,000	453,932			
NHN	34,973	-			
Noble	89,438	-			
Oil Search	2,135,303	-			

# First State Global Umbrella Fund p.l.c.

## First State Global Resources Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Global Resources Fund "The Fund"		
- Class I	92.30%	31.97%
- Class III	93.51%	32.89%
Customized Benchmark <sup>#</sup>	85.62%	26.53%

<sup>^</sup> Performance calculation is based on official dealing NAV.

<sup>#</sup> 75% HSBC Global Mining Index & 25% MSCI World Energy Index

The global mining and energy markets performed strongly again in 2010 as commodity prices continued to rise and investors responded positively to the announcement of further quantitative easing by the Federal Reserve. The HSBC Global Mining Index rose by 31.5% in US dollar terms over the year, outperforming the MSCI World Index which was up by 12.3%.

Commodity prices rose over the year as the global economy responded positively to accommodative monetary policy. Copper (+30.2%), nickel (+33.6%), tin (+58.7%) and aluminium (+10.8%) all rose, although zinc declined (-4.1%). The gold price increased by 29.1% in 2010 and the oil price by 15.2%.

**Walter Energy** and **Andean Resources** were significant contributors to the fund's outperformance. Walter Energy benefited from the tight hard coking coal market and Andean was taken over by Goldcorp.

Over the last 12 months we have increased exposure to smaller companies as opportunities arose. Companies such as **Citadel**, **Ampella Mining**, **Sandfire Resources** and **Tahoe Resources** were added over the year and contributed positively to performance.

On the negative side, **Fushan International** lagged as the market lost confidence in management's ability to deliver on growth projects and **Petrobras** underperformed on lack of buying interest in the stock following a very large capital raising. **China Shenhua** was weak on concerns about tightening measures to cool the Chinese economy and the threat of price caps being imposed on coal.

Significant purchases over the year included **Concho Resources** which intends to significantly grow its oil production from assets in Texas and New Mexico, and **Freeport-McMoRan** as it was attractively valued in light of its growth profile, driven by its Tenke Fungurume project. We purchased **Apache Corporation** opportunistically as the market mispriced their geographically diversified oil growth, highly regarded management and strong balance sheet post BP's oil spill in the Gulf of Mexico.

We sold **Petrobras** in light of the protracted nature of the oil for equity swap with the Brazilian government and **Lihir Gold** as it was taken over by Newcrest Mining. We sold **Suncor Energy** as it has been experiencing a number of operational setbacks, and the news of another fire at one of its oil sands operations in northern Alberta gave us further cause for concern.

Given the recent surge in commodity prices, earnings upgrades are likely prior to the forthcoming reporting period. Consensus commodity prices are below spot prices and analysts may upgrade their commodity assumptions.

Global resource companies have robust cash flows and have built strong balance sheets on the back of continuing strength in the underlying commodities. Excess capital is likely to be used to fund new project starts, undertake share buybacks or pursue acquisitions.

# First State Global Umbrella Fund p.l.c. First State Global Resources Fund Investment Manager's Report (unaudited) (continued)

While resource company valuations largely remain attractive, the investment team continues to review companies where valuations have increased to levels beyond expectations, and will reduce exposure where better value can be gained elsewhere. The majority of the portfolio continues to be invested in large companies with strong balance sheets and the ability to generate cash.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Resources Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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#### **Class I**

Dec 2008	US\$ 82,113,348	US\$ 6.49
Dec 2009	US\$183,097,593	US\$12.48
Dec 2010	US\$258,924,538	US\$16.47

#### **Class III**

Dec 2008	US\$ 3,625,482	US\$ 6.93
Dec 2009	US\$ 8,675,340	US\$13.41
Dec 2010	US\$ 11,720,410	US\$17.82

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### **Class I**

Dec 2007	US\$16.08	US\$ 9.35
Dec 2008	US\$17.73	US\$ 4.97
Dec 2009	US\$12.86	US\$ 5.89
Dec 2010	US\$16.47	US\$10.41

#### **Class III**

Dec 2006	US\$10.42	US\$ 9.56
Dec 2007	US\$17.05	US\$ 9.63
Dec 2008	US\$18.85	US\$ 5.30
Dec 2009	US\$13.82	US\$ 6.30
Dec 2010	US\$17.82	US\$11.22

# First State Global Umbrella Fund p.l.c.

## First State Global Resources Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>43,692,747</b>	<b>16.14</b>	<b>Canada (continued)</b>			
Ampella Mining	605,079	2,020,277	0.75	Kinross Gold	261,629	4,935,111	1.82
Anvil Mining	37,436	217,509	0.08	Kinross Gold Warrants	9,269	43,455	0.02
Aston Resources	283,630	2,315,536	0.84	Lucara Diamond	484,022	455,778	0.17
Avoca Resources	612,818	2,195,832	0.81	MEG Energy	81,014	3,587,096	1.33
Berkeley Resources	502,816	880,364	0.33	Oriental Minerals	2,166,281	607,622	0.22
BHP Billiton	203,694	9,382,568	3.47	Oriental Minerals Warrants	794,141	133,888	0.05
Centamin Egypt	751,179	2,027,792	0.75	Osisko Mining	79,509	1,134,990	0.42
Citadel Resource Group	4,745,188	2,511,781	0.93	Romarco Minerals	1,361,749	3,055,665	1.13
Extract Resources	152,069	1,455,102	0.54	Royal Nickel	155,537	358,362	0.13
Ivanhoe Australia	851,180	2,183,374	0.81	Royal Nickel Warrants	77,768	42,068	0.02
Lynas	945,645	1,982,989	0.73	Sabina Gold & Silver	146,981	796,561	0.29
Mineral Deposits	97,286	553,923	0.20	San Gold	579,793	2,323,238	0.86
Newcrest Mining	125,506	5,166,549	1.91	Silver Wheaton	141,846	5,372,599	1.99
Rialto Energy	53,969	40,654	0.02	SouthGobi Resources	103,757	1,316,811	0.49
Rio Tinto	72,234	6,284,638	2.32	Sterling Resources	83,450	286,735	0.11
Sandfire Resources	292,771	2,416,984	0.89	Teranga Gold	256,145	750,987	0.28
Sylvania Resources	504,212	390,450	0.14				
Western Areas	274,212	1,666,425	0.62	<b>China</b>		<b>5,896,786</b>	<b>2.18</b>
Wilmott Forests**	476,234	-	-	China Metal Recycling Holdings	957,600	999,168	0.37
				China Shenhua Energy	1,169,500	4,897,618	1.81
<b>Brazil</b>		<b>23,197,260</b>	<b>8.57</b>	<b>Hong Kong</b>		<b>1,438,048</b>	<b>0.53</b>
HRT Participacoes em Petroleo	1,500	1,414,540	0.53	China Resources Cement Holdings	1,894,470	1,438,048	0.53
Petroleo Brasileiro	173,381	2,851,115	1.05	<b>Luxembourg</b>		<b>17,321,377</b>	<b>6.40</b>
Vale SA	632,107	18,931,605	6.99	Julius Baer Multistock – Swiss Stock Fund	247,764	17,321,377	6.40
<b>Canada</b>		<b>65,979,665</b>	<b>24.38</b>	<b>Mongolia</b>		<b>1,510,233</b>	<b>0.56</b>
Barrick Gold	73,221	3,858,910	1.43	Mongolian Mining	1,298,500	1,510,233	0.56
Bear Creek Mining	94,764	873,357	0.32	<b>Norway</b>		<b>16,162,655</b>	<b>5.97</b>
Cameco	65,537	2,633,297	0.97	ODIN Sverige II	405,514	16,162,655	5.97
Canadian Natural Resources	61,580	2,734,627	1.01	<b>Papua N.Guinea</b>		<b>4,091,337</b>	<b>1.51</b>
Consolidated Thompson Iron Mines	147,800	2,050,619	0.76	Oil Search	570,910	4,091,337	1.51
Crescent Point Energy	64,872	2,878,868	1.06				
Detour Gold	171,295	4,919,637	1.82				
Eldorado Gold	201,878	3,747,357	1.38				
Enbridge	44,171	2,502,249	0.92				
First Quantum Minerals	12,112	1,308,933	0.48				
Franco-Nevada	37,125	1,238,802	0.46				
Gold	230,214	10,449,283	3.86				
Ivanhoe Mines	128,298	1,582,760	0.58				

\* Traded on regulated exchanges or markets.

\*\* As it is unlikely to realise any value from the Wilmott Forrests investment, the Directors have written the value to Zero. This is also a restricted security.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>South Africa</b>			
Aquarius Platinum	174,885	950,156	0.35
Impala Platinum Holdings	23,495	824,090	0.30
Northam Platinum	175,989	1,194,640	0.44
Platmin	72,154	58,109	0.02
Royal Bafokeng Platinum	201,237	2,018,684	0.75
<b>Switzerland</b>			
Xstrata	639,775	15,169,984	5.61
<b>United Kingdom</b>			
Anglo American	139,580	7,229,979	2.67
Antofagasta	383,860	9,636,926	3.56
BG Group	319,082	6,436,692	2.38
Eurasian Natural Resources	82,930	1,360,161	0.50
Petra Diamonds	360,458	748,070	0.28
<b>United States</b>			
Apache	43,012	5,157,999	1.91
Cameron International	35,657	1,802,818	0.67

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
Concho Resources	78,818	6,868,989	2.54
EOG Resources	27,501	2,523,217	0.93
Freeport-McMoRan Copper & Gold	70,842	8,425,948	3.11
Oasis Petroleum	75,810	2,040,047	0.75
Tahoe Resources	78,993	1,139,493	0.42
Walter Energy	71,279	9,244,886	3.42
Total Financial Assets at Fair Value through Profit or Loss		262,120,996	96.85
Cash and other net assets		8,523,952	3.15
Total Net Assets Attributable to Redeemable Participating Shareholders		270,644,948	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		167,642,341	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Global Resources Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Agnico Eagle Mines	-	1,895	Gold Wheaton Gold	-	219,205
Ampella Mining	282,720	394,543	Goldcorp	165,527	47,807
Andean Resources	936,389	2,034,780	Hidilii Industry International		
Anglo American	36,474	50,569	Development	24,000	1,252,000
Anhui Conch Cement	174,000	502,000	Hindalco Industries	10,240	530,305
Antofagasta	126,247	103,367	Hornbeck Offshore Services	-	34,047
Anvil Mining	162,302	500,454	HRT Participacoes	2,100	600
Apache	45,149	2,137	Iluka Resources	208,447	208,447
Aquarius Platinum	288,017	113,132	Impala Platinum	11,452	129,038
Aston Resources	567,260	283,630	International Nickel Indones	-	771,000
Atlas Iron	-	239,579	Ivanhoe Australia	575,020	1,679,660
Avoca Resources	85,187	64,451	Ivanhoe Mines	136,248	72,099
Barrick Gold	23,297	37,610	Kinross Gold	286,691	15,793
Bear Creek Mining	94,764	-	Lihir Gold	579,657	2,350,106
Berkeley Resources	487,071	37,590	Lonmin	38,260	69,461
BG Group	187,618	24,310	Lucara Diamond	484,022	467,467
BHP Billiton	168,785	106,046	Lynas	773,136	837,793
Cameco	6,497	55,642	MEG Energy	81,014	-
Cameron International	39,544	3,887	Mineral Deposits	173,663	1,094,584
Canadian Natural Resources	69,675	8,095	Mirabela Nickel	30,400	336,381
Centamin Egypt	823,622	72,443	Mongolian Mining	1,298,500	-
China Coal Energy	758,000	2,608,000	Newcrest Mining	242,052	144,970
China Metal Recycling	318,600	63,600	Noble	900	55,383
China Resources Cement	1,894,470	-	Northam Platinum	52,850	24,888
China Shenhua Energy	622,000	209,500	Oasis Petroleum	81,669	5,859
Cia Vale do Rio	194,202	210,216	Oil Search	168,297	374,818
Citadel Resource Group	8,652,983	4,516,692	Osisko Mining Corporation	79,509	-
Concho Resources	89,242	10,424	OZ Minerals	-	1,448,440
Consolidated Thompson Iron Mines	192,525	176,827	Pacific Rubiales Energy	42,918	42,918
Crescent Point Energy Trust	47,031	8,061	Petrobras	284,716	257,022
Detour Gold	73,450	41,593	Petrofac	44,091	86,993
Eldorado Gold	120,466	367,864	Platinum Australia	334,322	2,321,807
Enbridge	30,064	2,160	Platmin	-	276,028
Enquest	42,902	42,902	Quadra FNX Mining	128,736	128,736
EOG Resources	27,501	-	Randgold Resources	-	14,823
Equinox Minerals	81,381	81,381	Red Back Mining	3,000	89,127
Eurasian Natural Resource	249,983	167,053	Rialto Energy	53,969	-
Extract Resources	152,069	-	Rio Tinto	89,013	60,057
Exxon Mobil	25,130	43,235	Riversdale Mining	23,499	23,499
First Quantum Minerals	31,795	45,085	Romarco Minerals	1,415,533	56,777
FXN Mining Company	-	145,137	Royal Bafokeng Platinum	201,237	-
Franco Nevada	2,846	5,496	Royal Nickel	233,305	-
Freeport-Mcmoran Copper & Gold	78,012	7,170	Sabina Gold and Silver	146,981	-
Fushan International Energy Group	3,648,000	5,948,000	San Gold	590,889	11,096
			Sandfire Resources	471,289	432,620
			Silver Wheaton	10,874	39,341
			Southgobi Energy Resources.	73,304	-

	<b>Purchased</b>	<b>Sold</b>
<b>Financial Assets at Fair Value Through Profit or Loss</b>	<b>Number of shares</b>	<b>Number of shares</b>
Southwestern Energy	1,382	20,569
Sterling Resources	83,450	–
Sterlite Industries	4,012	148,812
Suncor Energy	–	132,004
SXR Uranium One	109,800	580,226
Tahoe Resources	106,112	27,119
Teranga Gold	256,151	6
Thompson Creek Metals	40,168	40,168
Walter Energy	39,158	33,308
Western Areas	20,997	70,761
Willmott Forests	476,234	476,234
Wouffe Mining	2,744,282	2,166,281
Xstrata	192,127	339,544
XTO Energy	–	17,572

# First State Global Umbrella Fund p.l.c.

## First State Asian Property Securities Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Asian Property Securities Fund "The Fund"		
– Class I	39.55%	14.50%
– Class III	40.04%	15.13%
– Class I (Dist)	39.41%	14.66%
UBS Asia Real Estate Index	44.15%	16.17%

<sup>^</sup> Performance calculation is based on official dealing NAV.

Asian listed property markets rose strongly in 2010 with global equity markets as investors responded positively to the announcement of further quantitative easing by the US Federal Reserve and shrugged off concerns about the sovereign debt crisis in the eurozone. The UBS Asia Property Index (incl. Japan & Australasia) rose by 16.2% in US dollar terms over the year, outperforming the MSCI World Index which was up by 12.3%.

A number of holdings in Hong Kong were positive for performance over the period. **Sung Hung Kai Properties** rose as property prices continued to climb and **Hong Kong Land** gained on strong fundamentals in the Hong Kong office market. **Hysan Development** performed well on positive leasing progress at its Hysan Place commercial development.

On the negative side, **China Overseas Land** and **China Resources Land** underperformed on concerns about government intervention to cool the Chinese and Hong Kong property markets. **Nomura Real Estate** lagged due to sluggish development earnings and weak investment management operations.

Over the period we purchased **Sino Land** and **Japan Logistics** when they raised equity at attractive prices. We also purchased **Mirvac Group** because of its strong earnings outlook.

We sold **Stockland** on reports of softer demand for its Queensland residential inventory and **Nippon Building Fund** due to concern about the office market in Japan. We also sold **Dexus Property Group** because of its unattractive relative valuation.

We are cautious about the outlook for Chinese developers as the government implements policies aimed at cooling the residential market and moves from accommodative to a moderately tight monetary policy stance. We are negative towards the Singapore residential sector due to the large amount of supply expected in 2011. In Japan, we are focused on REITs and property companies with high quality portfolios and funding capacity to make acquisitions.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c. First State Asian Property Securities Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

## ***Class I***

Dec 2008	US\$ 218,195	US\$4.40
Dec 2009	US\$ 304,156	US\$6.14
Dec 2010	US\$ 831,570	US\$7.03

## ***Class III***

Dec 2008	US\$ 859,365	US\$5.57
Dec 2009	US\$ 3,449,772	US\$7.80
Dec 2010	US\$ 1,042,378	US\$8.98

## ***Class I Distributing***

Dec 2008	US\$27,728,249	US\$4.10
Dec 2009	US\$35,374,242	US\$5.42
Dec 2010	US\$34,212,279	US\$6.01

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

## ***Class I***

Dec 2007	US\$ 11.38	US\$ 8.77
Dec 2008	US\$ 9.70	US\$ 3.60
Dec 2009	US\$ 6.46	US\$ 3.23
Dec 2010	US\$ 7.20	US\$ 5.39

## ***Class III***

Dec 2006	US\$ 11.03	US\$ 9.67
Dec 2007	US\$ 14.30	US\$ 10.70
Dec 2008	US\$ 12.21	US\$ 4.55
Dec 2009	US\$ 8.19	US\$ 4.08
Dec 2010	US\$ 9.19	US\$ 6.87

## ***Class I Distributing***

Dec 2007	US\$ 11.00	US\$ 8.48
Dec 2008	US\$ 9.39	US\$ 3.35
Dec 2009	US\$ 5.70	US\$ 2.90
Dec 2010	US\$ 6.15	US\$ 4.68

# First State Global Umbrella Fund p.l.c.

## First State Asian Property Securities Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>8,450,876</b>	<b>23.42</b>	<b>Japan</b>		<b>9,310,661</b>	<b>25.80</b>
Australand Property Group	247,516	730,678	2.02	Aeon Mall	24,100	646,065	1.80
CFS Retail Property Trust	476,834	854,289	2.37	Frontier Real Estate Investment Trust	56	533,694	1.48
Charter Hall	195,510	491,576	1.36	Japan Logistics Fund	77	725,307	2.01
Charter Hall Retail REIT	187,917	562,391	1.56	Japan Real Estate Investment	91	942,228	2.61
FKP Property Group	282,360	244,313	0.68	Mitsubishi Estate	161,000	2,981,628	8.26
Goodman Group	1,553,522	1,027,911	2.85	Mitsui Fudosan	115,000	2,289,535	6.34
GPT Group	208,181	623,036	1.73	Sumitomo Realty & Development	50,000	1,192,204	3.30
Lend Lease	99,066	870,283	2.41	<b>Philippines</b>		<b>182,072</b>	<b>0.50</b>
Mirvac Group	903,978	1,127,246	3.12	Vista Land & Lifescapes	2,513,000	182,072	0.50
Westfield Group	155,298	1,514,455	4.20	<b>Singapore</b>		<b>4,166,417</b>	<b>11.55</b>
Westfield Retail Trust	155,298	404,698	1.12	Ascendas India Trust	296,902	215,365	0.60
<b>China</b>		<b>2,044,760</b>	<b>5.66</b>	Ascendas Real Estate Investment Trust	346,000	558,630	1.55
Shimao Property Holdings	77,000	116,303	0.32	Capita Land	475,000	1,374,503	3.81
China Overseas Land & Investment	445,452	817,249	2.26	Frasers Centrepoint Trust	485,000	563,646	1.55
China Resources Land	262,000	475,959	1.32	Global Logistic Properties	25,000	41,923	0.12
China Vanke	515,400	635,249	1.76	Keppel Land	162,000	606,505	1.68
<b>Hong Kong</b>		<b>11,602,895</b>	<b>32.16</b>	Mapletree Logistics Trust	351,680	261,956	0.73
Cheung Kong Holdings	51,000	786,725	2.19	Suntec Real Estate Investment Trust	468,000	543,889	1.51
Franshion Properties China	1,374,000	411,885	1.14	Total Financial Assets at Fair Value through Profit or Loss		35,757,681	99.09
Great Eagle Holdings	124,000	385,277	1.07	Cash and other net assets		328,546	0.91
Hang Lung Group	129,000	851,414	2.36	Total Net Assets Attributable To Redeemable Participating Shareholders		36,086,227	100.00
Hang Lung Properties Henderson Land Development	169,000	790,360	2.19	Total Cost of Financial Assets at Fair Value Through Profit or Loss		31,833,228	
Hongkong Land Holdings	187,534	1,036,162	2.87				
Hysan Development	148,000	1,068,560	2.96				
Kerry Properties	189,000	892,404	2.47				
Sino Land	145,363	757,430	2.10				
Sun Hung Kai Properties	442,000	826,838	2.29				
The Link Real Estate Investment Trust	144,000	2,380,671	6.60				
Wharf Holdings	316,801	984,322	2.73				
	56,000	430,847	1.19				

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Asian Property Securities Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
Aeon Mall	24,500	29,300	Nippon Building Fund	6	114
Agile Property Holdings	212,000	450,000	Nomura Real Estate Holdings	1,000	40,800
Ascendas India Trust	20,000	136,000	Premier Investment	-	63
Ascendas Real Estate Investment Trust	354,000	437,000	Shimao Property Holdings	84,000	7,000
Ascott Residence Trust	102,300	455,300	Sino Land	886,000	444,000
Australand Property Group	609,964	842,353	Stockland Trust	417,840	730,041
Capita Commercial Trust	-	489,000	Sumitomo Real & Development	8,000	11,000
Capita Land	191,000	113,000	Sun Hung Kai Properties	57,000	145,000
Capita Mall Real Estate Investment Trust	486,000	594,000	Suntec Real Estate Investment Trust	468,000	-
CFS Retail Property Trust	532,568	482,010	The Link Real Estate Investment Trust	27,026	298,000
Charter Hall	3,107,622	5,250,966	Vista Land & Lifescapes Inc	5,346,000	2,833,000
Cheung Kong Holdings	-	28,000	Westfield Group	575,922	878,271
China Overseas Land & Investment	428,000	790,000	Wharf Holdings	59,000	3,000
China Resources Land	98,000	570,000	Yanlord Land Group	-	186,000
China Vanke	407,500	173,700			
Dexus Property Group	37,008	1,187,073			
FKP Property Group	461,568	371,181			
Fortune Real Estate Investment Trust	-	595,000			
Franshion Properties China	1,656,000	282,000			
Frasers Centrepoint Trust	584,000	99,000			
Frontier Real Estate Investment Trust	56	24			
General Property Group	416,362	208,181			
Global Logistic Properties	25,000	-			
Global One Real Estate	58	58			
Goodman Group	500,049	593,553			
Great Eagle Holdings	129,000	5,000			
Hang Lung Group	-	35,000			
Hang Lung Properties	9,000	84,000			
Henderson Land Development	166,134	363,600			
Hong Kong Land Holdings	4,000	91,000			
Hysan Development	15,000	111,000			
ING Industrial Fund	928,768	1,675,292			
Japan Logistics Fund	104	27			
Japan Real Estate Investment	56	64			
Keppel Land	-	37,000			
Kerry Properties	37,000	58,000			
Lend Lease	122,988	240,439			
Mapletree Industrial Trust	332,000	332,000			
Mapletree Logistics Trust	55,360	509,680			
Mirvac Group	903,978	-			
Mitsubishi Estate	60,000	32,000			
Mitsui Fudosan	29,000	87,000			

# First State Global Umbrella Fund p.l.c.

## First State China Focus Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State China Focus Fund "The Fund"		
– Class I	83.53%	16.12%
MSCI China Free Index (Total Return)	62.63%	4.83%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The Chinese market was subdued over 2010 as investors worried about overheating and the government's efforts to rein in inflationary pressures. The MSCI China Free Index (Total Return) rose by 4.8% in US dollar terms, underperforming the MSCI World Index which increased by 12.3%.

The Chinese economy continued to grow briskly in 2010, helped by government stimulus and strong credit growth. However, inflation continued to climb over the course of the year and Beijing responded with interest rate and bank reserve requirement hikes. Fears of a bubble in the property sector remained high, with price to income ratios in key cities stretching into unsustainable territory.

Our performance was helped by **China Oilfield Services** and **CNOOC** which both rose in tune with oil prices. **Delta Electronics** continued to post robust order growth and benefited from optimism surrounding 'cloud computing'. **ASM Pacific Technology** outperformed as it continued to see solid demand for its semiconductor production equipment.

On the negative side, **Li Ning** was hit by concerns over weakening orders amid fierce pricing competition and **China Mengniu Dairy** fell on worries about the rising raw milk price and further price controls on end-products by

Beijing. Other underperformers included **China Agri Industries** which was impacted by the government's efforts to cap certain agricultural product prices and **China Longyuan Power** which was weighed on by fresh listings by Chinese wind power companies at lower valuations.

Significant new positions over the year included **Global Logistics Properties**, an owner/developer of logistics buildings in China and Japan and **China Agri Industries** which stands to benefit from continued growth in domestic demand for quality food products.

We disposed of **China Vanke** to reduce our exposure to the Chinese property market and **China Resources Power** as we were concerned about the inflationary outlook. We also sold **China Shipping Development** on worries about oversupply and **Hengan International Group** on valuation concerns.

We believe that interest rates are too low in China, so expect to see further tightening over the course of the year. The political and economic environment in China as well as abroad may present new uncertainties and challenges. Our focus remains on well-run companies with proven track records, management integrity and long-term competitive advantages while trading on reasonable valuation.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State China Focus Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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***Class I***

Dec 2008	US\$48,711,919	US\$ 5.95
Dec 2009	US\$75,861,457	US\$10.92
Dec 2010	US\$92,271,238	US\$12.68

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

***Class I***

Dec 2008	US\$11.26	US\$4.71
Dec 2009	US\$10.92	US\$5.37
Dec 2010	US\$12.96	US\$9.75

# First State Global Umbrella Fund p.l.c.

## First State China Focus Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>China</b>		<b>63,755,775</b>	<b>69.09</b>
China Blue Chemical	6,066,000	4,331,408	4.69
China Communications Services Corporation	7,232,000	4,307,974	4.67
China Longyuan Power Group	2,751,000	2,520,022	2.73
China Mengniu Dairy	1,718,000	4,520,122	4.90
China Merchants Bank	1,260,782	3,176,043	3.44
China Merchants Holdings International	1,155,176	4,510,665	4.89
China Oilfield Services	4,232,000	9,103,651	9.87
China Telecom	13,584,000	7,043,141	7.63
CNOOC	1,349,000	3,186,532	3.45
ENN Energy Holdings	1,728,000	5,168,927	5.60
Lenovo	7,500,000	4,805,342	5.21
Li Ning	1,708,500	3,626,875	3.93
Longfor Properties	2,962,500	4,131,629	4.48
Tencent Holdings	152,400	3,323,444	3.60
<b>Hong Kong</b>		<b>13,866,759</b>	<b>15.03</b>
ASM Pacific Technology	446,500	5,658,370	6.13
China Agri-Industries Holdings	1,662,000	1,873,134	2.03
Hang Lung Group	672,000	4,435,273	4.81
Li & Fung	326,000	1,899,982	2.06

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Ireland</b>		<b>1,960,895</b>	<b>2.13</b>
First State China A Shares**	188,729	1,960,895	2.13
<b>Singapore</b>		<b>3,177,794</b>	<b>3.44</b>
Global Logistic Properties	1,895,000	3,177,794	3.44
<b>Taiwan</b>		<b>4,306,808</b>	<b>4.67</b>
Delta Electronics	883,760	4,306,808	4.67
Total Financial Assets at Fair Value through Profit or Loss		87,068,031	94.36
Cash and other net assets		5,203,207	5.64
Total Net Assets Attributable to Redeemable Participating Shareholders		92,271,238	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		73,435,677	

\* Traded on regulated exchanges or markets.

\*\* Fund Investment. Investment in a related party entity a related party entity

# First State Global Umbrella Fund p.l.c.

## First State China Focus Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares
ASM Pacific Technology	123,200	87,400
China Agri-Industries Holdings	1,662,000	-
China Blue Chemical	2,026,000	2,492,000
China Communications Services Corporation	1,862,000	774,000
China Longyuan Power Group	2,033,000	
China Mengniu Dairy	135,000	85,000
China Merchants Bank	749,628	2,181,846
China Merchants Holdings	349,791	258,000
China Oilfield Services	320,000	430,000
China Resources Power Holdings	-	628,600
China Shipping Development	-	770,000
China Telecom	2,474,000	-
China Vanke	-	1,275,041
CNOOC	499,000	1,259,000
Delta Electronics	66,000	318,000
ENN Energy Holdings	214,000	1,320,000
Global Logistic Properties	1,895,000	-
Hang Lung	393,000	189,000
Hengan International Group	-	111,500
Lenovo	228,000	622,000
Li & Fung	26,000	256,000
Li Ning	863,000	414,500
Longfor Properties	2,332,000	543,500
Tencent Holdings	55,800	63,800

# First State Global Umbrella Fund p.l.c.

## First State Global Listed Infrastructure Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	01/01/09 To 31/12/09	01/01/10 To 31/12/10
First State Global Listed Infrastructure Fund "The Fund"		
- Class I (Dis)	24.48%	7.77%
UBS Global Infrastructure & Utilities 50-50 Index	19.07%	5.53%

<sup>^</sup> Performance calculation is based on official dealing NAV.

The global listed infrastructure market rose in 2010 with global equities as investors responded positively to another round of quantitative easing by the Federal Reserve and shrugged off concerns about the sovereign debt crisis in the eurozone. However, the asset class underperformed global equity markets over the year with the UBS Global Infrastructure & Utilities 50-50 Index rising by 5.5% in US dollar terms, while the MSCI World Index was up by 12.3%.

**Flughafen Zuerich** outperformed strongly driven by better-than-expected passenger volumes, retail expansion and an improving earnings outlook and **Central Japan Railway** contributed positively due to better than expected earnings. **Vopak** outperformed due to positive earnings results and the announcement of several major new expansion projects across the globe.

On the negative side, integrated electric and gas utilities **Exelon** and **E.ON** lagged because of soft earnings, political interference in Europe and weak power prices. **Abertis Infraestructuras** underperformed due to a slower than expected recovery in Spanish toll road traffic and sovereign debt concerns.

Over the period we bought Australian bulk rail and port operator **Asciano** which we believe has very positive earnings prospects and **Tokyo Electric Power** which offers stable, low risk cash flow and an attractive yield relative to the Japanese market and its peers. We also purchased US integrated utility **PPL Corp** as it fell to attractive levels on the news it is to acquire E.ON's US utility.

We sold **Intoll Group** when the company was acquired by an unlisted pension fund at a significant premium and **Iberdrola** as it slipped in our quality ratings. We sold **Dominion Resources** after strong performance.

We continue to be concerned about quasi-government integrated electric & gas utilities which are highly geared and have capital investment programmes with uncertain returns. They are therefore vulnerable to equity raisings and forced bottom-of-the-cycle asset sales.

Over the long-term we remain very positive about the outlook for the asset class. High barriers to entry, strong pricing power, sustainable growth and predictable cash flows, underpin the case for global listed infrastructure. The essential nature of the services companies offer, combined with 40 years of under-investment in infrastructure by governments and strong underlying structural growth drivers (globalisation, government outsourcing and urbanisation) makes the sector an attractive long-term investment proposition.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Listed Infrastructure Fund

### Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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#### ***Class I Distributing***

Dec 2008	US\$23,688,091	US\$6.98
Dec 2009	US\$26,250,731	US\$8.32
Dec 2010	US\$29,019,446	US\$8.71

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

#### ***Class I Distributing***

Dec 2008	US\$ 10.00	US\$5.95
Dec 2009	US\$ 8.32	US\$5.15
Dec 2010	US\$ 8.87	US\$7.20

# First State Global Umbrella Fund p.l.c.

## First State Global Listed Infrastructure Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>1,428,779</b>	<b>4.92</b>	<b>Portugal</b>		<b>296,335</b>	<b>1.02</b>
Asciano	351,750	571,110	1.97	Brisa Auto-Estradas de Portugal	42,987	296,335	1.02
ConnectEast Group	1,982,467	857,669	2.95				
<b>Canada</b>		<b>209,484</b>	<b>0.72</b>	<b>Spain</b>		<b>1,800,795</b>	<b>6.21</b>
Pembina Pipeline Income fund	9,659	209,484	0.72	Abertis Infraestructuras Red Electrica	77,310 8,715	1,390,761 410,034	4.79 1.42
<b>France</b>		<b>3,492,388</b>	<b>12.03</b>	<b>Switzerland</b>		<b>913,829</b>	<b>3.15</b>
Aeroports de Paris	5,677	449,946	1.55	Flughafen Zuerich	2,239	913,829	3.15
CDF Suez	19,847	719,777	2.48				
Rubis	1,377	159,896	0.55	<b>United Kingdom</b>		<b>2,700,660</b>	<b>9.31</b>
Vinci	39,512	2,162,769	7.45	BBA Aviation	128,433	439,395	1.51
<b>Germany</b>		<b>1,579,717</b>	<b>5.44</b>	Forth Ports	26,972	563,936	1.94
E.ON AG	38,460	1,173,433	4.04	National Grid	110,041	950,128	3.28
Hamburger Hafen und Logistik	8,780	406,284	1.40	Scottish & Southern Energy	39,065	747,201	2.58
<b>Hong Kong</b>		<b>829,435</b>	<b>2.86</b>	<b>United States</b>		<b>8,773,091</b>	<b>30.23</b>
Beijing Enterprises Holdings	47,500	293,032	1.01	American Tower	8,506	437,804	1.51
Hongkong Electric Holdings	85,000	536,403	1.85	American Water Works Central Vermont Public Service	33,773 17,188	859,185 380,027	2.96 1.31
<b>Italy</b>		<b>1,129,519</b>	<b>3.89</b>	Corrections Corp of America	8,558	215,234	0.74
Atlantia	55,653	1,129,519	3.89	Crown Castle International	36,173	1,571,717	5.42
<b>Japan</b>		<b>3,580,407</b>	<b>12.34</b>	CSX	4,652	299,868	1.03
Central Japan Railway	144	1,204,132	4.15	Exelon	22,379	928,281	3.20
East Japan Railway	11,400	740,187	2.55	FirstEnergy	12,028	447,923	1.54
Kamigumi	69,000	578,677	1.99	NextEra Energy	17,284	898,249	3.10
Osaka Gas	154,000	596,532	2.06	PPL	34,620	908,429	3.13
Tokyo Electric Power	18,900	460,879	1.59	Public Service Enterprise Group	16,432	515,800	1.78
<b>Luxembourg</b>		<b>542,585</b>	<b>1.87</b>	Southern	15,077	577,449	1.99
SES	22,621	542,585	1.87	Spectra Energy	17,692	442,123	1.52
<b>Netherlands</b>		<b>1,007,468</b>	<b>3.47</b>	Union Pacific	3,161	291,002	1.00
Koninklijke Vopak	21,119	1,007,468	3.47				
<b>New Zealand</b>		<b>288,794</b>	<b>1.00</b>	Total Financial Assets at Fair Value through Profit or Loss		28,573,286	98.46
Port of Tauranga	49,855	288,794	1.00	Cash and other net assets		446,160	1.54

\* Traded on regulated exchange or markets.

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
Total Net Assets Attributable to Redeemable Participating Shareholders	29,019,446		100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		28,640,024	

\* Traded on regulated exchange or markets.



# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Select Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	Inception* To 31/12/10
First State Global Emerging Market Select Fund "The Fund"	
– Class III *	21.20%
MSCI Emerging Markets Index (Total Return)	27.26%

<sup>^</sup> Performance calculation is based on official dealing NAV.

\* 11 March 2010

Emerging markets continued to climb over the year to 31 December 2010 with the MSCI Emerging Markets Index rising by 19.2% in US dollar terms, outperforming the MSCI World Index which rose by 12.3%. Markets gained on the announcement of further quantitative easing by the US Federal Reserve and strong economic data from key Emerging Market economies.

Over the year EMEA outperformed, led by South Africa on buoyant risk appetite. Emerging Asia performed well, with Thailand, the Philippines and Malaysia recording the largest gains. China lagged significantly, however, as investors remained concerned about overheating and Beijing's efforts to cool inflationary pressures. Latin America underperformed, despite very strong rises by Argentina, Chile and Colombia, as the region's largest stock market, Brazil, lagged.

Performance was positively impacted by **Shoptite** which rose as investors were attracted by its quality defensive franchise. **Taiwan Semiconductor** was helped by attractive valuations in the information technology sector and broader optimism surrounding Taiwan's improving relationship with mainland China. **AngloGold Ashanti** rose with the gold price.

On the negative side, **CEZ** lagged as investors favoured cyclically sensitive sectors. In the Information Technology sector, **Western Union**

underperformed on concerns about intensifying competition and **LG Electronics** lagged on disappointing results as the company was slow in producing competitive smartphone handsets.

Over the year, significant new positions included **Hong Kong & China Gas** which has a defensive franchise and a great long-term record and **NHN**, South Korea's leading internet and gaming provider. We also purchased **Telekomunikacja Polska**, the incumbent Polish telecom operator part owned by France Telecom which has an extremely cash generative business.

We disposed of **Schlumberger** and **Infosys Technologies** on valuation concerns and **Western Union** as we were worried about rising competition.

As consumer companies in GEM become overly favoured we are moving into less popular areas such as Telecommunications and the best run Technology companies. It is more important than ever not to sacrifice quality for valuation given how risky things are becoming. Some GEM markets and stocks are now entering bubble territory, perhaps the inevitable result of highly accommodative global monetary policy. Against this backdrop we are becoming more cautious, homing in on companies with strong cash flows and robust 'price-giving' franchises. The valuation discount of developed vis-à-vis GEM markets means that many companies in the former – particularly those with heavy exposure to emerging markets – may merit attention.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Select Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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***Class III – Distributing***

Dec 2010	US\$26,236,305	US\$12.12
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Financial Period	The Highest Issue Price	The Lowest Redemption Price
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***Class III – Distributing***

Dec 2010	US\$12.12	US\$8.95
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# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Select Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Belgium</b>	<b>881,601</b>	<b>3.36</b>	
Anheuser-Busch InBev NV	15,426	881,601	3.36
<b>Brazil</b>		<b>1,264,407</b>	<b>4.82</b>
All America Latina Logistica	29,600	267,542	1.02
Banco Bradesco	11,450	177,316	0.68
Banco Bradesco S.A. NPV	189	205	0.00
Tele Norte Leste Participacoes	11,200	217,987	0.83
Weg	45,800	601,357	2.29
<b>China</b>		<b>809,878</b>	<b>3.09</b>
China Telecom	1,562,000	809,878	3.09
<b>Czech</b>		<b>611,785</b>	<b>2.33</b>
CEZ	14,615	611,785	2.33
<b>Greece</b>		<b>1,028,116</b>	<b>3.92</b>
Coca Cola Hellenic Bottling	38,739	1,028,116	3.92
<b>Hong Kong</b>		<b>977,691</b>	<b>3.73</b>
Hong Kong & China Gas	413,000	977,691	3.73
<b>Israel</b>		<b>740,600</b>	<b>2.82</b>
Check Point Software Technologies	16,100	740,600	2.82
<b>Mexico</b>		<b>1,302,553</b>	<b>4.96</b>
Fomento Economico Mexicano	8,940	498,852	1.90
Grupo Televisa	31,007	803,701	3.06
<b>Papua N. Guinea</b>		<b>1,157,242</b>	<b>4.41</b>
Oil Search	161,483	1,157,242	4.41
<b>Philippines</b>		<b>608,269</b>	<b>2.32</b>
Philippine Long Distance Telephone	10,442	608,269	2.32
<b>Poland</b>		<b>1,063,758</b>	<b>4.05</b>
Telekomunikacja Polska	189,055	1,063,758	4.05

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>South Africa</b>		<b>4,201,300</b>	<b>16.02</b>
AngloGold Ashanti	33,948	1,669,952	6.37
Shoprite Holdings	34,148	513,312	1.96
Standard Bank Group	60,810	986,562	3.76
Tiger Brands	35,314	1,031,474	3.93
<b>South Korea</b>		<b>3,141,167</b>	<b>11.97</b>
LG Electronics	6,019	630,079	2.40
NHN	2,603	524,102	2.00
Samsung Electronics	562	474,655	1.81
Samsung Fire & Marine Insurance	6,188	1,234,899	4.71
Shinsegae	508	277,432	1.05
<b>Switzerland</b>		<b>1,136,694</b>	<b>4.33</b>
Holcim	12,933	976,245	3.72
Noble	4,544	160,449	0.61
<b>Taiwan</b>		<b>4,336,791</b>	<b>16.53</b>
Chunghwa Telecom	514,000	1,307,116	4.98
Quanta Computer	316,000	663,699	2.53
Taiwan Semiconductor Manufacturing	971,000	2,365,976	9.02
<b>Thailand</b>		<b>902,232</b>	<b>3.44</b>
Siam Commercial Bank	264,100	902,232	3.44
<b>United Kingdom</b>		<b>1,097,310</b>	<b>4.18</b>
SABMiller	31,116	1,097,310	4.18
Total Financial Assets at Fair Value through Profit or Loss		25,261,394	96.28
Cash and other net assets		974,911	3.72
Total Net Assets Attributable to Redeemable Participating Shareholders		26,236,305	100.00
Total Cost of Financial Asset at Fair Value through Profit or Loss		22,050,926	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Global Emerging Market Select Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares
All America Latina Logistica	59,400	29,800
AngloGold Ashanti	37,812	3,864
Anheuser-Busch InBev NV	15,695	269
Banco Bradesco	11,639	15,950
CEZ	14,615	-
Check Point Software Technologies	23,200	7,100
China Telecom	2,148,000	586,000
Chunghwa Telecom	521,000	7,000
Coca Cola Hellenic Bottling	39,404	665
Fomento Economico Mexicano	8,940	-
Grupo Televisa	31,007	-
Holcim	12,933	-
Hong Kong & China Gas	413,000	-
Infosys Technologies	5,143	5,143
LG Electronics	7,949	1,930
NHN	2,603	-
Noble	4,544	-
Oil Search	182,276	20,793
Philippine Long Distance Telephone	11,668	1,226
Quanta Computer	316,000	-
Ritcher Gedeon	369	369
SABMiller	33,903	2,787
Samsung Electronics	788	226
Samsung Fire & Marine Insurance	6,267	79
Schlumberger	6,072	6,072
Shinsegae	508	-
Shoptite Holdings	61,545	27,397
Siam Commercial Bank	437,700	173,600
Standard Bank Group	60,810	10,420
Taiwan Semiconductor Manufacturing	982,000	11,000
Tele Norte Leste Participacoes	11,200	-
Telekomunikacja Polska	191,039	1,984
Tiger Brands	35,672	358
Weg	45,800	-
Western Union	34,805	34,805
X 5 Retail Group	3,750	3,750

# First State Global Umbrella Fund p.l.c.

## First State Asia Pacific Select Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	Inception* To 31/12/10
First State Asia Pacific Select Fund "The Fund" – Class III *	20.50%
MSCI AC Asia Pacific Japan Index (Total Return)	26.22%

<sup>^</sup> Performance calculation is based on official dealing NAV.

\* 11 March 2010

The Asia Pacific markets rose in 2010 with the MSCI Asia Pacific ex-Japan Index increasing by 18.4% in US dollar terms, outperforming the MSCI World Index which was up by 12.3%. Markets benefited from accommodative monetary policy in Western economies.

Over the year the smaller markets of Indonesia, Thailand and the Philippines outperformed as risk appetite remained high. Malaysia also performed strongly as investors were attracted by the market's quality companies trading on reasonable valuations. China was a significant underperformer as the government introduced tightening measures to contain inflationary pressures.

Positive contributors to performance included **Taiwan Semiconductor** which was helped by attractive valuations in the information technology sector and broader optimism surrounding Taiwan's improving relationship with mainland China. **Newcrest Mining** was driven by a rising gold price and **Cheung Kong Holdings** rose on the back of the strong performance of the Hong Kong property market.

On the negative side, **Henderson Land** lagged on concerns over government measures to curb speculation in the property market. **MTR Corp** underperformed as defensive stocks were out of

favour and **QBE** lagged as it delivered muted returns because of the low interest rate environment.

Significant new positions over the period included **QR National**, a newly privatised railway company where management are well incentivised to turn around operations, and **Oversea-Chinese Banking Corp**, a quality Singaporean banking franchise.

We sold **Lihir Gold** as it was taken over by Newcrest Mining.

Strong liquidity, underpinned by highly accommodative monetary policy in the West, remains a central prop underneath Asian markets. Inflationary pressures are rising across the region and we expect to see further action by monetary authorities to try to rein in expectations. Current optimistic expectations and attendant rich valuations make us wary, and we continue to adopt a defensive stance, focusing on companies with strong management, sustainable cash flows and attractive dividend yields.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c. First State Asia Pacific Select Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
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***Class III – Distributing***

Dec 2010	US\$13,148,464	US\$12.05
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Financial Period	The Highest Issue Price	The Lowest Redemption Price
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***Class III – Distributing***

Dec 2010	US\$12.06	US\$8.99
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# First State Global Umbrella Fund p.l.c.

## First State Asia Pacific Select Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>3,318,726</b>	<b>25.24</b>	<b>Singapore</b>		<b>1,636,068</b>	<b>12.44</b>
Coca-Cola Amatil	4,818	53,263	0.41	City Developments	19,000	186,132	1.41
CSL	14,847	548,316	4.17	DBS Group Holdings	24,000	268,060	2.04
Newcrest Mining	19,620	807,672	6.14	Fraser and Neave	47,000	234,982	1.79
QBE Insurance Group	24,682	456,018	3.47	Oversea-Chinese Banking Singapore	66,000	508,603	3.87
QR National	126,652	351,965	2.68	Telecommunications	181,000	430,583	3.27
Toll Holdings	17,190	100,266	0.76	United Overseas Bank	543	7,708	0.06
Wesfarmers	21,440	698,393	5.31				
Woodside Petroleum	6,990	302,833	2.30				
				<b>South Korea</b>		<b>1,410,496</b>	<b>10.73</b>
<b>China</b>		<b>719,866</b>	<b>5.48</b>	LG Electronics Inc	4,454	466,252	3.55
China Life Insurance	15,000	61,080	0.47	NHN	349	70,270	0.54
China Telecom	692,000	358,794	2.73	Samsung Electronics	592	499,992	3.80
CNOOC	127,000	299,992	2.28	Samsung Fire & Marine Insurance	1,874	373,982	2.84
				<b>Taiwan</b>		<b>1,107,990</b>	<b>8.43</b>
<b>Hong Kong</b>		<b>2,330,830</b>	<b>17.73</b>	Chunghwa Telecom	58,000	147,496	1.12
AIA Group	30,200	84,897	0.65	Compal	77,499	102,797	0.78
Cheung Kong Holdings	44,000	678,743	5.16	Taiwan Semiconductor Manufacturing	352,000	857,697	6.53
CLP Holdings	51,500	417,759	3.18				
Henderson Land Development	65,777	448,522	3.41	<b>Thailand</b>		<b>708,796</b>	<b>5.39</b>
MTR	66,668	242,738	1.85	PTT	33,500	355,556	2.70
The Link Real Estate Investment Trust	147,461	458,171	3.48	Siam Commercial Bank	103,400	353,240	2.69
				<b>United States</b>		<b>478,785</b>	<b>3.64</b>
<b>India</b>		<b>553,724</b>	<b>4.21</b>	iPath MSCI India Index	4,954	378,832	2.89
Infosys Technologies	5,200	397,124	3.02	ResMed	28,135	99,953	0.75
Mahindra & Mahindra	9,000	156,600	1.19				
				Total Financial Assets at Fair Value through Profit or Loss		12,972,020	98.65
<b>Indonesia</b>		<b>147,741</b>	<b>1.12</b>	Cash and other net assets		176,410	1.35
Telekomunikasi Indonesia	168,500	147,741	1.12				
				Total Net Assets Attributable to Redeemable Participating Shareholders		13,148,430	100.00
<b>Malaysia</b>		<b>205,676</b>	<b>1.56</b>				
CIMB Group Holdings	74,700	205,676	1.56	Total Cost of Financial Asset at Fair Value through Profit or Loss		11,415,274	
<b>Papua N. Guinea</b>		<b>142,431</b>	<b>1.08</b>				
Oil Search	19,875	142,431	1.08				
<b>Philippines</b>		<b>210,891</b>	<b>1.60</b>				
Philippine Long Distance Telephone	3,624	210,891	1.60				

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Asia Pacific Select Fund

### Portfolio Changes (unaudited)

	Purchased		Sold		
Financial Assets at Fair Value Through Profit or Loss	Number of shares	Number of shares	Financial Assets at Fair Value Through Profit or Loss	Number of shares	Number of shares
AIA	30,200	–	Woodside Petroleum	10,439	3,449
Cheung Kong Holdings	46,000	2,000			
China Life Insurance	32,000	17,000			
China Telecom	692,000	–			
Chunghwa Telecom	58,000	–			
CIMB Group Holdings	74,700	–			
City Developments	19,000				
CLP Holdings	55,000	3,500			
CNOOC	136,000	9,000			
Coca-Cola Amatil	7,520	2,702			
Compal Electronics	77,499	–			
CSL	14,847	–			
DBS Group Holdings	24,000	–			
Foster's Group	10,018	10,018			
Fraser and Neave	54,000	7,000			
Henderson Land Development	79,777	14,000			
Henderson Land Development Warrants	22,200	22,200			
Infosys Technologies	5,200	–			
iPath MSCI India Index	5,198	244			
LG Electronics Inc	7,191	2,737			
Lihir Gold	87,013	87,013			
Mahindra & Mahindra	9,000	–			
MTR	77,668	11,000			
Newcrest Mining	28,794	9,174			
NHN	349	–			
Oil Search	19,875	–			
Oversea-Chinese Banking	66,000	–			
Philippine Long Distance Telephone	3,624	–			
PTT	37,000	3,500			
QBE Insurance Group	24,682	–			
QR National	235,200	108,548			
ResMed	28,135	–			
Samsung Electronics	684	92			
Samsung Fire & Marine Insurance	1,874	–			
Siam Commercial Bank	110,000	6,600			
Singapore Telecommunications	190,000	9,000			
Taiwan Semiconductor Manufacturing	371,000	19,000			
Telekomunikasi Indonesia	168,500	–			
The Link Real Estate Investment Trust	164,961	17,500			
Toll Holdings	23,938	6,748			
United Overseas Bank	34,558	34,015			
Wesfarmers	21,969	529			

# First State Global Umbrella Fund p.l.c.

## First State Global Agribusiness Fund

### Investment Manager's Report (unaudited)

#### PERFORMANCE<sup>^</sup>

	Inception* To 31/12/10
First State Global Agribusiness Fund "The Fund"	
– Class I *	38.00%
– Class III **	16.60%
Customized Benchmark <sup>#</sup> (Class II)	36.65%
Customized Benchmark <sup>#</sup> (Class III)	20.29%

<sup>^</sup> Performance calculation is based on official dealing NAV.

\* 7 April 2010

\*\* 21 May 2010

<sup>#</sup> 75% DAX Global Agribusiness Index & 25% S&P Global Timber & Forestry Index

The global agribusiness sector rose substantially in 2010 as soft commodity prices increased strongly over the year on robust demand. Sugar (+51.0%), Corn (+39.7%), wheat (+29.6%), soy (+37.8%), palm oil (+45.1%) and lumber (+47.3%) all rose strongly over the period.

Our position in **Potash Corporation** was positive for performance as it rose steeply on news of a bid for the company by BHP Billiton. **Mosaic** and **Yara International** both gained as investors anticipated that they stand to benefit from robust fertilizer demand given the high level of soft commodity prices.

On the negative side, **Wilmar International** lagged as it announced a foray into property development which is outside its core competency and **Global Dairy** underperformed on negative sentiment towards Chinese dairy producers.

Significant purchases over the year included Brazilian phosphate producer **Vale Fertilizantes** which has excellent margins, strong production growth and was attractively valued relative to global peers. We also bought emerging

potassium sulphate producer **IC Potash** as tight supply and growing demand for potassium sulphate fertilizer bodes well for the company.

We sold **Potlatch**, switching into forestry company **Weyerhaeuser** which was trading at a more attractive valuation. We also sold **Meadwestvaco** as we identified better opportunities elsewhere in the forestry space.

High soft commodity prices have resulted in increasing incomes for farmers which is positive for companies providing fertilizers, seeds and agricultural equipment. The sector is continuing to see capital raisings and IPOs of private businesses as companies look to expand during this period of strong demand. We are focused on investing in quality companies that are growing volumes and are positioned at the low end of the cost curve.

First State Investments  
February 2011

# First State Global Umbrella Fund p.l.c. First State Global Agribusiness Fund

Performance Table (unaudited)

As of 31 December 2010

Financial Period	Total Net Asset Value	Net Asset Value Per Share
------------------	-----------------------	---------------------------

**Class II**

Dec 2010      US\$21,978,691      US\$13.80

**Class III**

Dec 2010      US\$ 5,250,382      US\$11.66

Financial Period	The Highest Issue Price	The Lowest Redemption Price
------------------	-------------------------	-----------------------------

**Class II**

Dec 2010      US\$ 13.80      US\$9.81

**Class III**

Dec 2010      US\$ 11.66      US\$8.25

# First State Global Umbrella Fund p.l.c.

## First State Global Agribusiness Fund

### Schedule of Investments

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets		Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>				<b>Financial Assets at Fair Value through Profit or Loss*</b>			
<b>Australia</b>		<b>826,140</b>	<b>3.03</b>	<b>Hong Kong</b>		<b>1,269,123</b>	<b>4.66</b>
Agua Resources	255,783	137,998	0.51	Asian Citrus Holdings	141,566	173,392	0.64
Celamin Holdings NL	386,397	131,766	0.48	Lee & Man Paper Manufacturing	302,021	228,480	0.84
Maryborough Sugar Factory	56,680	196,747	0.72	Sino-Forest	37,300	867,251	3.18
Ridley	82,696	103,542	0.38	<b>Israel</b>		<b>325,701</b>	<b>1.20</b>
Select Harvests	30,963	100,545	0.37	Israel Chemicals	18,972	325,701	1.20
Warrnambool Cheese & Butter Factory Co Holding	43,657	155,542	0.57	<b>Japan</b>		<b>786,596</b>	<b>2.89</b>
Wilmott Forests**	78,964	-	-	Kubota	71,000	671,409	2.47
				Rengo	17,000	115,187	0.42
<b>Brazil</b>		<b>2,118,054</b>	<b>7.78</b>	<b>Malaysia</b>		<b>677,402</b>	<b>2.49</b>
BRF – Brasil Foods	50,300	850,573	3.12	Kuala Lumpur Kepong	94,600	677,402	2.49
Cosan	22,600	310,072	1.14	<b>Norway</b>		<b>1,294,158</b>	<b>4.75</b>
Duratex	24,573	263,713	0.97	Yara International	22,450	1,294,158	4.75
SLC Agricola	9,900	128,258	0.47	<b>Peru</b>		<b>116,087</b>	<b>0.43</b>
Suzano Papel e Celulose	31,158	277,306	1.02	Copeinca	12,339	116,087	0.43
Vale Fertilizantes	25,300	288,132	1.06	<b>Singapore</b>		<b>2,039,155</b>	<b>7.49</b>
<b>Canada</b>		<b>4,071,208</b>	<b>14.93</b>	First Resources	112,000	135,403	0.50
Agrium	10,845	996,773	3.66	Indofood Agri Resources	185,000	404,025	1.48
Alliance Grain Traders	9,006	254,505	0.93	Olam International	243,000	595,133	2.19
Ic Potash Placing	69,776	88,072	0.32	Wilmar International	206,000	904,594	3.32
Ic Potash	158,062	199,507	0.73	<b>Sweden</b>		<b>320,399</b>	<b>1.18</b>
Ic Potash Warrant	34,888	25,639	0.09	Svenska Cellulosa	20,247	320,399	1.18
Potash Corp of Saskatchewan	12,999	1,991,292	7.31	<b>Switzerland</b>		<b>1,366,525</b>	<b>5.02</b>
Viterra	28,396	261,132	0.96	Syngenta	23,260	1,366,525	5.02
West Fraser Timber	5,361	254,288	0.93	<b>United States</b>		<b>10,042,843</b>	<b>36.88</b>
<b>Chile</b>		<b>1,043,776</b>	<b>3.83</b>	AGCO	6,799	345,185	1.27
Empresas CMPC	5,760	304,032	1.12	Archer-Daniels-Midland	36,600	1,092,876	4.01
Sociedad Quimica y Minera de Chile	13,144	739,744	2.71	Bunge	6,262	408,220	1.50
<b>China</b>		<b>305,403</b>	<b>1.12</b>	CF Industries Holdings	986	134,757	0.49
China Yurun Food Group	57,000	186,636	0.68	Corn Products International	5,802	268,865	0.99
Global Dairy Holdings	351,000	118,767	0.44	Deere & Co	23,103	1,924,480	7.07
<b>Finland</b>		<b>105,513</b>	<b>0.39</b>	Monsanto	26,160	1,823,090	6.70
Stora Enso	10,269	105,513	0.39				

\*\* As it is unlikely to realise any value from the Wilmott Forrests investment, the Directors have written the value to Zero. This is also a restricted security.

# First State Global Umbrella Fund p.l.c.

## First State Global Agribusiness Fund

### Schedule of Investments (continued)

As of 31 December 2010

	Number of shares	Fair Value US\$	% of Net Assets
<b>Financial Assets at Fair Value through Profit or Loss*</b>			
Mosaic	23,630	1,791,863	6.58
Packaging Corp of America	6,278	162,726	0.60
Rayonier	21,781	1,155,700	4.24
Sanderson Farms	3,067	122,619	0.45
Weyerhaeuser	42,874	812,462	2.98
Total Financial Assets at Fair Value through Profit or Loss		26,708,083	98.07
Cash and other net assets		520,990	1.93
Total Net Assets Attributable to Redeemable Participating Shareholders		27,229,073	100.00
Total Cost of Financial Assets at Fair Value through Profit or Loss		23,844,702	

\* Traded on regulated exchanges or markets.

# First State Global Umbrella Fund p.l.c.

## First State Global Agribusiness Fund

### Portfolio Changes (unaudited)

Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold	Financial Assets at Fair Value Through Profit or Loss	Purchased	Sold
	Number of shares	Number of shares		Number of shares	Number of shares
AGCO	7,024	225	Olam International	258,000	15,000
Agrium	13,652	2,807	Packaging Corp of America	6,503	225
Aguaia Resources	511,566	255,783	Potash Corp of Saskatchewan	15,169	2,170
Alliance Grain Traders	14,655	5,649	Potash One	4,893	4,893
Archer-Daniels-Midland	41,185	4,585	Potlatch	13,424	13,424
Asian Citrus Holdings	258,202	116,636	Rayonier	23,333	1,552
Australian Agricultural	12,131	12,131	Rengo	25,000	8,000
BRF – Brasil Foods	53,600	3,300	Ridley	82,696	–
Bunge	6,960	698	Sanderson Farms	3,503	436
Celamim Holdings	723,410	337,013	Svenska Cellulosa	20,713	466
CF Industries Holdings	1,996	1,010	Select Harvests	30,963	–
China Agri-Industries	56,000	56,000	Sino-Forest	39,300	2,000
China Yurun Food Group	63,000	6,000	SLC Agrícola	14,400	4,500
Copeinca	12,339	–	Sociedad Química Y Minera De Chile	14,469	1,325
Corn Products International	5,969	167	Stora Enso	14,076	3,807
Cosan "A" Shares	23,100	500	Suzano Papel e Celulose	33,626	2,468
Deere & Co	23,757	654	Syngenta	27,278	4,018
Domtar	485	485	Terra Industries	1,064	1,064
Duratex	24,992	419	TFS	15,126	15,126
Empresas CMPC	6,801	1,041	Vale Fertilizantes	25,400	100
First Resources	112,000	–	Viterra	35,095	6,699
Global Dairy Holdings	351,000	–	Warrnambool Cheese & Butter Factory	43,657	–
GrainCorp	19,671	19,671	Wausau Paper	4,296	4,296
IC Postash	161,562	3,500	West Fraser Timber	6,016	655
IC Postash Placing	69,776	–	Weyerhaeuser	43,567	693
IC Potash Warrant	34,888	–	Willmott Forests	157,928	78,964
Indofood Agri Resources	234,000	49,000	Wilmar International	213,000	7,000
Israel Chemicals	19,665	693	Yara International	23,112	662
Kuala Lumpur Kepong	97,500	2,900	Potash One	4,893	4,893
Kubota	74,000	3,000	Potlatch	13,424	13,424
Lee & Man Paper Manufacturing	308,716	6,695	Rayonier	23,333	1,552
Maryborough Sugar Factory	60,324	3,644	Rengo	25,000	8,000
Maryborough Sugar Factory Limited Placing	15,882	15,882	Ridley	82,696	–
Meadwestvaco	3,488	3,488	Sanderson Farms	3,503	436
Migao	1,540	1,540	Svenska Cellulosa	20,713	466
Monsanto	28,186	2,026	Select Harvests	30,963	–
Mosaic	24,582	952			

# First State Global Umbrella Fund p.l.c.

## Balance Sheet

As at 31 December 2010

	31-Dec-2010 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Global Opportunities Fund US\$	Hong Kong Growth Fund US\$
<b>ASSETS</b>					
Cash and Cash Equivalents (Note 10)	320,275,355	10,811,804	178,589,289	295,692	13,814,044
Cash Margin (Note 10)	5,691,231	-	-	-	-
Due from Brokers	34,655,732	1,754,574	22,419,429	-	28,741
Due from Shareholders	85,457,526	3,658,038	37,092,578	13,503	4,159,870
Financial Assets at Fair Value Through Profit or Loss (Note 2 and 6)	10,880,484,746	444,575,943	4,569,461,326	40,989,682	224,291,658
Dividends and Other Receivables	15,696,508	367,185	1,882,698	45,870	413,150
Unamortised Establishment Costs	36,790	-	-	-	-
<b>TOTAL ASSETS</b>	<b>11,342,297,888</b>	<b>461,167,544</b>	<b>4,809,445,320</b>	<b>41,344,747</b>	<b>242,707,463</b>
<b>LIABILITIES</b>					
Bank Overdrafts (Note 10)	606,755	-	-	-	-
Financial Liabilities at Fair Value Through Profit or Loss (Note 2 and 6)	631,626	-	-	-	-
Due to Brokers	48,851,879	16,013	34,554,591	-	1,883,647
Due to Shareholders	45,663,370	847,115	26,410,176	221,946	449,309
Due to Investment Manager (Note 3)	15,239,205	541,208	8,094,350	40,491	218,552
Accrued Expenses	2,105,283	87,583	813,317	17,566	33,373
<b>TOTAL LIABILITIES</b>	<b>113,098,118</b>	<b>1,491,919</b>	<b>69,872,434</b>	<b>280,003</b>	<b>2,584,881</b>
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT BID MARKET PRICES</b>					
	<b>11,229,199,770</b>	459,675,625	4,739,572,886	41,064,744	240,122,582
Adjustment from bid market prices to last traded prices	20,177,678	377,271	10,397,387	11,745	498,695
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT DEALING NAV</b>					
	<b>11,249,377,448</b>	460,052,896	4,749,970,273	41,076,489	240,621,277
<b>Shares in Issue</b>					
Class I		13,414,425	45,512,739	4,393,379	3,901,350
Class II		27,028	23,122	-	-
Class III		682,403	-	1,059,470	1,024,501
Class I Distributing		167,631	799,313	-	-
Net Asset Value Per Share – Class I		\$31.89	\$102.56	\$6.70	\$42.93
Net Asset Value Per Share – Class II		\$77.39	\$158.03	-	-
Net Asset Value Per Share – Class III		\$36.55	-	\$10.98	\$71.36
Net Asset Value Per Share – Class I Distributing		\$30.98	\$98.02	-	-

The Financial Statements were approved by the Board on 15 April 2011 and signed on its behalf by:

Director:

Director:

See Accompanying Notes to the Financial Statements

Indian Subcontinent Fund US\$	Global Bond Fund US\$	High Quality Bond Fund US\$	Long Term Bond Fund US\$	Greater China Growth Fund US\$	Singapore And Malaysia Growth Fund US\$	Asia Innovation Fund US\$	Asian Equity Plus Fund US\$
21,101,846	809,197	4,566,416	2,569,451	11,368,190	930,011	1,366,791	10,744,338
-	339,068	768,141	824,248	-	-	-	-
-	-	-	-	1,856,466	336,839	223,260	7,486,660
5,815,811	8,166	50,086	-	3,081,968	422,867	44,966	18,558,671
258,465,165	16,636,888	57,420,007	128,134,568	608,750,331	70,908,179	62,963,716	2,610,126,363
35,981	91,597	623,661	991,336	266,048	259,641	38,453	2,802,419
-	-	-	-	-	-	-	-
285,418,803	17,884,916	63,428,311	132,519,603	625,323,003	72,857,537	64,637,186	2,649,718,451
-	-	-	-	-	-	-	-
-	649	93,968	3,192	-	-	-	-
503,012	-	3,647,140	-	1,344,758	3,074	248	6,766,478
1,964,846	11,201	39,043	-	2,226,557	190,626	268,998	4,130,486
335,218	8,840	15,896	33,944	787,253	90,482	94,133	3,253,563
66,276	3,686	7,356	15,140	113,895	16,366	16,263	493,377
2,869,352	24,376	3,803,403	52,276	4,472,463	300,548	379,642	14,643,904
282,549,451	17,860,540	59,624,908	132,467,327	620,850,540	72,556,989	64,257,544	2,635,074,547
123,441	12,800	133,749	130,637	802,300	438,829	72,874	2,693,058
282,672,892	17,873,340	59,758,657	132,597,964	621,652,840	72,995,818	64,330,418	2,637,767,605
5,879,794	435,404	-	-	10,453,110	1,911,202	2,244,793	2,833,361
29,720	-	-	-	-	-	-	-
-	564,619	3,065,774	6,640,267	-	-	-	-
147,897	-	146,776	-	119,030	-	-	72,558,689
\$46.75	\$17.10	-	-	\$58.83	\$38.19	\$28.65	\$40.95
\$30.24	-	-	-	-	-	-	-
-	\$18.46	\$18.84	\$19.96	-	-	-	-
\$46.32	-	\$13.53	-	\$55.56	-	-	\$34.75

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Balance Sheet (continued)

As at 31 December 2010

	Asian Bond Fund US\$	Asian Quality Bond Fund US\$	Hong Kong Dollar Bond Fund US\$	Global Emerging Markets Debt Fund US\$	Global Emerging Markets Leaders Fund US\$
<b>ASSETS</b>					
Cash and Cash Equivalents (Note 10)	248,446	4,898,075	1,678,057	107,142	41,488,400
Cash Margin (Note 10)	284,843	3,424,965	-	49,966	-
Due from Brokers	-	363,136	-	-	5,789
Due from Shareholders	765,998	121,999	-	-	5,146,739
Financial Assets at Fair Value Through Profit or Loss (Note 2 and 6)	30,854,505	502,597,320	10,150,934	7,199,183	758,497,487
Dividends and Other Receivables	509,233	6,379,825	134,335	144,593	269,040
Unamortised Establishment Costs	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>32,663,025</b>	<b>517,785,320</b>	<b>11,963,326</b>	<b>7,500,884</b>	<b>805,407,455</b>
<b>LIABILITIES</b>					
Bank Overdrafts (Note 10)	-	-	-	-	-
Financial Liabilities at Fair Value Through Profit or Loss (Note 2 and 6)	18,779	513,569	-	1,469	-
Due to Brokers	-	-	-	-	72,268
Due to Shareholders	463,661	354,000	-	-	2,937,598
Due to Investment Manager (Note 3)	19,221	442,030	2,782	1,928	661,197
Accrued Expenses	14,252	90,734	1,729	1,289	120,894
<b>TOTAL LIABILITIES</b>	<b>515,913</b>	<b>1,400,333</b>	<b>4,511</b>	<b>4,686</b>	<b>3,791,957</b>
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT BID MARKET PRICES</b>					
	32,147,112	516,384,987	11,958,815	7,496,198	801,615,498
Adjustment from bid market prices to last traded prices	127,111	1,819,323	28,097	33,977	1,760,194
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT DEALING NAV</b>					
	32,274,223	518,204,310	11,986,912	7,530,175	803,375,692
<b>Shares in Issue</b>					
Class I	-	39,959,731	-	-	9,483,701
Class II	-	-	-	-	-
Class III	1,027,655	-	914,011	583,728	25,221,460
Class I Distributing	2,198,987	-	-	-	-
Net Asset Value Per Share – Class I	-	\$12.96	-	-	\$20.06
Net Asset Value Per Share – Class II	-	-	-	-	-
Net Asset Value Per Share – Class III	\$13.54	-	\$13.11	\$12.90	\$24.46
Net Asset Value Per Share – Class I Distributing	\$8.34	-	-	-	-

See Accompanying Notes to the Financial Statements

Global Resources Fund US\$	Global Property Securities Fund US\$	Asian Property Securities Fund US\$	China Focus Fund US\$	Global Listed Infrastructure Fund US\$	Global Emerging Markets Select Fund US\$	Asia Pacific Select Fund US\$	Global Agribusiness Fund US\$
9,148,118	19,459	269,816	3,695,466	8,013	940,585	158,246	648,463
-	-	-	-	-	-	-	-
2,395	-	-	-	170,418	-	8,025	-
3,345,584	-	-	1,941,953	892,982	-	-	335,747
262,120,996	-	35,757,681	87,068,031	28,573,286	25,261,394	12,972,020	26,708,083
115,906	1,532	188,979	-	65,003	7,115	20,129	42,779
-	-	-	10,640	-	26,150	-	-
274,732,999	20,991	36,216,476	92,716,090	29,709,702	26,235,244	13,158,420	27,735,072
-	-	-	-	606,755	-	-	-
-	-	-	-	-	-	-	-
38,533	-	-	-	1,634	4,221	16,262	-
3,992,033	487	68,599	538,813	56,063	-	-	491,813
327,359	-	44,385	132,722	36,526	18,354	9,225	29,546
69,585	20,504	53,962	16,242	7,036	3,572	2,203	19,083
4,427,510	20,991	166,946	687,777	708,014	26,147	27,690	540,442
270,305,489	-	36,049,530	92,028,313	29,001,688	26,209,097	13,130,730	27,194,630
339,459	-	36,697	242,925	17,758	27,208	17,700	34,443
270,644,948	-	36,086,227	92,271,238	29,019,446	26,236,305	13,148,430	27,229,073
15,719,173	-	118,248	7,275,359	-	-	-	1,591,834
-	-	-	-	-	-	-	-
657,503	-	116,034	-	-	2,164,672	1,090,622	450,000
-	-	5,691,743	-	3,330,743	-	-	-
\$16.47	-	\$7.03	\$12.68	-	-	-	-
-	-	-	-	-	-	-	\$13.80
\$17.82	-	\$8.98	-	-	\$12.12	\$12.05	\$11.66
-	-	\$6.01	-	\$8.71	-	-	-

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Balance Sheet

As at 31 December 2009

	31-Dec-2009 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Global Opportunities Fund US\$
<b>ASSETS</b>				
Cash and Cash Equivalents (Note 10)	124,647,705	6,959,389	47,212,340	225,140
Cash Margin (Note 10)	2,646,232	-	-	-
Due from Brokers	12,208,414	88,802	1,190,239	70,937
Due from Shareholders	55,596,026	3,832,296	39,630,469	62,303
Financial Assets at Fair Value Through Profit or Loss (Note 2 and 6)	7,902,579,167	290,510,952	3,379,077,715	42,922,598
Dividends and Other Receivables	13,085,846	285,463	1,492,379	43,661
Unamortised Establishment Costs	38,388	-	-	-
<b>TOTAL ASSETS</b>	<b>8,110,801,778</b>	<b>301,676,902</b>	<b>3,468,603,142</b>	<b>43,324,639</b>
<b>LIABILITIES</b>				
Bank Overdrafts (Note 10)	2,595,252	-	-	-
Financial Liabilities at Fair Value Through Profit or Loss (Note 2 and 6)	407,244	-	-	-
Due to Brokers	10,547,556	2,237,568	4,731,786	31,716
Due to Shareholders	57,545,984	121,669	40,667,149	88,561
Due to Investment Manager (Note 3)	10,728,929	349,541	5,668,355	42,187
Dividends Payable	59,015	-	59,015	-
Accrued Expenses	1,615,731	64,893	586,351	16,055
<b>TOTAL LIABILITIES</b>	<b>83,499,711</b>	<b>2,773,671</b>	<b>51,712,656</b>	<b>178,519</b>
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT BID MARKET PRICES</b>				
	<b>8,027,302,067</b>	<b>298,903,231</b>	<b>3,416,890,486</b>	<b>43,146,120</b>
Adjustment from bid market prices to last traded prices	23,738,881	260,019	12,272,652	24,038
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT DEALING NAV</b>				
	<b>8,051,040,948</b>	<b>299,163,250</b>	<b>3,429,163,138</b>	<b>43,170,158</b>
<b>Shares in Issue</b>				
Class I		10,891,044	37,145,740	4,924,846
Class II		30,202	24,157	-
Class III		720,886	-	1,203,620
Class I Distributing		252,216	649,877	-
Net Asset Value Per Share – Class I		\$24.87	\$90.70	\$6.28
Net Asset Value Per Share – Class II		\$60.72	\$139.86	-
Net Asset Value Per Share – Class III		\$28.15	-	\$10.16
Net Asset Value Per Share – Class I Distributing		\$24.22	\$86.70	-

See Accompanying Notes to the Financial Statements

Hong Kong Growth Fund US\$	Indian Subcontinent Fund US\$	Global Bond Fund US\$	High Quality Bond Fund US\$	Long Term Bond Fund US\$	Greater China Growth Fund US\$	Singapore And Malaysia Growth Fund US\$
1,550,634	7,073,659	735,764	-	549,856	3,875,270	982,181
-	-	168,395	454,677	530,897	-	-
160,817	170,385	-	-	-	4,072,173	-
567,720	981,735	39,041	40	-	1,709,539	3,223
138,282,500	169,486,057	17,383,565	55,818,374	121,927,465	502,741,490	64,434,569
171,240	40,796	207,767	685,553	1,113,483	194,129	71,376
-	-	-	-	-	-	-
140,732,911	177,752,632	18,534,532	56,958,644	124,121,701	512,592,601	65,491,349
-	-	-	315,322	-	-	-
-	-	-	14,875	-	-	-
14	-	-	-	-	1,106,862	16,198
119,212	4,708,153	61,410	77,360	-	8,803,679	151,977
113,390	218,019	9,823	15,542	31,956	631,674	82,440
-	-	-	-	-	-	-
24,934	52,061	4,104	7,666	17,380	101,858	15,711
257,550	4,978,233	75,337	430,765	49,336	10,644,073	266,326
140,475,361	172,774,399	18,459,195	56,527,879	124,072,365	501,948,528	65,225,023
682,431	431,527	23,452	114,479	97,719	1,566,190	516,122
141,157,792	173,205,926	18,482,647	56,642,358	124,170,084	503,514,718	65,741,145
2,303,439	4,686,436	489,617	-	-	10,136,422	2,305,517
-	33,720	-	-	-	-	-
1,119,615	-	569,654	3,070,875	6,633,288	-	-
-	136,174	-	126,213	-	69,302	-
\$34.09	\$35.76	\$16.80	-	-	\$49.35	\$28.51
-	\$23.38	-	-	-	-	-
\$55.93	-	\$17.99	\$17.89	\$18.71	-	-
-	\$35.45	-	\$13.34	-	\$46.91	-

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Balance Sheet (continued)

As at 31 December 2009

	Asia Innovation Fund US\$	Asian Equity Plus Fund US\$	Asian Bond Fund US\$	Asian Quality Bond Fund US\$	Hong Kong Dollar Bond Fund US\$
<b>ASSETS</b>					
Cash and Cash Equivalents (Note 10)	1,134,437	46,120	687,531	24,002,033	636,767
Cash Margin (Note 10)	-	-	120,518	1,371,745	-
Due from Brokers	250,344	4,796,311	-	-	-
Due from Shareholders	14,978	4,980,652	977,261	1,091,999	-
Financial Assets at Fair Value Through Profit or Loss (Note 2 and 6)	63,491,687	1,808,876,756	22,390,803	438,369,146	11,384,291
Dividends and Other Receivables	39,849	1,407,109	417,426	6,174,367	124,351
Unamortised Establishment Costs	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>64,931,295</b>	<b>1,820,106,948</b>	<b>24,593,539</b>	<b>471,009,290</b>	<b>12,145,409</b>
<b>LIABILITIES</b>					
Bank Overdrafts (Note 10)	-	2,279,930	-	-	-
Financial Liabilities at Fair Value Through Profit or Loss (Note 2 and 6)	-	-	-	392,369	-
Due to Brokers	-	707,690	-	-	-
Due to Shareholders	3,853	1,380,990	93,567	113,889	-
Due to Investment Manager (Note 3)	94,022	2,257,525	12,417	398,346	3,017
Dividends Payable	-	-	-	-	-
Accrued Expenses	18,112	379,818	4,665	85,586	2,156
<b>TOTAL LIABILITIES</b>	<b>115,987</b>	<b>7,005,953</b>	<b>110,649</b>	<b>990,190</b>	<b>5,173</b>
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT BID MARKET PRICES</b>					
	64,815,308	1,813,100,995	24,482,890	470,019,100	12,140,236
Adjustment from bid market prices to last traded prices	133,736	4,050,461	94,170	1,706,702	15,009
<b>NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHARES AT DEALING NAV</b>					
	64,949,044	1,817,151,456	24,577,060	471,725,802	12,155,245
<b>Shares in Issue</b>					
Class I	2,729,613	2,200,478	-	39,508,771	-
Class II	-	-	-	-	-
Class III	-	-	1,024,599	-	966,128
Class I Distributing	-	59,664,023	1,495,345	-	-
Net Asset Value Per Share – Class I	\$23.79	\$33.54	-	\$11.93	-
Net Asset Value Per Share – Class II	-	-	-	-	-
Net Asset Value Per Share – Class III	-	-	\$12.34	-	\$12.58
Net Asset Value Per Share – Class I Distributing	-	\$29.21	\$7.97	-	-

See Accompanying Notes to the Financial Statements

Global Emerging Markets Debt Fund US\$	Global Emerging Markets Leaders Fund US\$	Global Resources Fund US\$	Global Property Securities Fund US\$	Asian Property Securities Fund US\$	China Focus Fund US\$	Global Listed Infrastructure Fund US\$
417,636	20,014,620	7,225,628	19,328	168,358	952,085	178,929
-	-	-	-	-	-	-
-	1,157,046	965	-	-	180,632	69,763
-	223,669	1,433,247	-	-	47,734	120
6,331,779	445,643,088	183,754,393	-	38,840,489	74,835,190	26,076,260
133,989	163,227	59,767	1,042	214,085	-	44,787
-	-	-	-	-	17,463	20,925
6,883,404	467,201,650	192,474,000	20,370	39,222,932	76,033,104	26,390,784
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,389,298	215,799	-	-	110,625	-
-	153,048	642,124	1,529	80,783	157,817	119,214
1,761	375,362	232,065	-	47,676	110,632	33,179
-	-	-	-	-	-	-
1,853	86,464	40,763	18,841	52,530	17,917	16,013
3,614	2,004,172	1,130,751	20,370	180,989	396,991	168,406
6,879,790	465,197,478	191,343,249	-	39,041,943	75,636,113	26,222,378
25,123	955,443	429,684	-	86,227	225,344	28,353
6,904,913	466,152,921	191,772,933	-	39,128,170	75,861,457	26,250,731
-	5,074,926	14,667,717	-	49,503	6,945,321	-
-	-	-	-	-	-	-
581,991	19,830,036	646,619	-	442,041	-	-
-	-	-	-	6,518,646	-	3,152,616
-	\$15.95	\$12.48	-	\$6.14	\$10.92	-
-	-	-	-	-	-	-
\$11.86	\$19.30	\$13.41	-	\$7.80	-	-
-	-	-	-	\$5.42	-	\$8.32

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Income Statement

For the year ended 31 December 2010

	31-Dec-2010 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Global Opportunities Fund US\$	Hong Kong Growth Fund US\$
<b>INCOME</b>					
Interest Income	37,712,950	159,416	428,435	319	148,935
Dividend Income	188,866,875	9,679,167	75,584,729	847,080	4,551,160
Sundry Income	78,333	147	3	-	-
Realised Gain/(Loss) on financial assets and liabilities at fair value through profit or loss	557,919,427	16,005,984	269,960,966	2,869,557	10,614,140
Net Gain/(Loss) on foreign exchange	(1,171,106)	73,506	517,468	51,885	(1,391)
Net Change in Unrealised Appreciation/(Depreciation) on financial assets and liabilities at fair value through profit or loss	971,741,596	77,886,640	247,794,595	(253,383)	26,289,243
<b>TOTAL NET INCOME/(EXPENSE)</b>	<b>1,755,148,075</b>	<b>103,804,860</b>	<b>594,286,196</b>	<b>3,515,458</b>	<b>41,602,087</b>
<b>EXPENSES</b>					
Investment Advisory Fees	148,702,084	5,160,940	79,916,640	473,823	1,703,684
Investment Advisory Fixed Expenses Fees (Note 3)	37,345	10,215	18,579	-	-
Custodian Fees	332,819	16,272	78,516	2,620	22,965
Administration Fees	7,193,329	303,534	3,244,787	46,836	107,648
Accounting & Professional Fees	136,188	6,253	32,112	1,367	1,045
Safe Custody Fee	4,208,670	198,435	1,559,817	14,224	56,124
Audit Fees	272,493	10,821	117,939	1,207	4,970
Directors Fees	98,057	3,834	42,585	429	1,755
Amortised Established Expenses	20,229	-	-	-	-
Other Expenses	1,538,424	53,401	573,549	16,088	53,629
<b>TOTAL EXPENSES</b>	<b>162,539,638</b>	<b>5,763,705</b>	<b>85,584,524</b>	<b>556,594</b>	<b>1,951,820</b>
<b>OPERATING PROFIT/(LOSS)</b>	<b>1,592,608,437</b>	<b>98,041,155</b>	<b>508,701,672</b>	<b>2,958,864</b>	<b>39,650,267</b>
<b>FINANCE COSTS</b>					
Distributions to Redeemable Participating Shareholders	(50,070,204)	(7,989)	(43,662)	-	-
Interest Expenses	(165,150)	(1,789)	(2,175)	(827)	(685)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR BEFORE TAX</b>	<b>1,542,373,083</b>	<b>98,031,377</b>	<b>508,655,835</b>	<b>2,958,037</b>	<b>39,649,582</b>
Capital gains tax	(487,755)	(61,937)	-	-	-
Withholding tax on Dividends	(13,963,531)	(851,361)	(4,275,098)	(159,407)	(59,378)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAX</b>	<b>1,527,921,797</b>	<b>97,118,079</b>	<b>504,380,737</b>	<b>2,798,630</b>	<b>39,590,204</b>
Adjustment from bid prices to last traded prices	(3,561,203)	117,252	(1,875,265)	(12,293)	(183,736)
<b>INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS</b>	<b>1,524,360,594</b>	<b>97,235,331</b>	<b>502,505,472</b>	<b>2,786,337</b>	<b>39,406,468</b>

The Financial Statements were approved by the Board on 15 April 2011 and signed on its behalf by:

Director:

Director:

Gains and losses arose solely from continuing operations. There were no gains or losses other than those dealt with in the income statement.

See Accompanying Notes to the Financial Statements

Indian Subcontinent Fund US\$	Global Bond Fund US\$	High Quality Bond Fund US\$	Long Term Bond Fund US\$	Greater China Growth Fund US\$	Singapore and Malaysia Growth Fund US\$	Asia Innovation Fund US\$	Asian Equity Plus Fund US\$
(63,142)	302,516	2,320,268	4,750,315	267,503	-	254	2,751,384
2,684,204	-	-	-	12,874,166	2,480,390	1,388,586	60,389,590
5	-	-	3,925	-	-	10	74,227
37,510,109	16,049	(381,700)	4,017,295	33,992,154	6,730,757	4,636,476	105,947,523
(266,261)	80,072	-	-	(43,696)	17,391	(28,098)	(1,555,296)
26,677,591	197,769	1,351,981	(44,182)	57,060,075	12,660,079	7,185,113	323,550,604
66,542,506	596,406	3,290,549	8,727,353	104,150,202	21,888,617	13,182,341	491,158,032
3,302,339	110,106	188,085	395,190	7,725,695	1,046,060	1,093,141	31,013,689
8,551	-	-	-	-	-	-	-
24,891	2,515	1,589	242	21,397	15,518	14,281	28,426
202,726	16,957	7,922	5,000	437,870	78,290	72,472	1,699,063
18,873	213	495	567	9,616	557	2,105	24,028
167,845	6,007	19,942	45,005	241,493	35,169	38,647	1,129,025
6,605	538	1,734	3,911	15,389	2,089	1,866	60,522
2,362	194	630	1,421	5,461	757	665	22,040
-	-	-	-	-	-	-	-
87,252	19,572	23,616	16,486	80,079	29,168	24,676	195,484
3,821,444	156,102	244,013	467,822	8,537,000	1,207,608	1,247,853	34,172,277
62,721,062	440,304	3,046,536	8,259,531	95,613,202	20,681,009	11,934,488	456,985,755
-	-	(52,887)	-	(24,429)	-	-	(47,583,120)
(270)	(128)	(776)	(38)	(53,046)	(31)	(169)	(102,520)
62,720,792	440,176	2,992,873	8,259,493	95,535,727	20,680,978	11,934,319	409,300,115
(381,603)	-	-	-	-	-	-	-
(14,711)	-	-	-	(1,246,690)	(11,631)	(154,426)	(4,998,453)
62,324,478	440,176	2,992,873	8,259,493	94,289,037	20,669,347	11,779,893	404,301,662
(308,086)	(10,652)	19,270	32,918	(763,890)	(77,293)	(60,862)	(1,357,403)
62,016,392	429,524	3,012,143	8,292,411	93,525,147	20,592,054	11,719,031	402,944,259

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Income Statement (continued)

For the year ended 31 December 2010

	Asian Bond Fund US\$	Asian Quality Bond Fund US\$	Hong Kong Dollar Bond Fund US\$	Global Emerging Markets Debt Fund US\$	Global Emerging Markets Leaders Fund US\$
<b>INCOME</b>					
Interest Income	1,538,021	24,249,205	375,037	408,747	826
Dividend Income	-	-	-	-	12,017,342
Sundry Income	-	-	-	-	7
Realised Gain/(Loss) on financial assets and liabilities at fair value through profit or loss	(70,441)	(659,614)	130,298	(1,116)	41,573,857
Net Gain/(Loss) on foreign exchange	-	-	487	-	(58,051)
Net Change in Unrealised Appreciation/(Depreciation) on financial assets and liabilities at fair value through profit or loss	1,032,659	22,008,382	94,591	219,673	100,545,452
<b>TOTAL NET INCOME/(EXPENSE)</b>	<b>2,500,239</b>	<b>45,597,973</b>	<b>600,413</b>	<b>627,304</b>	<b>154,079,433</b>
<b>EXPENSES</b>					
Investment Advisory Fees	183,800	4,986,559	35,918	21,938	5,782,983
Investment Advisory Fixed Expenses Fees (Note 3)	-	-	-	-	-
Custodian Fees	19,835	1,202	316	242	17,042
Administration Fees	26,498	421,425	5,000	5,000	129,983
Accounting & Professional Fees	174	3,458	88	50	10,970
Safe Custody Fee	9,407	166,812	4,022	2,358	379,715
Audit Fees	833	14,916	356	216	17,408
Directors Fees	296	5,343	132	79	6,140
Amortised Established Expenses	-	-	-	-	-
Other Expenses	36,288	56,882	3,286	2,784	60,747
<b>TOTAL EXPENSES</b>	<b>277,131</b>	<b>5,656,597</b>	<b>49,118</b>	<b>32,667</b>	<b>6,404,988</b>
<b>OPERATING PROFIT/(LOSS)</b>	<b>2,223,108</b>	<b>39,941,376</b>	<b>551,295</b>	<b>594,637</b>	<b>147,674,445</b>
<b>FINANCE COSTS</b>					
Distributions to Redeemable Participating Shareholders	(534,177)	-	-	-	-
Interest Expenses	(46)	-	(4)	-	(775)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR BEFORE TAX</b>	<b>1,688,885</b>	<b>39,941,376</b>	<b>551,291</b>	<b>594,637</b>	<b>147,673,670</b>
Capital gains tax	-	-	-	-	(23,768)
Withholding tax on Dividends	(7,929)	-	-	-	(1,421,467)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAX</b>	<b>1,680,956</b>	<b>39,941,376</b>	<b>551,291</b>	<b>594,637</b>	<b>146,228,435</b>
Adjustment from bid prices to last traded prices	32,941	112,621	13,088	8,854	804,751
<b>INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS</b>	<b>1,713,897</b>	<b>40,053,997</b>	<b>564,379</b>	<b>603,491</b>	<b>147,033,186</b>

See Accompanying Notes to the Financial Statements

Global Resources Fund US\$	Global Property Securities Fund US\$	Asian Property Securities Fund US\$	China Focus Fund US\$	Global Listed Infrastructure Fund US\$	Global Emerging Markets Select Fund US\$	Asia Pacific Select Fund US\$	Global Agribusiness Fund US\$
16,140	-	48,630	70	20	9	10,042	-
2,499,487	-	1,044,140	1,311,403	998,196	259,802	138,963	118,470
-	-	-	-	-	2	4	3
18,595,975	11	1,337,972	5,192,899	(554,626)	424,709	105,816	(75,623)
95,831	534	18,627	8,458	(2,675)	(79,854)	(13,716)	13,673
47,543,296	-	3,031,406	6,878,457	2,400,959	3,210,469	1,556,746	2,863,381
68,750,729	545	5,480,775	13,391,287	2,841,874	3,815,137	1,797,855	2,919,904
3,062,622	-	517,192	1,332,811	399,921	100,509	53,678	94,761
-	-	-	-	-	-	-	-
32,753	-	4,072	16,424	4,257	135	267	7,042
186,700	-	51,364	83,429	39,129	5,000	5,000	11,696
5,284	-	265	6,534	266	6,625	4,690	553
72,531	-	12,416	28,170	9,331	6,833	2,921	2,421
6,221	-	1,047	2,266	794	353	189	303
2,181	-	372	806	286	130	64	95
-	-	-	4,972	6,001	4,850	-	4,406
116,375	538	19,860	28,794	13,886	2,937	5,790	17,257
3,484,667	538	606,588	1,504,206	473,871	127,372	72,599	138,534
65,266,062	7	4,874,187	11,887,081	2,368,003	3,687,765	1,725,256	2,781,370
-	-	(1,070,333)	-	(753,607)	-	-	-
(560)	(5)	(578)	(287)	(307)	(114)	(6)	(14)
65,265,502	2	3,803,276	11,886,794	1,614,089	3,687,651	1,725,250	2,781,356
(20,447)	-	-	-	-	-	-	-
(328,352)	(2)	(55,477)	(92,269)	(213,108)	(38,795)	(9,031)	(25,946)
64,916,703	-	3,747,799	11,794,525	1,400,981	3,648,856	1,716,219	2,755,410
(90,225)	-	(49,530)	17,581	(10,595)	27,208	17,700	34,443
64,826,478	-	3,698,269	11,812,106	1,390,386	3,676,064	1,733,919	2,789,853

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Income Statement

For the year ended 31 December 2009

	31-Dec-2009 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Global Opportunities Fund US\$
<b>INCOME</b>				
Interest Income	35,372,575	959	322	18
Dividend Income	131,759,011	5,571,582	48,440,249	891,998
Sundry Income	118,619	268	388	2,345
Realised (Loss)/Gain on financial assets and liabilities at fair value through profit or loss	(54,121,003)	1,446,526	9,579,642	779,025
Net (Loss)/Gain on foreign exchange	(1,116,649)	(34,912)	(181,228)	(13,391)
Net Change in Unrealised Appreciation/(Depreciation) on financial assets and liabilities at fair value through profit or loss	3,029,671,018	84,448,376	1,491,750,349	9,145,140
<b>TOTAL NET INCOME/(EXPENSE)</b>	<b>3,141,683,571</b>	<b>91,432,799</b>	<b>1,549,589,722</b>	<b>10,805,135</b>
<b>EXPENSES</b>				
Investment Advisory Fees	91,272,297	3,033,797	45,380,266	447,408
Investment Advisory Fixed Expenses Fees (Note 3)	28,699	7,838	13,795	-
Custodian Fees	1,948,557	121,944	376,735	21,728
Administration Fees	4,611,151	188,086	1,856,784	45,080
Audit Fees	280,738	10,401	108,064	1,913
Directors Fees	48,682	1,859	18,718	285
Amortised Established Expenses	12,538	-	-	-
Other Expenses	1,328,412	62,789	399,707	29,705
<b>TOTAL EXPENSES</b>	<b>99,531,074</b>	<b>3,426,714</b>	<b>48,154,069</b>	<b>546,119</b>
<b>OPERATING PROFIT/(LOSS)</b>	<b>3,042,152,497</b>	<b>88,006,085</b>	<b>1,501,435,653</b>	<b>10,259,016</b>
<b>FINANCE COSTS</b>				
Distributions to Redeemable Participating Shareholders	(50,938,011)	(11,769)	(172,195)	-
Interest Expenses	(108,983)	(2,845)	(1,493)	(1,016)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR BEFORE TAX</b>	<b>2,991,105,503</b>	<b>87,991,471</b>	<b>1,501,261,965</b>	<b>10,258,000</b>
Capital gains tax	(4,142,525)	(53,795)	-	-
Withholding tax on Dividends	(7,203,967)	(421,482)	(1,439,204)	(180,068)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAX</b>	<b>2,979,759,011</b>	<b>87,516,194</b>	<b>1,499,822,761</b>	<b>10,077,932</b>
Adjustment from bid prices to last traded prices	(1,105,770)	(250,962)	2,271,780	3,804
<b>INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS</b>	<b>2,978,653,241</b>	<b>87,265,232</b>	<b>1,502,094,541</b>	<b>10,081,736</b>

Gains and losses arose solely from continuing operations. There were no gains or losses other than those dealt with in the income statement.

See Accompanying Notes to the Financial Statements

Hong Kong Growth Fund US\$	Indian Subcontinent Fund US\$	Global Bond Fund US\$	High Quality Bond Fund US\$	Long Term Bond Fund US\$	Greater China Growth Fund US\$	Singapore and Malaysia Growth Fund US\$
12	1,579	441,860	2,207,878	4,981,396	789	112
3,469,885	2,311,411	-	-	-	9,750,682	2,091,152
(59)	39	52	967	-	-	-
695,304	(2,011,758)	155,311	(408,979)	4,734,103	(1,475,913)	(1,299,243)
(7,310)	(138,970)	71,164	-	-	63,915	(20,000)
60,443,507	86,356,192	(82,155)	786,379	(20,260,793)	187,457,483	27,366,292
64,601,339	86,518,493	586,232	2,586,245	(10,545,294)	195,796,956	28,138,313
1,060,858	1,896,518	113,473	170,269	395,829	5,492,550	797,012
-	7,066	-	-	-	-	-
51,431	98,902	9,242	18,431	45,445	127,052	38,387
74,793	124,807	17,405	7,498	5,154	315,070	64,363
5,491	6,150	931	2,555	6,624	17,768	2,635
915	1,019	155	432	1,112	2,962	362
-	-	-	-	-	-	-
43,740	88,469	17,217	20,959	18,673	64,531	20,124
1,237,228	2,222,931	158,423	220,144	472,837	6,019,933	922,883
63,364,111	84,295,562	427,809	2,366,101	(11,018,131)	189,777,023	27,215,430
-	(130)	-	(70,518)	-	(41,940)	-
(7,319)	(2,633)	(1,363)	(3,329)	(9,196)	(3,231)	(44)
63,356,792	84,292,799	426,446	2,292,254	(11,027,327)	189,731,852	27,215,386
-	14,292	-	-	-	-	-
(39,893)	(11,360)	-	-	-	(772,225)	(17,637)
63,316,899	84,295,731	426,446	2,292,254	(11,027,327)	188,959,627	27,197,749
(87,514)	370,550	(18,070)	102,281	(7,279)	(175,627)	189,534
63,229,385	84,666,281	408,376	2,394,535	(11,034,606)	188,784,000	27,387,283

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Income Statement (continued)

For the year ended 31 December 2009

	Asia Innovation Fund US\$	Asian Equity Plus Fund US\$	Asian Bond Fund US\$	Asian Quality Bond Fund US\$	Hong Kong Dollar Bond Fund US\$
<b>INCOME</b>					
Interest Income	206	690,954	1,339,116	24,489,741	394,695
Dividend Income	1,265,911	44,838,157	-	-	-
Sundry Income	-	39,514	-	10,263	-
Realised (Loss)/ Gain on financial assets and liabilities at fair value through profit or loss	(3,263,665)	(3,303,572)	(4,723,917)	(25,693,584)	278,042
Net (Loss)/Gain on foreign exchange	43,683	(190,264)	-	-	154
Net Change in Unrealised Appreciation/ (Depreciation) on financial assets and liabilities at fair value through profit or loss	32,355,627	608,422,558	8,822,019	101,355,938	(843,185)
<b>TOTAL NET INCOME/(EXPENSE)</b>	<b>30,401,762</b>	<b>650,497,347</b>	<b>5,437,218</b>	<b>100,162,358</b>	<b>(170,294)</b>
<b>EXPENSES</b>					
Investment Advisory Fees	926,640	20,168,496	114,907	3,884,692	35,937
Investment Advisory Fixed Expenses Fees (Note 3)	-	-	-	-	-
Custodian Fees	36,127	651,445	15,496	39,317	4,382
Administration Fees	64,372	1,118,803	17,280	333,170	5,001
Audit Fees	2,654	64,901	950	19,148	603
Directors Fees	418	11,658	150	3,439	102
Amortised Established Expenses	-	-	-	-	-
Other Expenses	48,244	209,895	24,917	40,918	4,656
<b>TOTAL EXPENSES</b>	<b>1,078,455</b>	<b>22,225,198</b>	<b>173,700</b>	<b>4,320,684</b>	<b>50,681</b>
<b>OPERATING PROFIT/(LOSS)</b>	<b>29,323,307</b>	<b>628,272,149</b>	<b>5,263,518</b>	<b>95,841,674</b>	<b>(220,975)</b>
<b>FINANCE COSTS</b>					
Distributions to Redeemable Participating Shareholders	-	(47,816,975)	(472,395)	-	-
Interest Expenses	-	(72,505)	(4)	(858)	(275)
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR BEFORE TAX</b>	<b>29,323,307</b>	<b>580,382,669</b>	<b>4,791,119</b>	<b>95,840,816</b>	<b>(221,250)</b>
Capital gains tax	-	(1,720,278)	-	-	-
Withholding tax on Dividends	(117,764)	(2,960,889)	-	2,475	-
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAX</b>	<b>29,205,543</b>	<b>575,701,502</b>	<b>4,791,119</b>	<b>95,843,291</b>	<b>(221,250)</b>
Adjustment from bid prices to last traded prices	(57,687)	(2,951,590)	64,863	(157,922)	(43,590)
<b>INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS</b>	<b>29,147,856</b>	<b>572,749,912</b>	<b>4,855,982</b>	<b>95,685,369</b>	<b>(264,840)</b>

See Accompanying Notes to the Financial Statements

Global Emerging Markets Debt Fund US\$	Global Emerging Markets Leaders Fund US\$	Global Resources Fund US\$	Global Property Securities Fund US\$	Asian Property Securities Fund US\$	China Focus Fund US\$	Global Listed Infrastructure Fund US\$
743,622	4,885	60,907	-	12,974	53	497
-	7,339,647	2,305,179	-	1,261,584	1,178,902	1,042,672
-	6	64,836	-	-	-	-
(9,169,134)	1,728,939	(10,894,939)	6	(9,157,787)	379,472	(2,494,882)
(5,819)	(696,221)	94,916	-	(57,531)	4,450	(49,285)
9,215,732	179,320,943	97,614,972	-	19,988,449	38,458,769	7,548,426
784,401	187,698,199	89,245,871	6	12,047,689	40,021,646	6,047,428
26,834	3,371,123	2,003,452	-	483,936	1,116,833	351,467
-	-	-	-	-	-	-
(18,321)	208,613	50,359	-	15,768	23,590	12,484
5,002	81,227	131,966	-	48,457	71,857	34,976
519	16,733	6,702	-	1,686	3,164	1,146
32	2,997	990	-	232	617	228
-	-	-	-	-	6,537	6,001
3,671	89,069	84,765	1	20,193	19,584	16,585
17,737	3,769,762	2,278,234	1	570,272	1,242,182	422,887
766,664	183,928,437	86,967,637	5	11,477,417	38,779,464	5,624,541
-	-	-	-	(1,390,577)	-	(961,512)
(9)	(1,672)	(201)	(5)	(440)	-	(545)
766,655	183,926,765	86,967,436	-	10,086,400	38,779,464	4,662,484
-	(2,382,744)	-	-	-	-	-
-	(668,270)	(258,421)	-	(65,148)	(71,490)	(182,591)
766,655	180,875,751	86,709,015	-	10,021,252	38,707,974	4,479,893
(69,168)	(301,739)	163,542	-	(36,423)	(73,249)	(41,304)
697,487	180,574,012	86,872,557	-	9,984,829	38,634,725	4,438,589

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders For the year ended 31 December 2010

	31-Dec-2010 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Global Opportunities Fund US\$	Hong Kong Growth Fund US\$
Net Assets Attributable to Redeemable Participating Shareholders at beginning of year	<b>8,051,040,948</b>	299,163,250	3,429,163,138	43,170,158	141,157,792
Increase/(Decrease) in Net Assets Attributable to Redeemable Participating Shareholders	<b>1,524,360,594</b>	97,235,331	502,505,472	2,786,337	39,406,468
Proceeds on the Issue of Shares	<b>3,902,483,932</b>	107,185,874	2,109,274,917	1,823,252	98,747,016
Payments on the Redemption of Shares	<b>(2,228,508,026)</b>	(43,531,559)	(1,290,973,254)	(6,703,258)	(38,689,999)
Net Assets Attributable to Redeemable Participating Shareholders at end of year	<b>11,249,377,448</b>	460,052,896	4,749,970,273	41,076,489	240,621,277

*See Accompanying Notes to the Financial Statements*

Indian Subcontinent Fund US\$	Global Bond Fund US\$	High Quality Bond Fund US\$	Long Term Bond Fund US\$	Greater China Growth Fund US\$	Singapore and Malaysia Growth Fund US\$	Asia Innovation Fund US\$	Asian Equity Plus Fund US\$
173,205,926	18,482,647	56,642,358	124,170,084	503,514,718	65,741,145	64,949,044	1,817,151,456
62,016,392	429,524	3,012,143	8,292,411	93,525,147	20,592,054	11,719,031	402,944,259
124,387,310	1,983,056	7,113,169	393,201	182,594,828	10,364,120	3,989,815	688,360,548
(76,936,736)	(3,021,887)	(7,009,013)	(257,732)	(157,981,853)	(23,701,501)	(16,327,472)	(270,688,658)
282,672,892	17,873,340	59,758,657	132,597,964	621,652,840	72,995,818	64,330,418	2,637,767,605

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders (continued)

For the year ended 31 December 2010

	Asian Bond Fund US\$	Asian Quality Bond Fund US\$	Hong Kong Dollar Bond Fund US\$	Global Emerging Markets Debt Fund US\$	Global Emerging Markets Leaders Fund US\$
Net Assets Attributable to Redeemable Participating Shareholders at beginning of year	24,577,060	471,725,802	12,155,245	6,904,913	466,152,921
Increase/(Decrease) in Net Assets Attributable to Redeemable Participating Shareholders	1,713,897	40,053,997	564,379	603,491	147,033,186
Proceeds on the Issue of Shares	23,143,697	44,914,240	1,646,154	21,771	247,652,382
Payments on the Redemption of Shares	(17,160,431)	(38,489,729)	(2,378,866)	-	(57,462,797)
Net Assets Attributable to Redeemable Participating Shareholders at end of year	32,274,223	518,204,310	11,986,912	7,530,175	803,375,692

See Accompanying Notes to the Financial Statements

Global Resources Fund US\$	Global Property Securities Fund US\$	Asian Property Securities Fund US\$	China Focus Fund US\$	Global Listed Infrastructure Fund US\$	Global Emerging Markets Select Fund US\$	Asia Pacific Select Fund US\$	Global Agribusiness Fund US\$
191,772,933	-	39,128,170	75,861,457	26,250,731	-	-	-
64,826,478	-	3,698,269	11,812,106	1,390,386	3,676,064	1,733,919	2,789,853
126,622,310	-	2,370,346	49,747,557	7,202,220	22,821,621	11,668,891	28,455,637
(112,576,773)	-	(9,110,558)	(45,149,882)	(5,823,891)	(261,380)	(254,380)	(4,016,417)
270,644,948	-	36,086,227	92,271,238	29,019,446	26,236,305	13,148,430	27,229,073

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders For the year ended 31 December 2009

	31-Dec-2009 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Global Opportunities Fund US\$
Net Assets Attributable to Redeemable Participating Shareholders at beginning of year	<b>3,998,722,362</b>	150,443,595	1,284,235,121	36,178,043
Increase/(Decrease) in Net Assets Attributable to Redeemable Participating Shareholders	<b>2,978,653,241</b>	87,265,232	1,502,094,541	10,081,736
Proceeds on the Issue of Shares	<b>2,340,060,810</b>	89,001,382	1,404,132,957	3,822,278
Payments on the Redemption of Shares	<b>(1,266,395,465)</b>	(27,546,959)	(761,299,481)	(6,911,899)
Net Assets Attributable to Redeemable Participating Shareholders at end of year	<b>8,051,040,948</b>	299,163,250	3,429,163,138	43,170,158

*See Accompanying Notes to the Financial Statements*

Hong Kong Growth Fund US\$	Indian Subcontinent Fund US\$	Global Bond Fund US\$	High Quality Bond Fund US\$	Long Term Bond Fund US\$	Greater China Growth Fund US\$	Singapore and Malaysia Growth Fund US\$
84,021,356	84,092,174	19,569,080	46,986,567	163,252,682	242,663,023	41,304,067
63,229,385	84,666,281	408,376	2,394,535	(11,034,606)	188,784,000	27,387,283
22,087,814	38,826,883	3,228,974	18,644,961	407,514	125,574,939	2,508,845
(28,180,763)	(34,379,412)	(4,723,783)	(11,383,705)	(28,455,506)	(53,507,244)	(5,459,050)
141,157,792	173,205,926	18,482,647	56,642,358	124,170,084	503,514,718	65,741,145

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders (continued)

For the year ended 31 December 2009

	Asia Innovation Fund US\$	Asian Equity Plus Fund US\$	Asian Bond Fund US\$	Asian Quality Bond Fund US\$	Hong Kong Dollar Bond Fund US\$
Net Assets Attributable to Redeemable Participating Shareholders at beginning of year	43,591,656	977,866,859	14,981,037	335,115,378	18,481,486
Increase/(Decrease) in Net Assets Attributable to Redeemable Participating Shareholders	29,147,856	572,749,912	4,855,982	95,685,369	(264,840)
Proceeds on the Issue of Shares	2,474,173	377,170,479	11,811,261	59,781,192	1,337,852
Payments on the Redemption of Shares	(10,264,641)	(110,635,794)	(7,071,220)	(18,856,137)	(7,399,253)
Net Assets Attributable to Redeemable Participating Shareholders at end of year	64,949,044	1,817,151,456	24,577,060	471,725,802	12,155,245

See Accompanying Notes to the Financial Statements

Global Emerging Markets Debt Fund US\$	Global Emerging Markets Leaders Fund US\$	Global Resources Fund US\$	Global Property Securities Fund US\$	Asian Property Securities Fund US\$	China Focus Fund US\$	Global Listed Infrastructure Fund US\$
16,925,886	252,069,703	85,738,830	–	28,805,809	48,711,919	23,688,091
697,487	180,574,012	86,872,557	–	9,984,829	38,634,725	4,438,589
31,540	101,398,370	66,079,139	–	5,277,071	4,954,291	1,508,895
(10,750,000)	(67,889,164)	(46,917,593)	–	(4,939,539)	(16,439,478)	(3,384,844)
6,904,913	466,152,921	191,772,933	–	39,128,170	75,861,457	26,250,731

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Distribution Statement

For the year ended 31 December 2010

	31-Dec-2010 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	High Quality Bond Fund US\$
Undistributed income brought forward	<b>37,765,790</b>	13,147,603	29,591,535	21,031,753
Net investment income/(expense) for the year before investment and exchange gains/losses	<b>20,627,643</b>	3,159,938	(13,848,630)	2,075,479
<b>February 2010</b>				
Distribution payable at US\$0.3977 per share	<b>(23,989,010)</b>	-	-	-
Distribution payable at US\$0.0959 per share	<b>(6,766)</b>	-	-	-
Distribution payable at US\$0.0929 per share	<b>(128,818)</b>	-	-	-
Distribution payable at US\$0.2260 per share	<b>(28,768)</b>	-	-	(28,768)
Distribution payable at US\$0.0875 per share	<b>(550,872)</b>	-	-	-
Distribution payable at US\$0.0869 per share	<b>(270,027)</b>	-	-	-
<b>May 2010</b>				
Distribution payable at US\$0.0933 per share	<b>(130,737)</b>	-	-	-
<b>August 2010</b>				
Distribution payable at US\$0.3503 per share	<b>(23,594,110)</b>	-	-	-
Distribution payable at US\$0.0533 per share	<b>(7,989)</b>	(7,989)	-	-
Distribution payable at US\$0.0568 per share	<b>(43,662)</b>	-	(43,662)	-
Distribution payable at US\$0.1772 per share	<b>(17,663)</b>	-	-	-
Distribution payable at US\$0.0752 per share	<b>(127,829)</b>	-	-	-
Distribution payable at US\$0.1652 per share	<b>(24,119)</b>	-	-	(24,119)
Distribution payable at US\$0.0858 per share	<b>(519,461)</b>	-	-	-
Distribution payable at US\$0.1443 per share	<b>(483,580)</b>	-	-	-
<b>November 2010</b>				
Distribution payable at US\$0.0636 per share	<b>(146,793)</b>	-	-	-
	<b>(50,070,204)</b>	(7,989)	(43,662)	(52,887)
Net investment income for the year after distribution	<b>(29,442,561)</b>	3,151,949	(13,892,292)	2,022,592
Undistributed income carried forward	<b>8,323,229</b>	16,299,552	15,699,243	23,054,345

See Accompanying Notes to the Financial Statements

Greater China Growth Fund US\$	Asian Equity Plus Fund US\$	Asian Bond Fund US\$	Asian Property Securities Fund US\$	Global Listed Infrastructure Fund US\$
16,429,557	(45,678,586)	5,737,234	(1,968,940)	(524,366)
3,304,933	23,941,951	1,252,915	430,127	310,930
-	(23,989,010)	-	-	-
(6,766)	-	-	-	-
-	-	(128,818)	-	-
-	-	-	-	-
-	-	-	(550,872)	-
-	-	-	-	(270,027)
-	-	(130,737)	-	-
-	(23,594,110)	-	-	-
-	-	-	-	-
-	-	-	-	-
(17,663)	-	-	-	-
-	-	(127,829)	-	-
-	-	-	-	-
-	-	-	(519,461)	-
-	-	-	-	(483,580)
-	-	(146,793)	-	-
(24,429)	(47,583,120)	(534,177)	(1,070,333)	(753,607)
3,280,504	(23,641,169)	718,738	(640,206)	(442,677)
19,710,061	(69,319,755)	6,455,972	(2,609,146)	(967,043)

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Distribution Statement

For the year ended 31 December 2009

	31-Dec-2009 Total US\$	Asian Growth Fund US\$	China Growth Fund US\$	Indian Subcontinent Fund US\$
Undistributed income brought forward	62,417,040	11,491,399	30,917,537	-
Net investment income/(expense) for the year before investment and exchange gains/losses	26,286,631	1,667,973	(1,153,807)	-
<b>February 2009</b>				
Distribution payable at US\$0.6219 per share	(30,341,483)	-	-	-
Distribution payable at US\$0.0877 per share	(7,494)	(7,494)	-	-
Distribution payable at US\$0.1121 per share	(32,044)	-	(32,044)	-
Distribution payable at US\$0.4379 per share	(24,942)	-	-	-
Distribution payable at US\$0.1790 per share	(155,500)	-	-	-
Distribution payable at US\$0.1713 per share	(34,650)	-	-	-
Distribution payable at US\$0.1234 per share	(827,549)	-	-	-
Distribution payable at US\$0.1175 per share	(391,459)	-	-	-
<b>May 2009</b>				
Distribution payable at US\$0.1389 per share	(126,721)	-	-	-
<b>August 2009</b>				
Distribution payable at US\$0.3096 per share	(17,475,492)	-	-	-
Distribution payable at US\$0.0657 per share	(4,275)	(4,275)	-	-
Distribution payable at US\$0.3129 per share	(140,151)	-	(140,151)	-
Distribution payable at US\$0.2444 per share	(16,998)	-	-	-
Distribution payable at US\$0.0722 per share	(86,080)	-	-	-
Distribution payable at US\$0.2624 per share	(35,868)	-	-	-
Distribution payable at US\$0.0043 per share	(130)	-	-	(130)
Distribution payable at US\$0.0845 per share	(563,028)	-	-	-
Distribution payable at US\$0.1760 per share	(570,053)	-	-	-
<b>October 2009</b>				
Distribution payable at US\$0.0710 per share	(104,094)	-	-	-
	(50,938,011)	(11,769)	(172,195)	(130)
Net investment income for the year after distribution	(24,651,380)	1,656,204	(1,326,002)	(130)
Undistributed income carried forward	37,765,660	13,147,603	29,591,535	(130)

See Accompanying Notes to the Financial Statements

High Quality Bond Fund US\$	Greater China Growth Fund US\$	Asian Equity Plus Fund US\$	Asian Bond Fund US\$	Asian Property Securities Fund US\$	Global Listed Infrastructure Fund US\$
19,116,899	13,515,415	(16,451,366)	5,044,217	(1,217,061)	-
1,985,372	2,956,082	18,589,755	1,165,412	638,698	437,146
-	-	(30,341,483)	-	-	-
-	-	-	-	-	-
-	(24,942)	-	-	-	-
-	-	-	(155,500)	-	-
(34,650)	-	-	-	-	-
-	-	-	-	(827,549)	-
-	-	-	-	-	(391,459)
-	-	-	(126,721)	-	-
-	-	(17,475,492)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(16,998)	-	-	-	-
-	-	-	(86,080)	-	-
(35,868)	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	(563,028)	-
-	-	-	-	-	(570,053)
-	-	-	(104,094)	-	-
(70,518)	(41,940)	(47,816,975)	(472,395)	(1,390,577)	(961,512)
1,914,854	2,914,142	(29,227,220)	693,017	(751,879)	(524,366)
21,031,753	16,429,557	(45,678,586)	5,737,234	(1,968,940)	(524,366)

See Accompanying Notes to the Financial Statements

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010

### 1. Organisation

The Company was incorporated on 18 June 1998 and registered in Ireland under the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 (as amended), as an umbrella type open-ended investment Company with variable capital. The authorised share capital is 30,000 Subscriber shares of no par value and five hundred billion unclassified shares of no par value.

### 2. Principal accounting policies

The significant accounting policies adopted by the Company are as follows:

#### (a) Accounting convention

The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities held at fair value through profit or loss.

The preparation of Financial Statements requires the use of accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies.

#### (b) Basis of presentation

The format and certain wordings of the Financial Statements have been adapted from those contained in the Companies (Amendment) Act 1986 so that, in the opinion of the Directors, they more appropriately reflect the nature of the Company's business as an investment fund.

The Financial Statements have been prepared in accordance with accounting standards generally accepted in Ireland and Irish statute comprising the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 (as amended). Accounting standards generally accepted in Ireland in preparing Financial Statements giving a true and fair view are those published by the Institute of Chartered Accountants in Ireland and issued by the Accounting Standards Board.

The preparation of financial statements in conformity with Generally Accepted Accounting Policies in Ireland requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The format and certain wordings of the Financial Statements have been adopted from those contained in the Companies (Amendment) Act 1986 and FRS 3 "Reporting Financial Performance" so that, in the opinion of the Directors, they more appropriately reflect the nature of the Company's business as an investment fund. The Company has availed of the exemption available to open-ended investment funds under FRS 1, not to prepare a cash flow statement.

## **2. Principal accounting policies (continued)**

### **(b) Basis of presentation (continued)**

The Financial Statements are based on the valuations prepared at 11:00am on 31 December 2010. For a number of funds these are based on prices and include investment transactions up to 11:00am on 31 December 2010 or as at close 30 December 2010 where the relevant markets are not yet open for trading. This method is in accordance with the valuation policies outlined in the Company's offering documents.

All references to net assets throughout this document refer to net assets attributable to redeemable participating shareholders unless otherwise stated.

### **(c) Financial assets and liabilities at fair value through profit or loss**

The Company has designated its investments into the financial assets and liabilities at fair value through profit or loss category. This category has two sub-categories: financial assets and liabilities held for trading, and those designated by management at fair value through profit and loss at inception. Financial assets or liabilities held for trading are acquired or incurred principally for the purpose of selling or repurchasing in the short term. All investments and derivative contracts have been categorised as held for trading.

Purchases and sales of investments are recognised on trade date – the date on which the Company commits to purchase or sell the asset. Investments are initially recognised at fair value and are derecognised when the rights to receive cash flows from the investments have

expired or the Company has transferred substantially all risks and rewards of ownership. Transaction costs for all financial assets carried at fair value through profit and loss are expensed as incurred and included in the Income Statement. Gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in the Income Statement in the year in which they arise.

### **(d) Valuation of financial assets and liabilities**

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the year end date. Financial assets are valued at bid prices, while financial liabilities are valued at offer prices. If market prices are unavailable or do not, in the opinion of the Directors, represent probable realisation value, or if the securities are not listed, the value of the relevant securities is ascertained by the Directors in good faith and with the approval of the Custodian.

The holdings in the First State China A Share Fund are priced using the latest unaudited NAV of the fund received directly from the fund's administrator, Citi Bank.

At the balance sheet date, the Company has also valued certain less liquid investments using either a quote from a single broker, Reuters evaluated prices or a Directors' estimate, as an estimate of fair values.

Reuters evaluated prices represent prices based on price information from a number of sources, including broker quotes. The prices are recalculated throughout the day on a real time basis.

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements  
for the year ended 31 December 2010 (continued)

## 2. Principal accounting policies (continued)

### (d) Valuation of financial assets and liabilities (continued)

Because of their inherent uncertainty, estimated fair values may differ significantly. These thinly traded investments have a greater amount of risk and exposure to market volatility than many other investments. These investments trade in a limited market and may not be able to be immediately liquidated at these estimated fair values if needed. Furthermore, the estimated net realisable value of the Fund's investments may be affected by economic and political developments in a specific country or region and those effects could be material to the financial statements.

The below table provides an analysis of the total investments for each sub-fund which were valued at the balance sheet date using a quote from a single broker, Reuters evaluated prices or a Directors' estimate, as an estimate of fair value.

Funds	Pricing source	2010	2010	2009	2009
		US\$	% of NAV	US\$	% of NAV
High Quality Bond Fund	Reuters evaluated prices	19,394,841	32.46%	29,807,217	52.62%
Long Term Bond Fund	Reuters evaluated prices	10,994,951	8.29%	23,165,780	18.66%
Asian Bond Fund	Reuters evaluated prices	5,347,856	16.57%	16,105,629	65.53%
Asian Bond Fund	Directors' estimate	-	-	105,000	0.43%
Asian Quality Bond Fund	Reuters evaluated prices	121,990,109	23.54%	330,239,524	70.01%

Funds	Pricing source	2010	2010	2009	2009
		US\$	% of NAV	US\$	% of NAV
Hong Kong Dollar Bond Fund	Reuters evaluated prices	5,709,394	47.63%	5,635,447	46.36%
Hong Kong Dollar Bond Fund	Single broker quote	1,374,109	11.46%	3,777,933	31.08%
Emerging Markets Debt Fund	Reuters evaluated prices	471,756	6.27%	2,170,389	31.43%
Global Bond Fund	Reuters evaluated prices	324,676	1.82%	3,634,896	19.67%

### (e) Foreign currency translation

#### (i) Functional and presentation currency

Items included in the Company's financial statements are measured using the US Dollar as, in the opinion of the Directors, the US Dollar best represents the economic effects of the underlying transactions, events and conditions applicable to the Company. The Company has also adopted the US Dollar as its presentation currency.

#### (ii) Transactions and balances

Monetary assets and liabilities denominated in currencies other than the presentation currency are translated to the presentation currency at the closing rates of exchange at year end. Transactions during the year, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency transaction gains and losses are included in the Income Statement.

## 2. Principal accounting policies (continued)

### (f) Income

Interest income is recognised in the income statement for all debt instruments using the effective interest method. The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Company estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Dividend income is credited to the income statement on the date on which the relevant securities are listed as “ex-dividend”. Dividend income is shown gross of any non-recoverable withholding taxes, which is disclosed separately in the Income Statement, and net of any tax credits.

### (g) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts.

### (h) Due to and from brokers

Amounts due to/from brokers represent payables for investments purchased and receivables for securities sold that have been contracted for but not yet delivered by the end of the year.

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective interest mentioned, less provision for impairment for amounts due from brokers. A provision for impairment of amounts due from brokers is established when there is objective evidence that the Company will not be able to collect all amounts due from the relevant broker. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and defaults in payments are considered indicators that the amount due from brokers is impaired. Once a financial asset or group of similar financial assets has been written down as a result of an impairment loss, interest income is recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss. There was no impairment during the year.

### (i) Distributions to redeemable participating shareholders

Distributions to redeemable participating shareholders are recognised in the Income Statement as finance costs. A number of Funds have been certified as a distributing fund for the purposes of UK Taxation for the year ended 31 December 2009. Certification may be sought for the year ended 31 December 2010 for the following equity Funds: Asian Equity Plus, Asian Growth, China Growth, Greater China Growth, Indian Subcontinent, Asian Property Securities and Global Listed Infrastructure.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 2. Principal accounting policies (continued)

#### (i) Distributions to redeemable participating shareholders (continued)

At least 85% of the net investment income return of these Funds (i.e. income from dividends, interest or otherwise less accrued expenses) will be distributed. In addition, the Funds may distribute such part of any net realised capital gains as is, in their opinion, appropriate to maintain a satisfactory level of distribution.

#### (j) Redeemable participating shares

The Company issues redeemable participating shares, which are redeemable at the holder's option and are classified as financial liabilities. Redeemable participating shares can be put back to the Company at any time for cash equal to a proportionate share of the Company's net asset value. The redeemable share is carried at the redemption amount that is payable at the balance sheet date if the holder exercises the right to put the share back to the Company.

Redeemable participating shares are issued and redeemed at the holder's option at prices based on the Company's net assets value per share at the time of issue or redemption. The Company's net asset value per share is calculated by dividing the net assets attributable to the holders of redeemable participating shares with the total number of outstanding redeemable participating shares. In accordance with the provisions of the Company's regulations, investment positions are valued based on the mid market price for the purpose of determining the net asset value per share for subscriptions and redemptions.

All issued redeemable participating shares are fully paid. The Company has no restrictions or specific capital requirements on the subscriptions and redemptions of participating shares. The relevant movements are shown on the statement of changes in net assets attributable to participating shareholders.

#### (k) Taxation

Under current law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable to Irish tax on its income and gains.

However, tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption or transfer of shares. No tax will arise on the Company in respect of chargeable events in respect of:

- (i) a shareholder who is not Irish resident and not ordinarily resident in Ireland for tax purposes at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and
- (ii) certain exempted Irish resident shareholders who have provided the Company with the necessary signed statutory declarations.

## 2. Principal accounting policies (continued)

### (k) Taxation (continued)

Dividend income and interest and any capital gains received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

## 3. Fees and expenses

### Investment Management Fees

The Investment Manager is entitled to a fee up to a rate of 3% per annum of the average net asset value of each portfolio. The current rates in respect of Class I and II shares is 1.5% per annum for the equity funds, except for First State Asia Innovation Fund and First State China Focus Fund where a rate of 1.75% per annum applies; and First State China Growth Fund where a rate of 2% per annum applies. A rate of 1% per annum is applicable for all fixed income funds. For all Class III shares, the rate of 0.3% per annum applies, except for First State Global Emerging Market Leaders Fund, First State Asian Property Securities Fund and the First State Global Listed Infrastructure Fund where a rate of 0.85% per annum applies and First State China Focus Fund where a rate of 1% per annum applies. The Investment Manager has waived a portion of its fees and absorbs other expenses of certain Funds to maintain the aforesaid expenses cap (referred to below – Waivers and Reimbursement). The Investment Manager is also entitled to reimbursement of any expenses reasonably incurred to enable it to perform its duties in relation to the Company.

The Investment Manager is a related party as defined by FRS 8, Related Party Disclosures. The Investment Management charge for the year for each Fund is disclosed in the Income Statement on pages 143-150. The total amount due to the Investment Manager at 31 December 2010 was US\$15,239,205 (2009: US\$10,728,929).

Mr. Greg Cooper is the Chief Financial Officer of First State (UK) Limited and Mr. Michael Stapleton, is the Responsible Officer of First State (Hong Kong) Limited.

First State Greater China Growth Fund holds 780,644 shares, First State Asian Equity Plus Fund holds 1,386,758 shares, First State China Focus Fund holds 188,729 shares and First State China Growth Fund holds 7,297,225 shares in the First State China A Shares Fund respectively. First State China A Shares Fund is a related party entity.

### Waivers and Reimbursement

The Investment Manager and the Company have agreed that the operating expenses of the Class II shares of the following Funds should be set at the following ratios as measured by the percentage of net assets:

Funds	2010	2009
Class II		
Asian Growth Fund	2.30%	2.30%
China Growth Fund	2.25%	2.25%
Indian Subcontinent Fund	3.00%	3.00%

The Investment Manager has agreed to waive its fees or get reimbursed to such an extent as to arrive at the expense ratios above.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 3. Fees and expenses (continued)

#### Subscriptions charges

The Investment Manager is entitled to a preliminary charge of up to 5% relating to subscriptions in the Company. For the year ended 31 December 2010 the income accruing to the Investment Manager relating to subscriptions in the Company amounted to US\$112,014 (2009: US\$265,331) as follows:

	2010 US\$	2009 US\$
Asian Growth Fund	68	5,568
China Growth Fund	52,660	210,201
Global Opportunities Fund	47	66
Hong Kong Growth Fund	2,827	783
Indian Subcontinent Fund	5,786	11,957
Global Bond Fund	292	1,094
High Quality Bond Fund	1,089	1,715
Greater China Growth Fund	5,449	2,960
Singapore and Malaysia Fund	222	43
Asian Innovation Fund	739	59
Asian Equity Plus Fund	15,725	20,996
Asian Bond Fund	11,104	221
Asian Quality Bond Fund	-	-
Global Emerging Markets Leaders Fund	2,814	2,718
Asian Property Securities Fund	-	42
Global Resources Fund	6,312	5,719
China Focus Fund	4,038	940
Global Listed Infrastructure Fund	-	249
Global Emerging Markets Select Fund	-	-
Asia Pacific Select Fund	-	-
Global Agribusiness Fund	2,842	-
	112,014	265,331

#### Administration Fees

The Administrator is entitled to a fee from the Company at a rate of 0.15% per annum on balances up to US\$25 million, and 0.1% per annum on balances in excess of US\$25 million, and 0.8% per annum on balances over US\$50 million on the net asset value attributable to Class I and Class II Shares. A flat fee of US\$5,000 per annum per Fund for Class III shares will apply in respect of administration services provided.

The Administrator is entitled to a transaction fee of US\$15 for processing of subscriptions, redemptions, transfers and other shareholder-related transactions. The Administrator is also entitled to charge US\$30 in respect of each investment transaction relating to the sale and purchase of securities by the Investment Manager on behalf of a Fund.

#### Custodian Fees

The Custodian is entitled to a fee from the Company for Class I Class II and Class III shares, of 0.035% per annum on the average net asset value of securities in developed markets and 0.08% per annum on the average net asset value per annum of securities in emerging markets.

#### Directors' Fees

Directors are entitled to remuneration for their services. Peter Blessing and Hans Vogel each receive US\$25,000 (2009: US\$25,000) per annum for acting as Directors. All other Directors currently waive their entitlement to such remuneration. The total Directors fees for the year ended 31 December 2010 were US\$98,057 (2009: US\$48,682). The Directors fees for the year include fees for Directors and Officers Liability Insurance and Fund Levy.

### 3. Fees and expenses (continued)

#### Auditors' Fees

	2010	2009
Audit of Financial Statements	US\$312,563	US\$266,600
Other Assurance Services	Nil	Nil
Tax Advisory Services	US\$ 48,605	US\$ 83,635
Other Non-audit Services	Nil	Nil

### 4. Exchange rates

The following exchange rates were used to translate assets and liabilities into the reporting currency (United States Dollars) at 31 December 2010.

	2010	2009
Argentinean Peso	4.10500	3.86000
Australian Dollar	0.98237	1.11105
Brazilian Real	1.65955	1.73995
Canadian Dollar	0.99825	1.04845
Chilean Peso	467.95000	-
Chinese Renminbi	6.59060	6.82700
Czech Koruna	18.74100	18.37100
Danish Krone	5.57530	5.16650
Egyptian Pound	5.80500	5.48706
Euro	0.74794	0.69425
Hong Kong Dollar	7.77260	7.75440
Hungarian Forint	208.20000	187.95500
Indian Rupee	44.71000	46.52500
Indonesian Rupiah	9,010.00000	9,425.00000
Israeli Shekel	3.54100	3.77250
Japanese Yen	81.32000	92.38500
Malaysian Ringgit	3.08350	3.42400
Mexican Peso	12.39480	13.08775
New Zealand Dollar	1.28783	1.37391
Norwegian Krone	5.84600	5.76470
Pakistani Rupee	85.72500	84.31998
Peruvian Sol	2.80650	2.88900
Philippine Peso	43.61500	46.20000
Polish Zloty	2.95910	2.85320
Singapore Dollar	1.28210	1.40185

	2010	2009
South African Rand	6.62920	7.40500
South Korean Won	1,122.45000	1,166.07500
Sri Lankan Rupee	110.97000	114.40000
Sterling Pound	0.64568	0.61910
Swedish Krona	6.71110	7.12825
Swiss Franc	0.93595	1.03000
Taiwan Dollar	29.13850	31.99000
Thai Baht	30.15000	33.34000
Turkish Lira	1.54135	1.49510

### 5. Soft commissions

There were no soft commission arrangements in place during the year or at the year end and in 2009. The Company makes use of commission sharing arrangements with brokerage firms that sell shares or that provide research and advisory services to the Company. This may include situations where the dealing commission on a particular trade or a series of trades is shared between one or more providers of execution and/or research services. In this case a portion of the commission paid by the Company to the executing broker is used to purchase third party research or execution services.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 6. Financial assets and liabilities at fair value through profit or loss

	Total	Asian Growth Fund	China Growth Fund	Global Opportunities Fund	Hong Kong Growth Fund	Indian Subcontinent Fund	Global Bond Fund
	Dec 2010	Dec 2010	Dec 2010	Dec 2010	Dec 2010	Dec 2010	Dec 2010
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>							
Held for trading:							
- Listed equity securities and investment funds	10,127,491,341	444,575,943	4,569,461,326	40,989,682	224,291,658	258,465,165	-
- Listed debt securities	751,331,356	-	-	-	-	-	16,593,456
- Futures contracts	1,670,300	-	-	-	-	-	43,432
<b>Total financial assets at fair value through profit or loss</b>	<b>10,880,492,997</b>	<b>444,575,943</b>	<b>4,569,461,326</b>	<b>40,989,682</b>	<b>224,291,658</b>	<b>258,465,165</b>	<b>16,636,888</b>
<b>Financial liabilities at fair value through profit or loss</b>							
Held for trading:							
- Futures contracts	639,877	-	-	-	-	-	649
<b>Total financial liabilities at fair value through profit or loss</b>	<b>639,877</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>649</b>

	Dec 2009	Dec 2009	Dec 2009	Dec 2009	Dec 2009	Dec 2009	Dec 2009
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>							
Held for trading:							
- Listed equity securities and investment funds	7,228,883,049	290,510,952	3,379,077,715	42,922,598	138,282,500	169,395,362	-
- Listed debt securities	671,127,803	-	-	-	-	90,695	17,320,916
- Futures contracts	2,568,315	-	-	-	-	-	62,649
<b>Total financial assets at fair value through profit or loss</b>	<b>7,902,579,167</b>	<b>290,510,952</b>	<b>3,379,077,715</b>	<b>42,922,598</b>	<b>138,282,500</b>	<b>169,486,057</b>	<b>17,383,565</b>
<b>Financial liabilities at fair value through profit or loss</b>							
Held for trading:							
- Futures contracts	407,244	-	-	-	-	-	-
<b>Total financial liabilities at fair value through profit or loss</b>	<b>407,244</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

	High Quality Bond Fund Dec 2010 US\$	Long Term Bond Fund Dec 2010 US\$	Greater China Growth Fund Dec 2010 US\$	Singapore and Malaysia Growth Fund Dec 2010 US\$	Asia Innovation Fund Dec 2010 US\$	Asian Equity Plus Fund Dec 2010 US\$	Asian Bond Fund Dec 2010 US\$	Asian Quality Bond Fund Dec 2010 US\$
<b>Financial assets at fair value through profit or loss</b>								
Held for trading:								
– Listed equity securities and investment funds	–	–	608,750,331	70,908,179	62,963,716	2,610,126,363	–	–
– Listed debt securities	57,132,588	128,006,213	–	–	–	–	30,794,240	501,454,742
– Futures contracts	287,419	128,355	–	–	–	–	68,516	1,142,578
<b>Total financial assets at fair value through profit or loss</b>	<b>57,420,007</b>	<b>128,134,568</b>	<b>608,750,331</b>	<b>70,908,179</b>	<b>62,963,716</b>	<b>2,610,126,363</b>	<b>30,862,756</b>	<b>502,597,320</b>
<b>Financial liabilities at fair value through profit or loss</b>								
Held for trading:								
– Futures contracts	93,968	3,192	–	–	–	–	27,030	513,569
<b>Total financial liabilities at fair value through profit or loss</b>	<b>93,968</b>	<b>3,192</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>27,030</b>	<b>513,569</b>

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 6. Financial assets and liabilities at fair value through profit or loss (continued)

	High Quality Bond Fund Dec 2009 US\$	Long Term Bond Fund Dec 2009 US\$	Greater China Growth Fund Dec 2009 US\$	Singapore and Malaysia Growth Fund Dec 2009 US\$	Asia Innovation Fund Dec 2009 US\$	Asian Equity Plus Fund Dec 2009 US\$	Asian Bond Fund Dec 2009 US\$	Asian Quality Bond Fund Dec 2009 US\$
Financial assets at fair value through profit or loss								
Held for trading:								
- Listed equity securities and investment funds	-	-	502,741,490	64,434,569	63,491,687	1,808,876,756	-	-
- Listed debt securities	55,398,561	121,543,465	-	-	-	-	22,281,803	436,776,293
- Futures contracts	419,813	384,000	-	-	-	-	109,000	1,592,853
<b>Total financial assets at fair value through profit or loss</b>	<b>55,818,374</b>	<b>121,927,465</b>	<b>502,741,490</b>	<b>64,434,569</b>	<b>63,491,687</b>	<b>1,808,876,756</b>	<b>22,390,803</b>	<b>438,369,146</b>
<b>Financial liabilities at fair value through profit or loss</b>								
Held for trading:								
- Futures contracts	14,875	-	-	-	-	-	-	392,369
<b>Total financial liabilities at fair value through profit or loss</b>	<b>14,875</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>392,369</b>

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

	Hong Kong Dollar Bond Fund Dec 2010 US\$	Global Emerging Markets Debt Fund Dec 2010 US\$	Global Emerging Markets Leaders Fund Dec 2010 US\$	Global Resources Fund Dec 2010 US\$	Asian roperty Securities Fund Dec 2010 US\$	China Focus Fund Dec 2010 US\$	Global Listed Infrastructure Fund Dec 2010 US\$	Global Emerging Markets Select Fund Dec 2010 US\$
<b>Financial assets at fair value through profit or loss</b>								
Held for trading:								
– Listed equity securities and investment funds	–	–	758,497,487	262,120,996	35,757,681	87,068,031	28,573,286	25,261,394
– Listed debt securities	10,150,934	7,199,183	–	–	–	–	–	–
– Futures contracts	–	–	–	–	–	–	–	–
<b>Total financial assets at fair value through profit or loss</b>	10,150,934	7,199,183	758,497,487	262,120,996	35,757,681	87,068,031	28,573,286	25,261,394
<b>Financial liabilities at fair value through profit or loss</b>								
Held for trading:								
– Futures contracts	–	1,469	–	–	–	–	–	–
<b>Total financial liabilities at fair value through profit or loss</b>	–	1,469	–	–	–	–	–	–

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements  
for the year ended 31 December 2010 (continued)

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

	Hong Kong Dollar Bond Fund Dec 2009 US\$	Global Emerging Markets Debt Fund Dec 2009 US\$	Global Emerging Markets Leaders Fund Dec 2009 US\$	Global Resources Fund Dec 2009 US\$	Global Property Securities Fund Dec 2009 US\$	Asian Property Securities Fund Dec 2009 US\$	China Focus Fund Dec 2009 US\$	Global Listed Infrastructure Fund Dec 2009 US\$
<b>Financial assets at fair value through profit or loss</b>								
Held for trading:								
- Listed equity securities and investment funds	-	-	445,643,088	183,754,393	-	38,840,489	74,835,190	26,076,260
- Listed debt securities	11,384,291	6,331,779	-	-	-	-	-	-
- Futures contracts	-	-	-	-	-	-	-	-
<b>Total financial assets at fair value through profit or loss</b>	11,384,291	6,331,779	445,643,088	183,754,393	-	38,840,489	74,835,190	26,076,260
<b>Financial liabilities at fair value through profit or loss</b>								
Held for trading:								
- Futures contracts	-	-	-	-	-	-	-	-
<b>Total financial liabilities at fair value through profit or loss</b>	-	-	-	-	-	-	-	-

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

	Asia Pacific Select Fund Dec 2010 US\$	Agribusiness Fund Dec 2010 US\$	Global Fund Dec 2010 US\$
<b>Financial assets at fair value through profit or loss</b>			
Held for trading:			
– Listed equity securities and investment funds	12,972,020	26,708,083	
– Listed debt securities	–	–	
– Futures contracts	–	–	
<b>Total financial assets at fair value through profit or loss</b>	<b>12,972,020</b>	<b>26,708,083</b>	
<b>Financial liabilities at fair value through profit or loss</b>			
Held for trading:			
– Futures contracts	–	–	
<b>Total financial liabilities at fair value through profit or loss</b>	<b>–</b>	<b>–</b>	

The following table presents the financial instruments carried on the Balance Sheet by caption and by level within the valuation hierarchy as at 31 December 2010.

### First State Asian Growth Fund

	Level 1 US\$	Level 2 US\$	Level 3 US\$	31 Dec 2010 Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	444,575,943	–	–	444,575,943
	444,575,943	–	–	444,575,943

### First State Asian Growth Fund

	Level 1 US\$	Level 2 US\$	Level 3 US\$	31 Dec 2009 Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	290,510,952	–	–	290,510,952
	290,510,952	–	–	290,510,952

### First State China Growth Fund

	Level 1 US\$	Level 2 US\$	Level 3 US\$	31 Dec 2010 Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	4,569,461,326	–	–	4,569,461,326
	4,569,461,326	–	–	4,569,461,326

### First State China Growth Fund

	Level 1 US\$	Level 2 US\$	Level 3 US\$	31 Dec 2009 Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	3,379,077,715	–	–	3,379,077,715
	3,379,077,715	–	–	3,379,077,715

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### First State Global Opportunities Fund

				31 Dec 2010
	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	40,989,682	-	-	40,989,682
	40,989,682	-	-	40,989,682

### First State Global Opportunities Fund

				31 Dec 2009
	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	42,922,598	-	-	42,922,598
	42,922,598	-	-	42,922,598

### First State Hong Kong Growth Fund

				31 Dec 2010
	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	224,291,658	-	-	224,291,658
	224,291,658	-	-	224,291,658

### First State Hong Kong Growth Fund

				31 Dec 2009
	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	138,282,500	-	-	138,282,500
	138,282,500	-	-	138,282,500

### First State Indian Subcontinent Fund

				31 Dec 2010
	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	258,465,165	-	-	258,465,165
	258,465,165	-	-	258,465,165

### First State Indian Subcontinent Fund

				31 Dec 2009
	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	169,395,362	-	-	169,395,362
Debt securities	90,695	-	-	90,695
	169,486,057	-	-	169,486,057

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### First State Global Bond Fund

				31 Dec 2010
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	16,593,456	-	16,593,456
Futures contracts	43,432	-	-	43,432
	-	16,593,456	-	16,636,888
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	649	-	-	649
	649	-	-	649

### First State Global Bond Fund

				31 Dec 2009
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	13,686,020	3,634,896	-	17,320,916
Futures contracts	62,649	-	-	62,649
	13,748,669	3,634,896	-	17,383,565

### First State High Quality Bond Fund

				31 Dec 2010
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	57,132,588	-	57,132,588
Futures contracts	287,419	-	-	287,419
	287,419	57,132,588	-	57,420,007
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	93,968	-	-	93,968
	93,968	-	-	93,968

### First State High Quality Bond Fund

				31 Dec 2009
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	25,591,344	29,807,217	-	55,398,561
Futures contracts	419,813	-	-	419,813
	26,011,157	29,807,217	-	55,818,374
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	14,875	-	-	14,875
	14,875	-	-	14,875

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### First State Long Term Bond Fund

				31 Dec 2010
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	128,006,213	-	128,006,213
Futures contracts	128,355	-	-	128,355
	128,355	128,006,213	-	128,134,568

				31 Dec 2010
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	3,192	-	-	3,192
	3,192	-	-	3,192

### First State Long Term Bond Fund

				31 Dec 2009
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	98,377,685	23,165,780	-	121,543,465
Futures contracts	384,000	-	-	384,000
	98,761,685	23,165,780	-	121,927,465

### First State Greater China Growth Fund

				31 Dec 2010
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	608,750,331	-	-	608,750,331
	608,750,331	-	-	608,750,331

### First State Greater China Growth Fund

				31 Dec 2009
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	502,741,490	-	-	502,741,490
	502,741,490	-	-	502,741,490

### First State Singapore and Malaysia Growth Fund

				31 Dec 2010
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	70,908,179	-	-	70,908,179
	70,908,179	-	-	70,908,179

### First State Singapore and Malaysia Growth Fund

				31 Dec 2009
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	64,434,569	-	-	64,434,569
	64,434,569	-	-	64,434,569

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### First State Asia Innovation Fund

	31 Dec 2010			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	62,963,716	-	-	62,963,716
	62,963,716	-	-	62,963,716

### First State Asia Innovation Fund

	31 Dec 2009			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	63,491,687	-	-	63,491,687
	63,491,687	-	-	63,491,687

### First State Asian Equity Plus Fund

	31 Dec 2010			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	2,610,126,363	-	-	2,610,126,363
	2,610,126,363	-	-	2,610,126,363

### First State Asian Equity Plus Fund

	31 Dec 2009			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	1,808,876,756	-	-	1,808,876,756
	1,808,876,756	-	-	1,808,876,756

### First State Asian Bond Fund

	31 Dec 2010			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	30,794,240	-	30,794,240
Futures contracts	68,516	-	-	68,516
	68,516	30,794,240	-	30,794,240

<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	27,030	-	-	27,030
	27,030	-	-	27,030

### First State Asian Bond Fund

	31 Dec 2009			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	6,604,728	15,572,075	105,000	22,281,803
Futures contracts	109,000	-	-	109,000
	6,713,728	15,572,075	105,000	22,390,803

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 6. Financial assets and liabilities at fair value through profit or loss (continued)

The classification of a financial instrument within level 3 is based upon the significance of the unobservable inputs to the overall fair value measurement.

#### First State Asian Bond Fund

	31 Dec 2010	
	Debt Securities US\$	Total US\$
Opening balance	105,000	105,000
Purchases at cost	239,563	239,563
Sales at proceeds	(383,300)	(383,300)
Realised loss	(12,871)	(12,871)
Net change in unrealised appreciation / (depreciation) on financial assets at fair value through profit or loss	51,608	51,608
Closing balance	-	-

#### First State Asian Quality Bond Fund

	31 Dec 2010			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	501,454,742	-	501,454,742
Futures contracts	1,142,578	-	-	1,142,578
	1,142,578	501,454,742	-	502,597,320
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	513,569	-	-	513,569
	513,569	-	-	513,569

#### First State Asian Quality Bond Fund

	31 Dec 2009			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	117,365,403	319,410,890	-	436,776,293
Futures contracts	1,592,853	-	-	1,592,853
	118,958,256	319,410,890	-	438,369,146
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	392,369	-	-	392,369
	392,369	-	-	392,369

#### First State Hong Kong Dollar Bond Fund

	31 Dec 2010			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	10,150,934	-	10,150,934
	-	10,150,934	-	10,150,934

#### First State Hong Kong Dollar Bond Fund

	31 Dec 2010			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	1,970,911	9,413,380	-	11,384,291
	1,970,911	9,413,380	-	11,384,291

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### First State Global Emerging Markets Debt Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	-	7,199,183	-	7,199,183
	-	7,199,183	-	7,199,183

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial liabilities at fair value through profit or loss</b>				
Futures contracts	1,469	-	-	1,469
	1,469	-	-	1,469

### First State Global Emerging Markets Debt Fund

	31 Dec 2009			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Debt securities	4,161,390	2,170,389	-	6,331,779
	4,161,390	2,170,389	-	6,331,779

### First State Global Emerging Markets Leaders Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	758,497,487	-	-	758,497,487
	758,497,487	-	-	758,497,487

### First State Global Emerging Markets Leaders Fund

	31 Dec 2009			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	445,643,088	-	-	445,643,088
	445,643,088	-	-	445,643,088

### First State Global Resources Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities*	262,120,996	-	-	262,120,996
	262,120,996	-	-	262,120,996

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

### 6. Financial assets and liabilities at fair value through profit or loss (continued)

#### First State Global Resources Fund

	31 Dec 2009			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	183,754,393	-	-	183,754,393
	183,754,393	-	-	183,754,393

- \* The Wilmott Forrests investment is classified as level three as it is unlikely to realise any value. The Directors have valued this security at zero.

The classification of a financial instrument within level 3 is based upon the significance of the unobservable inputs to the overall fair value measurement.

#### First State Global Resources Fund

	Quantity US\$	31 Dec 2010 Total US\$
Opening balance	-	-
Purchases at cost	-	-
Sales at proceeds	-	-
Net realised appreciation/ (depreciation) on financial assets at fair value through profit or loss	(476,234)	(130,443)
Transfers in and/ or out of Level 3	476,234	130,443
Closing balance	-	-

#### First State Asian Property Securities Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	35,757,681	-	-	35,757,681
	35,757,681	-	-	35,757,681

#### First State Asian Property Securities Fund 31 Dec 2009

	31 Dec 2009			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	38,840,489	-	-	38,840,489
	38,840,489	-	-	38,840,489

#### First State China Focus Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	87,068,031	-	-	87,068,031
	87,068,031	-	-	87,068,031

#### First State China Focus Fund

	31 Dec 2009			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	74,835,190	-	-	74,835,190
	74,835,190	-	-	74,835,190

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### First State Global Listed Infrastructure Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	28,573,286			28,573,286
	28,573,286			28,573,286

### First State Global Listed Infrastructure Fund

	31 Dec 2009			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	26,076,260	-	-	26,076,260
	26,076,260	-	-	26,076,260

### First State Global Emerging Markets Select Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	25,261,394	-	-	25,261,394
	25,261,394	-	-	25,261,394

### First State Asia Pacific Select Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities	12,972,020	-	-	12,972,020
	12,972,020	-	-	12,972,020

### First State Global Agribusiness Fund

	31 Dec 2010			Total US\$
	Level 1 US\$	Level 2 US\$	Level 3 US\$	
<b>Financial assets at fair value through profit or loss</b>				
Equity securities*	26,708,083			26,708,083
	26,708,083			26,708,083

\* The Wilmott Forrests investment is classified as level three as it is unlikely to realise any value. The Directors have valued this security at zero.

The classification of a financial instrument within level 3 is based upon the significance of the unobservable inputs to the overall fair value measurement.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 6. Financial assets and liabilities at fair value through profit or loss (continued)

#### First State Global Agribusiness Fund

	Quantity US\$	31 Dec 2010 Total US\$
Purchases at cost	-	-
Sales at proceeds	-	-
Net realised (depreciation) on financial assets at fair value through profit or loss	(78,964)	(21,629)
Transfers in and/ or out of Level 3	78,964	21,629
Closing balance	-	-

In determining an instrument's placement within the fair value hierarchy, the Directors separate the Company's investment portfolio into two categories: investments and derivative instruments. Each of these categories can further be divided between financial assets or financial liabilities.

#### Investments

Investments whose values are based on quoted market prices in active markets, and are therefore classified within level 1, include active listed equities and bonds, certain U.S. government and sovereign obligations, and certain money market securities. The Directors do not adjust the quoted price for such instruments, even in situations where the Company holds a large position and a sale could reasonably impact the quoted price.

Investments that trade in markets that are not considered to be active, but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include certain U.S. government and sovereign obligations, most government agency securities, investment-grade corporate bonds, certain mortgage products, certain bank loans and bridge loans, less liquid listed equities and bonds, state, municipal and provincial obligations. As level 2

investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or not at all. Level 3 instruments include certain bonds valued using an estimate of fair value. When observable prices are not available for these securities, the Directors use one or more valuation techniques (e.g., the market approach or the income approach) for which sufficient and reliable data is available. Within level 3, the use of the market approach generally consists of using comparable market transactions, while the use of the income approach generally consists of the net present value of estimated future cash flows, adjusted as appropriate for liquidity, credit, market and/or other risk factors.

The inputs used by the Directors in estimating the value of level 3 investments include the original transaction price, recent transactions in the same or similar instruments, completed or pending third-party transactions in the underlying investment or comparable issuers, subsequent rounds of financing, recapitalizations and other transactions across the capital structure, offerings in the equity or debt capital markets, and changes in financial ratios or cash flows. Level 3 investments may also be adjusted to reflect illiquidity and/or non-transferability, with the amount of such discount estimated by the Directors in the absence of market information. The fair value measurement of level 3 investments does not include transaction costs that may have been capitalised as part of the security's cost basis.

Assumptions used by the Directors due to the lack of observable inputs may significantly impact the resulting fair value and therefore the Company's results of operations.

## 6. Financial assets and liabilities at fair value through profit or loss (continued)

### Derivative Instruments

Derivative instruments can be exchange-traded or privately negotiated over-the-counter ("OTC"). Exchange-traded derivatives, such as futures contracts, are typically classified within level 1 or level 2 of the fair value hierarchy depending on whether or not they are deemed to be actively traded.

## 7. Incorporation and share capital

The authorised share capital of the Company is equal to 30,000 Subscriber shares of no par value, and 500,000,000,000 Participating shares of no par value. Subscriber shares are not entitled to any dividends or to participate in the profits of the Company beyond the amount of capital paid up on issue. Subscriber shares in issue at 31 December 2010 have not been included in the Financial Statements. Subscriber shareholders are entitled to one vote per share held. The subscriber shareholders are First State (Hong Kong) LLC, First State Nominees (Hong Kong) Ltd and First State Investment (Hong Kong) Ltd.

Participating shares of the Funds are entitled to share in any dividends and profits of those specific Funds, and are redeemable at the option of the shareholder.

Transactions in shares during the year were as follows:

### Subscriber shares

	At 31 Dec 2010	At 31 Dec 2009
Issued at a price of £11.27	3	3

### Participating Shares of no par value

	At 31 Dec 2009	Shares Issued	Shares Redeemed	At 31 Dec 2010
<b>Asian Growth Fund</b>				
Class I	10,891,044	3,930,248	(1,406,867)	13,414,425
Class II	30,202	-	(3,174)	27,028
Class III	720,886	-	(38,483)	682,403
Class I (Dist)	252,216	119,939	(204,524)	167,631
<b>China Growth Fund</b>				
Class I	37,145,740	21,459,203	(13,092,204)	45,512,739
Class II	24,157	-	(1,035)	23,122
Class I (Dist)	649,877	528,726	(379,290)	799,313
<b>Global Opportunities Fund</b>				
Class I	4,924,846	287,538	(819,005)	4,393,379
Class III	1,203,620	10,654	(154,804)	1,059,470
<b>Hong Kong Growth Fund</b>				
Class I	2,303,439	2,424,446	(826,535)	3,901,350
Class III	1,119,615	7,608	(102,722)	1,024,501
<b>Indian Subcontinent Fund</b>				
Class I	4,686,436	2,979,352	(1,785,994)	5,879,794
Class II	33,720	-	(4,000)	29,720
Class I (Dist)	136,174	73,105	(61,382)	147,897
<b>Global Bond Fund</b>				
Class I	489,617	101,563	(155,776)	435,404
Class III	569,654	16,614	(21,649)	564,619
<b>High Quality Bond Fund</b>				
Class III	3,070,875	212,575	(217,676)	3,065,774
Class I (Dist)	126,213	228,069	(207,506)	146,776
<b>Long Term Bond Fund</b>				
Class III	6,633,288	19,866	(12,887)	6,640,267
<b>Greater China Growth Fund</b>				
Class I	10,136,422	3,306,448	(2,989,760)	10,453,110
Class I (Dist)	69,302	49,839	(111)	119,030
<b>Singapore and Malaysia Growth Fund</b>				
Class I	2,305,517	318,145	(712,460)	1,911,202
<b>Asia Innovation Fund</b>				
Class I	2,729,613	160,782	(645,602)	2,244,793

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

### 7. Incorporation and share capital (continued)

	At 31 Dec 2009	Shares Issued	Shares Redeemed	At 31 Dec 2010
<b>Asian Equity Plus Fund</b>				
Class I	2,200,478	2,151,522	(1,518,639)	2,833,361
Class I (Dist)	59,664,023	19,955,568	(7,060,902)	72,558,689
<b>Asian Bond Fund</b>				
Class III	1,024,599	3,056	-	1,027,655
Class I (Dist)	1,495,345	2,767,487	(2,063,845)	2,198,987
<b>Asian Quality Bond Fund</b>				
Class I	39,508,771	3,493,561	(3,042,601)	39,959,731
<b>Hong Kong Dollar Bond Fund</b>				
Class III	966,128	125,673	(177,790)	914,011
<b>Global Emerging Markets Debt Fund</b>				
Class III	581,991	1,737	-	583,728
<b>Global Emerging Markets Leaders Fund</b>				
Class I	5,074,926	6,513,607	(2,104,832)	9,483,701
Class III	19,830,036	6,352,309	(960,885)	25,221,460
<b>Global Resources Fund</b>				
Class I	14,667,717	9,344,055	(8,292,599)	15,719,173
Class III	646,619	20,390	(9,506)	657,503
<b>Asian Property Securities Fund</b>				
Class I	49,503	68,745	-	118,248
Class III	442,041	9,372	(335,379)	116,034
Class I (Dist)	6,518,646	344,852	(1,171,755)	5,691,743
<b>China Focus Fund</b>				
Class I	6,945,321	4,244,262	(3,914,224)	7,275,359
<b>Global Listed Infrastructure Fund</b>				
Class I (Dist)	3,152,616	880,677	(702,550)	3,330,743
<b>Global Emerging Markets Select Fund</b>				
Class III	-	2,189,350	(24,678)	2,164,672
<b>Asia Pacific Select Fund</b>				
Class III	-	1,114,197	(23,575)	1,090,622
<b>Global Agribusiness Fund</b>				
Class I	-	1,909,741	(317,907)	1,591,834
Class III	-	450,000	-	450,000

	At 31 Dec 2008	Shares Issued	Shares Redeemed	At 31 Dec 2009
<b>Asian Growth Fund</b>				
Class I	8,004,183	4,037,617	(1,150,756)	10,891,044
Class II	31,110	-	(908)	30,202
Class III	813,665	-	(92,779)	720,886
Class I (Dist)	118,177	213,985	(79,946)	252,216
<b>China Growth Fund</b>				
Class I	27,416,188	20,482,411	(10,752,859)	37,145,740
Class II	24,916	-	(759)	24,157
Class I (Dist)	290,191	516,260	(156,574)	649,877
<b>Global Opportunities Fund</b>				
Class I	5,357,499	772,497	(1,205,150)	4,924,846
Class III	1,247,041	23,456	(66,877)	1,203,620
<b>Hong Kong Growth Fund</b>				
Class I	2,296,693	760,659	(753,913)	2,303,439
Class III	1,252,247	27,027	(159,659)	1,119,615
<b>Indian Subcontinent Fund</b>				
Class I	4,592,501	1,242,257	(1,148,322)	4,686,436
Class II	33,720	-	-	33,720
Class I (Dist)	32,509	126,011	(22,346)	136,174
<b>Global Bond Fund</b>				
Class I	529,434	178,627	(218,444)	489,617
Class III	618,236	20,106	(68,688)	569,654
<b>High Quality Bond Fund</b>				
Class III	2,596,583	914,430	(440,138)	3,070,875
Class I (Dist)	184,955	248,161	(306,903)	126,213
<b>Long Term Bond Fund</b>				
Class III	8,111,476	21,606	(1,499,794)	6,633,288
<b>Greater China Growth Fund</b>				
Class I	8,294,490	3,148,167	(1,306,235)	10,136,422
Class I (Dist)	56,958	38,549	(26,205)	69,302
<b>Singapore and Malaysia Growth Fund</b>				
Class I	2,438,948	106,642	(240,073)	2,305,517
<b>Asia Innovation Fund</b>				
Class I	3,168,557	130,578	(569,522)	2,729,613
<b>Asian Equity Plus Fund</b>				
Class I	1,246,369	1,634,130	(680,021)	2,200,478
Class I (Dist)	48,829,602	14,791,373	(3,956,952)	59,664,023
<b>Asian Bond Fund</b>				
Class III	1,021,580	3,019	-	1,024,599
Class I (Dist)	866,671	1,570,344	(941,670)	1,495,345
<b>Asian Quality Bond Fund</b>				
Class I	35,781,612	5,641,865	(1,914,706)	39,508,771
<b>Hong Kong Dollar Bond Fund</b>				
Class III	1,443,641	105,051	(582,564)	966,128
<b>Global Emerging Markets Debt Fund</b>				
Class III	1,547,833	2,793	(968,635)	581,991
<b>Global Emerging Markets Leaders Fund</b>				
Class I	5,923,534	1,866,984	(2,715,592)	5,074,926
Class III	17,012,693	5,251,449	(2,434,106)	19,830,036

## 7. Incorporation and share capital (continued)

	At 31 Dec 2008	Shares Issued	Shares Redeemed	At 31 Dec 2009
<b>Global Resources Fund</b>				
Class I	12,635,189	6,557,115	(4,524,587)	14,667,717
Class III	522,449	136,595	(12,425)	646,619
<b>Asian Property Securities Fund</b>				
Class I	49,503	-	-	49,503
Class III	154,162	527,287	(239,408)	442,041
Class I (Dist)	6,760,929	453,424	(695,707)	6,518,646
<b>China Focus Fund</b>				
Class I	8,184,587	614,567	(1,853,833)	6,945,321
<b>Global Listed Infrastructure Fund</b>				
Class I (Dist)	3,391,226	223,585	(462,195)	3,152,616

## 8. Risk arising from financial instruments

The Company's investment objective is to seek capital growth from a portfolio of securities drawn from markets external to Ireland. The holding of securities, investing activities and associated financing undertaken pursuant to this objective involves certain inherent risks. Below is a description of the principal risks inherent in the Company's activities along with the actions it has taken to manage these risks.

The Company's assets and liabilities comprise financial instruments which include:

- Investments including equity and non-equity shares, fixed income securities, floating rate securities and futures contracts. These are held in accordance with the Company's investment objective and policies;
- Borrowings/debenture stock/floating rate notes/term loans the main purpose of which is to raise finance for the Company's investment activities; and
- Cash, liquid resources and short-term debtors and creditors that arise directly from its investment activities;

As an investment fund, the Company buys, sells or holds financial assets and liabilities in order to take advantage of changes in market prices or rates.

The main risks arising from the Company's operations are market risk comprising equity price risk, foreign currency risk, interest rate risk and also credit risk and liquidity risk. The Board reviews and agrees policies for managing each of these risks and they are summarised below. These policies have remained substantially unchanged since the beginning of the year to which these Financial Statements relate.

### (a) Equity Price Risk

Equity price risk is the risk that the fair values of equities or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The investments of the Company are subject to normal market fluctuations and the risks inherent in investment in international securities markets and there can be no assurances that appreciation will occur. It is the policy of the Investment Manager to maintain a diversified portfolio of investments for each Fund so as to minimise risk.

The Company strives to invest in strong businesses with quality management and at sensible prices. The Company's preferred strategy is to hold equity investments for the medium-to-long term. The Investment Manager is therefore not concerned by short-term equity price volatility with respect to its investments provided that the underlying business, economic and management characteristics of its investments remains favourable.

The carrying values of investments subject to equity price risk are, in almost all instances, based on quoted market prices as of the balance sheet dates. Market prices are subject to fluctuation and, consequently, the amount realised in the subsequent sale of an investment may significantly differ from the reported market value. Fluctuation in the market price of a security may result from perceived changes in the underlying economic characteristics of the investment, the relative price of alternative investments and general market conditions. Furthermore, amounts realised in the sale of a particular security may be affected by the relative quantity of the security being sold.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010

### 8. Risk arising from financial instruments (continued)

#### (a) Equity Price Risk (continued)

The Investment Manager manages the exposure to equity price risk by constructing a diversified portfolio from which it expects the underlying companies it invests in to perform differently in reaction to different risk influences. The Investment Manager monitors the equity price risk in a Fund's portfolios through both the volatility of the underlying holdings and their combined volatility, both at an absolute level and relative to each Fund's benchmark. The Investment Manager expects portfolios to carry a certain level of equity price risk and uses such risk measurement to highlight unintended risks in the portfolio.

The table below summarises the effect on the net assets attributable to redeemable participating shareholders for equity funds, as at 31 December 2010 and 31 December 2009, of a reasonably possible change in the benchmark market indices as applied to the respective beta reported by Lipper.

The reasonably possible change in the benchmark market indices has been determined by using the last five year annualised benchmark returns. Where a Fund has a history of less than one year, five year annualised benchmark returns have been used and a beta of one was assumed.

The five year annualised benchmark returns and beta are not available for the First State Asian Property Securities Fund, First State China Focus Fund and the First State Global Listed Infrastructure Fund. For the First State Asian Property Securities Fund the hypothetical change in the benchmark has been determined by using the last 3 year annualised benchmark returns and a beta of one was assumed while for First State China Focus and First State Global Listed Infrastructure, it is determined by using the last year's returns.

The performance of these equity funds does not necessarily follow the benchmark and the holdings in the funds might be different to the benchmark. The below sensitivity analysis is a relative estimate of risk. Please note that past performance should not be used as a guide to

future performance as future market conditions could vary significantly from those experienced in the past.

Equity Fund	Change in	Effect on	Change in	Effect on
	Benchmark	Net Asset	Benchmark	Net Asset
	2010	Value 2010	2009	Value 2009
	%	US\$	%	US\$
First State Asian Growth Fund	+13.19%	45,728,887	+13.67%	30,981,834
First State China Growth Fund	+20.58%	808,581,927	+23.83%	692,514,806
First State Global Opportunities Fund	+2.99%	1,202,494	+2.57%	1,079,138
First State Hong Kong Growth Fund	+12.13%	26,112,137	+9.29%	12,457,868
First State Indian Subcontinent Fund	+17.79%	36,791,143	+20.87%	28,645,502
First State Greater China Growth Fund	+13.08%	70,886,947	+12.42%	55,572,162
First State Singapore and Malaysia Growth Fund	+17.37%	12,317,799	+13.87%	8,938,521
First State Asia Innovation Fund	+5.79%	3,356,061	+6.03%	3,634,596
First State Asia Equity Plus Fund	+12.70%	255,153,592	+13.18%	183,631,905
First State Global Emerging Markets Leaders Fund	-0.03%	(174,776)	+5.42%	17,390,157
First State Global Resources Fund	+2.47%	6,339,691	+10.36%	18,847,905
First State Asian Property Securities Fund	-6.76%	(2,223,823)	-6.08%	(2,362,602)
First State China Focus Fund	+4.83%	3,788,542	+62.63%	39,838,543
First State Global Listed Infrastructure Fund	+5.53%	1,611,810	+19.07%	5,072,089
First State Global Emerging Markets select Fund	-0.03%	(7,974)	-	-
First State Asia Pacific Select Fund	+12.70%	1,646,861	-	-
First state Global Agribusiness Fund	+20.96%	5,598,014	-	-

An equal change in benchmark in the opposite direction would have decreased or increased the net assets attributable to redeemable participating shareholders by an equal but opposite amount.

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Net Asset Value of each Fund is computed in the functional currency of that Fund, whereas the Fund's investments may be acquired in other currencies. The value in terms of the functional currency of the investments of a Fund, may rise or fall due to exchange rate fluctuations of individual currencies. Adverse movements in currency exchange rates can result in a decrease in return and a loss of capital. It may not be possible or practicable to hedge against the consequent currency risk exposure in all circumstances. The international nature of the Fund's investment activities gives rise to a currency risk which is inherent in the performance relative to its base currency of its non-US Dollar denominated investments. It is generally not the Fund's policy to hedge this risk on a continuing basis, but the Fund may do so from time to time.

The First State High Quality Bond Fund, First State Long Term Bond Fund, First State Asian Quality Bond Fund and the First State Asian Bond Fund acquire their investments in the functional currency; all other Funds acquire investments in a range of currencies other than the functional currency. For the purpose of FRS 29, currency risk does not arise from financial instruments that are non-monetary items. FRS 29 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not foreign currency risk. Therefore currency risk will apply on the funds which are invested in monetary assets

and liabilities. The following tables set out the total exposure to foreign currency risk in all Funds with non-US Dollar exposure at 31 December 2010 with comparative figures as at 31 December 2009. These tables also show the effect of an estimated 5% change in the underlying exchange rates applied immediately and uniformly across all currencies. In considering this analysis however, it should be noted that the Investment Manager has not applied this 5% change to the Hong Kong Dollar and the China Renminbi as these currencies are strongly linked to the US Dollar. Therefore the Investment Manager would expect these currencies to move in line with the US Dollar. The changes in value do not necessarily reflect the best or worst case scenarios and actual results may differ.

The First State Asian Quality Bond Fund, First State Global Emerging Markets Debt Fund and First State Global Properties Securities Fund had no exposure to foreign currency risk as at 31 December 2010 and 31 December 2009.

### First State Asian Growth Fund

Currency	2010	2010	Change in Currency Rate %	Effect on Net Asset Value US\$
	Non-Monetary US\$	Monetary US\$		
Australian Dollar	42,071,481	1,018	+5	51
Hong Kong Dollar	124,669,410	159,215	-	-
Indian Rupee	36,192,701	-	+5	-
Korean Won	66,936,065	235	+5	12
Malaysian Ringgit	5,864,730	-	+5	-
Philippine Peso	6,718,332	-	+5	-
Singapore Dollar	52,341,404	1,965,202	+5	98,260
Taiwan Dollar	67,730,499	150,696	+5	7,535
Thai Baht	25,688,237	-	+5	-
	428,212,859	2,276,366	-	105,858

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Asian Growth Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	27,037,305	900	+5	45
Hong Kong Dollar	80,722,123	(84,183)	-	-
Indian Rupee	20,478,042	-	+5	-
Korean Won	50,856,944	225	+5	11
Malaysian Ringgit	13,533,088	-	+5	-
Philippine Peso	7,143,836	-	+5	-
Singapore Dollar	33,041,666	175,596	+5	8,780
Taiwan Dollar	38,389,658	1,009,083	+5	50,454
Thai Baht	14,775,761	-	+5	-
	285,978,423	1,101,621	-	59,290

#### First State China Growth Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	-	4,796	+5	240
Hong Kong Dollar	4,127,212,093	(29,410,221)	-	-
Singapore Dollar	44,113,299	20,998,572	+5	1,049,929
Taiwan Dollars	82,061,122	33,334	+5	1,667
	4,253,386,514	(8,373,519)	-	1,051,836

#### First State China Growth Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	23,416,660	4,259	+5	213
Chinese Yuan	-	426,560	-	-
Hong Kong Dollar	3,170,971,163	180,563	-	-
Singapore Dollar	13,963,719	208	+5	10
	3,208,351,542	611,590	-	223

#### First State Global Opportunities Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Canadian Dollar	516,787	258	+5	13
Swiss Franc	997,666	183	+5	9
Euro	5,451,188	4,087	+5	204
Sterling Pound	7,492,406	14,924	+5	746
Hong Kong Dollar	818,259	98	-	-
Japanese Yen	1,673,021	11	+5	1
South Korean Won	450,205	2	+5	-
Norwegian Krone	-	19	+5	1
Singapore Dollar	632,478	416	+5	21
Taiwan Dollar	-	1	+5	-
South Africa Rand	-	1,273	+5	64
	18,032,010	21,272	-	1,059

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Global Opportunities Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Canadian Dollar	-	245	+5	12
Euro	6,460,693	11,535	+5	577
Hong Kong Dollar	1,263,294	9,299	-	-
Japanese Yen	1,929,909	40,345	+5	2,017
Norwegian Krone	-	20	+5	1
Singapore Dollar	1,327,888	310	+5	16
South Africa Rand	-	135	+5	7
South Korean Won	-	2	+5	-
Sterling Pound	4,964,073	24,836	+5	1,242
Swiss Franc	1,031,219	166	+5	8
Taiwanese Dollar	-	1	+5	-
	16,977,076	86,894	-	3,880

#### First State Hong Kong Growth Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	208,216,725	(1,225,304)	-	-
	208,216,725	(1,225,304)	-	-

#### First State Hong Kong Growth Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	705,306	-	+5	-
Hong Kong Dollar	126,672,461	205,356	-	-
	127,377,767	205,356	-	-

#### First State Indian Subcontinent Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Indian Rupee	248,123,783	28,392	+5	1,420
Sri Lankan Rupee	9,139,440	20,516	+5	1,026
Singapore Dollar	1,201,942	789	+5	39
	258,465,165	49,697	-	2,485

#### First State Indian Subcontinent Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Indian Rupee	153,093,892	363,927	+5	18,196
Singapore Dollar	2,160,253	721	+5	36
Sri Lankan Rupee	14,141,217	-	+5	-
	169,395,362	364,648	-	18,232

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Global Bond Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	-	116,881	+5	5,844
Canadian Dollar	-	383,481	+5	19,174
Danish Krone	-	1,793	+5	90
Euro	-	5,258,724	+5	262,936
Sterling Pound	-	1,053,578	+5	52,679
Japanese Yen	-	5,738,801	+5	286,940
New Zealand Dollar	-	1	+5	-
Swedish Krona	-	164,938	+5	8,247
	-	12,718,197	-	635,910

#### First State Global Bond Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	-	33	+5	2
Canadian Dollar	-	343,005	+5	17,150
Danish Krone	-	1,935	+5	97
Euro	-	6,928,867	+5	346,443
Japanese Yen	-	5,477,924	+5	273,896
New Zealand Dollar	-	1	+5	-
Sterling Pound	-	1,079,000	+5	53,950
Swedish Krona	-	153,288	+5	7,664
	-	13,984,053	-	699,202

#### First State Greater China Growth Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	386,149,633	785,377	-	-
Taiwan Dollar	171,270,453	2,862	+5	143
	557,420,086	788,239	-	143

#### First State Greater China Growth Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	348,934,107	200,023	-	-
Taiwan Dollar	109,232,146	1,376,467	+5	68,823
	458,166,253	1,576,490	-	68,823

#### First State Singapore and Malaysia Growth Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	1,234,984	5	-	-
Malaysian Ringgit	23,340,187	176,146	+5	8,807
Philippine Peso	669,453	-	+5	-
Singapore Dollar	41,344,281	431,743	+5	21,587
Thai Baht	201,149	-	+5	-
	66,790,054	607,894	-	30,394

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Singapore and Malaysia Growth Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	933,372	-	-	-
Malaysian Ringgitt	20,559,827	-	+5	-
Philippine Peso	1,024,249	-	+5	-
Singapore Dollar	37,754,499	81,797	+5	4,090
Thai Baht	168,593	-	+5	-
	60,440,540	81,797	-	4,090

#### First State Asia Innovation Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	1,791,451	-	+5	-
Hong Kong Dollar	12,780,105	224,389	-	-
Indian Rupees	4,687,748	-	+5	-
Korean Won	17,433,455	174	+5	9
Malaysian Ringgit	655,215	-	+5	-
Singapore, Dollars	5,192,945	38,889	+5	1,944
Thai Baht	1,018,905	-	+5	-
New Taiwanese Dollar	19,403,892	76,050	+5	3,803
	62,963,716	339,502	-	5,756

#### First State Asia Innovation Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	1,417,425	-	+5	-
Hong Kong Dollar	18,276,117	129	-	-
Indian Rupee	4,420,767	-	+5	-
Malaysian Ringgit	1,707,372	-	+5	-
New Taiwanese Dollar	16,133,307	441,879	+5	22,094
Singapore Dollar	4,994,373	39,867	+5	1,993
Korean Won	15,696,746	250,511	+5	12,526
Thai Baht	845,579	-	+5	-
	63,491,686	732,386	-	36,613

#### First State Asian Equity Plus Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	295,731,293	662,453	+5	33,123
Hong Kong Dollar	706,575,897	3,424,723	-	-
Indian Rupees	224,965,462	73,518	+5	3,676
Korean Won	349,264,861	(1,705,955)	-	-
Malaysian Ringgit	22,998,340	-	+5	-
Philippine Peso	77,606,411	-	+5	-
Singapore, Dollars	229,390,753	835,898	+5	41,795
Thai Baht	99,487,037	429,364	+5	21,468
New Taiwanese Dollar	484,470,924	13,421	+5	671
	2,490,490,978	3,733,422	-	100,733

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements  
for the year ended 31 December 2010 (continued)

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Asian Equity Plus Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	182,120,542	38,801	+5	1,940
Hong Kong Dollar	605,963,838	3,951,632	-	-
Indian Rupees	141,284,443	-	+5	-
Malaysian Ringgit	35,381,970	-	+5	-
New Taiwanese Dollar	257,092,057	(252,626,235)	+5	(12,631,312)
Philippine Peso	42,356,783	214,739,930	+5	10,736,997
Singapore Dollar	164,686,265	(122,329,482)	+5	(6,116,474)
Korean Won	217,982,296	(52,593,165)	+5	(2,629,658)
Sri Lanka Rupee	4,465,822	213,516,540	+5	10,675,827
Thai Baht	59,660,358	-	+5	-
	1,710,994,374	4,698,021	-	37,320

The First State Asian Quality Bond Fund had no exposure to foreign currency risk as at 31 December 2010 and 31 December 2009.

#### First State Hong Kong Dollar Bond Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	-	10,217,839	-	-
	-	10,217,839	-	-

#### First State Hong Kong Dollar Bond Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	-	12,137,899	-	-
	-	12,137,899	-	-

The First State Global Emerging Markets Debt Fund had no exposure to foreign currency risk at 31 December 2010 and 31 December 2009.

#### First State Global Emerging Markets Leaders Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	17,343,445	-	+5	-
Brazilian Real	39,311,016	247,162	+5	12,358
Swiss Franc	17,762,253	670	+5	34
Chilean Pesos	2,634,376	-	+5	-
Czech Koruna	5,553,369	51	+5	3
Egyptian Pound	8,873,831	-	+5	-
Euro	25,470,261	3,143	+5	157
Sterling Pound	13,949,411	209	+5	10
Hong Kong Dollar	69,387,427	223	-	-
Israeli Shekel	8,876,969	-	+5	-
Indian Rupee	59,000,773	-	+5	-
South Korean Won	103,460,128	696	+5	35
Mexican Peso	10,982,516	158	+5	8
Malaysian Ringgit	6,995,325	-	+5	-
Philippine Peso	13,175,341	-	+5	-
Poland Zlotych	13,526,000	-	+5	-
Thai Baht	23,788,977	-	+5	-
Turkish New Lira Taiwanese Dollar	9,009,147	1,166	+5	58
	152,030,602	6,098,376	+5	304,919
South Africa Rand	108,823,457	385	+5	19
	709,954,624	6,352,239	-	317,601

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Global Emerging Markets Leaders Fund

Currency	2009		Change in Currency Rate %	Effect on Net Asset Value US\$
	Non-Monetary US\$	Monetary US\$		
Australian Dollar	1,568,886	(95,629)	+5	(4,781)
Brazilian Real	37,453,992	582,949	+5	29,147
Czech Koruna	5,325,621	52	+5	3
Egyptian Pound	7,990,768	-	+5	-
Euro	16,747,682	2,927	+5	146
Hong Kong Dollar	40,032,453	(81,410)	-	-
Hungarian Forint	4,636,458	387,620	+5	19,381
Indian Rupee	36,292,983	-	+5	-
Israeli Shekel	7,669,383	16	+5	1
Malaysian Ringgit	13,811,221	267,900	+5	13,395
Mexican Peso	15,487,149	150	+5	8
Philippine Peso	10,905,693	-	+5	-
South Africa Rand	48,222,623	(88,072)	+5	(4,404)
South Korean Won	54,253,740	654	+5	33
Sterling Pound	1,340,707	235	+5	12
Taiwanese Dollar	76,347,487	55,328	+5	2,766
Thai Baht	13,938,921	-	+5	-
Turkish New Lira	13,641,920	1,202	+5	60
	405,667,687	1,033,922	-	55,767

#### First State Global Resources Fund

Currency	2010		Change in Currency Rate %	Effect on Net Asset Value US\$
	Non-Monetary US\$	Monetary US\$		
Australian Dollar	44,998,448	16,148	+5	807
Brazil, Brazil Real	4,265,655	20,895	+5	1,045
Canada, Dollars	66,543,444	42,937	+5	2,147
Euro	-	235	+5	12
Sterling Pound	77,492,351	6,191	+5	310
Hong Kong Dollar	9,788,175	107,170	-	-
South Africa Rand	4,037,414	1,318	+5	66
	207,125,487	194,894	-	4,387

#### First State Global Resources Fund

Currency	2009		Change in Currency Rate %	Effect on Net Asset Value US\$
	Non-Monetary US\$	Monetary US\$		
Australian Dollar	30,528,267	48,344	+5	2,417
Canadian Dollar	38,756,149	39,848	+5	1,992
Euro	-	254	+5	13
Hong Kong Dollar	12,681,672	970	-	-
Indian Rupee	1,798,011	-	+5	-
Indonesian Rupiah	296,538	-	+5	-
South Africa Rand	4,788,820	251	+5	13
Sterling Pound	58,349,886	31	+5	2
	147,199,343	89,698	-	4,437

The First State Global Property Securities Fund had no exposure to foreign currency risk at 31 December 2010 and 31 December 2009.

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements

for the year ended 31 December 2010 (continued)

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Asian Property Securities Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	8,450,876	104,760	+5	5,238
Hong Kong Dollar	12,579,095	23,116	-	-
Japanese Yen	9,310,661	11,467	+5	573
Philippine Peso	182,072	-	+5	-
Singapore, Dollars	4,166,417	8,379	+5	419
Sterling Pound	-	1,550	+5	78
	34,689,121	149,272	-	6,308

#### First State Asian Property Securities Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	9,306,240	139,292	+5	6,965
Hong Kong Dollar	15,240,533	38,331	-	-
Japanese Yen	9,131,822	36,565	+5	1,828
Singapore Dollar	4,015,095	3,770	+5	189
Sterling Pound	-	1,617	+5	81
	37,693,690	219,575	-	9,063

#### First State China Focus Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	77,622,534	1,669	-	-
New Taiwanese Dollar	4,306,808	154,575	+5	7,729
Singapore Dollar	3,177,794	1,046	+5	52
Sterling Pound	-	177	+5	9
	85,107,136	157,467	-	7,790

#### First State China Focus Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Hong Kong Dollar	69,240,895	1,645	-	-
New Taiwanese Dollar	3,550,359	200,241	+5	10,012
Singapore Dollar	-	713	+5	36
Sterling Pound	-	185	+5	9
	72,791,254	202,784	-	10,057

#### First State Global Listed Infrastructure Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	1,428,779	14,684	+5	734
Canadian Dollar	209,484	4,526	+5	226
Swiss Franc	913,829	80	+5	4
Euro	9,848,807	171,882	+5	8,594
Hong Kong Dollar	2,700,660	23,525	+5	1,176
Sterling Pound	829,437	-	-	-
Japanese Yen	3,580,407	12	+5	1
New Zealand Dollars	288,795	777	+5	39
	19,800,198	215,486	-	10,774

## 8. Risk arising from financial instruments (continued)

### (b) Foreign Currency Risk (continued)

#### First State Global Listed Infrastructure Fund

Currency	2009 Non-Monetary US\$	2009 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	1,096,410	10,055	+5	503
Canadian Dollar	514,238	7,225	+5	361
Euro	10,729,794	1,589	+5	79
Hong Kong Dollar	340,130	-	-	-
Japanese Yen	2,403,843	11	+5	1
New Zealand Dollar	336,713	728	+5	36
Sterling Pound	2,089,628	22,395	+5	1,120
Swiss Franc	793,201	62	+5	3
	18,303,957	42,065	-	2,103

#### First State Global Emerging Market Select Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	1,157,243	-	+5	-
Brazilian Real	1,264,407	6,413	+5	321
Swiss Franc	976,245	5,523	+5	276
Czech Koruna	611,785	-	+5	-
Euro	1,909,717	(54)	+5	(3)
Sterling Pound	1,097,310	(7)	+5	-
Hong Kong Dollar	1,787,569	-	-	-
South Korean Won	3,141,166	-	+5	-
Phillipine Peso	371,260	-	+5	-
Polish Zloti	1,063,758	-	+5	-
Thai Baht	902,232	-	+5	-
Taiwanese Dollar	4,336,791	62,877	+5	3,144
South African Rand	4,201,300	8,885	+5	444
	22,820,783	83,637	-	4,182

#### First State Asia Pacific Select Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	3,561,110	(8,388)	+5	(419)
HongKongDollar	3,050,696	10,029	-	-
Indonesian Rupiah	147,741	400	+5	20
South Korean Won	1,410,496	-	+5	-
Malaysian Ringgit	205,676	-	+5	-
Philippine Peso Singapore Dollar	105,824	-	+5	-
	1,636,068	9,848	+5	492
Thai Baht	708,796	-	+5	-
Taiwan Dollar	1,107,990	38,459	+5	1,923
	11,934,397	50,348	-	2,016

#### First State Global Agribusiness Fund

Currency	2010 Non-Monetary US\$	2010 Monetary US\$	Change in Currency Rate %	Effect on Net Asset Value US\$
Australian Dollar	826,140	1,544	+5	77
Brazilian Real	957,409	2,093	+5	105
Canadian Dollar	4,938,459	1,270	+5	64
Chilean Peso	304,032	939	+5	47
Chinese Renminbi Yuan	-	1,339	+5	67
Sterling Pound	-	3	+5	-
Euro	105,513	-	+5	-
Hong Kong Dollar	707,275	-	-	-
Israeli Shekel	325,701	2,058	+5	103
Japanese Yen	786,596	1	+5	-
Malaysian Ringgit	677,402	-	+5	-
Norwegian Kroner	1,410,245	1,493	+5	75
Swedish Krona	320,399	1,488	+5	74
Swedish Krona	2,039,155	1,529	+5	76
	13,398,326	13,757	-	688

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 8. Risk arising from financial instruments (continued)

#### (c) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The majority of the assets of the Funds are equity shares which neither pay interest nor have a maturity date apart from the First State Global Bond Fund, First State High Quality Bond Fund, First State Long Term Bond Fund, First State Asian Bond Fund, First State Asian Quality Bond Fund, First State Hong Kong Dollar Bond Fund and First State Global Emerging Markets Debt Fund.

The fair values of the Company's fixed income investments will fluctuate in response to changes in market interest rates. Increases and decreases in prevailing interest rates generally translate into decreases and increases in fair values of those instruments. Additionally fair values of interest rate sensitive instruments may be affected by the creditworthiness of the issuer, prepayment options, relative values of alternative investments, the liquidity of the instrument and other general market conditions. Fixed interest rate investments may be more sensitive to interest rate changes than variable rate investments.

The Company's strategy is to acquire fixed income securities that are attractively priced in relation to the perceived credit risk. The Investment Manager recognises and accepts that losses may occur. The Company may utilise derivative products, such as interest rate swaps, to manage interest rate risks on a limited basis. No such derivative products were utilised as at 31 December 2010 and 31 December 2009.

The Investment Manager mitigates interest rate risk by constructing a diversified portfolio of fixed income securities with differing modified duration and term to maturity characteristics, which acts to reduce the Funds' overall exposure to interest rate risk. The Investment Manager constantly monitors its view of the Funds' exposure to interest rate risk and makes decisions accordingly about the composition of the Funds' portfolio of fixed income securities in order to ensure the interest rate risk in the portfolio is maintained at an appropriate level.

The First State Global Bond Fund, First State High Quality Bond Fund, First State Long Term Bond Fund, First State Asian Bond Fund, First State Asian Quality Bond Fund, First State Hong Kong Dollar Bond Fund and the First State Global Emerging Markets Debt Fund hold a majority of their assets in bonds. The following tables set out the interest profile of these financial assets at 31 December 2010 with comparative figures as at 31 December 2009. An estimate is also given of the effects of a hypothetical 100 basis points increase and decrease in interest rates on assets that are subject to interest rate risk.

The basis of the calculation is using the modified duration of the Fund as a whole (being a weighted average of the modified duration of each security and the cash holding). No specific assumptions have been made on the durations other than that all securities make coupon and capital payments in line with their contractual requirements. In using this method to show sensitivity to interest rate movements, it has been assumed that an interest rate movement on the scale shown is replicated for each security to the same amount.

## 8. Risk arising from financial instruments (continued)

### (c) Interest rate risk (continued)

This last assumption is the key limitation of using this methodology, since any general movement in interest rates may result in a different movement in the rate for different securities; however it is believed to be the most appropriate method of illustrating the effect of a theoretical movement in rates and therefore the overall interest rate sensitivity of each Fund.

#### First State Global Bond Fund as of 31 December 2010

Currency	Total	Floating rate	Fixed rate	Financial
	US\$	assets	assets	assets on
	US\$	US\$	US\$	which no
				interest is
				paid
				US\$
Canadian				
Dollar	338,275	-	338,275	-
Euro	5,065,378	-	2,528,999	2,536,379
Japanese Yen	5,565,006	-	5,565,006	-
Sterling				
Pound	1,007,510	-	1,007,510	-
Swedish				
Krona	144,452	-	144,452	-
US Dollar	4,472,839	-	3,173,347	1,299,492
	16,593,460	-	12,757,589	3,835,871

Currency	Fixed rate financial	Fixed rate financial
	assets weighted	assets weighted
	average interest	average period for
	rate	which rate is fixed
Canadian		
Dollar	4.25%	7.12 years
Euro	4.08%	12.27 years
Japanese Yen	1.34%	9.25 years
Sterling Pound	3.62%	9.89 years
Swedish Krona	4.50%	4.68 years
US Dollar	2.66%	9.3 years

#### First State Global Bond Fund as of 31 December 2009

Currency	Total	Floating rate	Fixed rate	Financial
	US\$	assets	assets	assets on
	US\$	US\$	US\$	which no
				interest is
				paid
				US\$
Canadian				
Dollar	311,493	-	311,493	-
Euro	6,707,243	-	5,844,158	863,085
Japanese Yen	4,927,147	-	4,927,147	-
Sterling				
Pound	1,023,825	-	1,023,825	-
Swedish				
Krona	137,507	-	137,507	-
US Dollar	4,213,701	-	2,013,900	2,199,801
	17,320,916	-	14,258,030	3,062,886

Currency	Fixed rate financial	Fixed rate financial
	assets weighted	assets weighted
	average interest	average period for
	rate	which rate is fixed
Canadian		
Dollar	4.25%	8.54 years
Euro	4.75%	7.65 years
Japanese Yen	1.52%	7.68 years
Sterling Pound	4.41%	11.39 years
Swedish Krona	4.50%	5.69 years
US Dollar	3.06%	10.18 years

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$809,662, arising substantially from the increase in market values of debt securities (2009: US\$858,149). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 8. Risk arising from financial instruments (continued)

#### (c) Interest rate risk (continued)

##### First State High Quality Bond Fund as of 31 December 2010

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	57,132,593	936,300	51,698,218	4,498,075
	57,132,593	936,300	51,698,218	4,498,075

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	4.93%	7.88 years

##### First State High Quality Bond Fund as of 31 December 2009

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	55,398,561	1,494,572	49,404,354	4,499,635
	55,398,561	1,494,572	49,404,354	4,499,635

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	5.27%	8.46 years

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$2,766,826, arising

substantially from the increase in market values of debt securities (2009: US\$3,294,320). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

##### First State Long Term Bond Fund as of 31 December 2010

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	128,006,211	-	111,013,066	16,993,145
	128,006,211	-	111,013,066	16,993,145

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	4.11%	12.66 years

##### First State Long Term Bond Fund as of 31 December 2009

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	121,543,465	-	87,313,195	34,230,270
	121,543,465	-	87,313,195	34,230,270

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	5.28%	13.44 years

## 8. Risk arising from financial instruments (continued)

### (c) Interest rate risk (continued)

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$9,785,730, arising substantially from the increase in market values of debt securities (2009: US\$8,684,456). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

#### First State Asian Bond Fund as of 31 December 2010

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	30,794,243	3,806,013	26,988,230	-
	30,794,243	3,806,013	26,988,230	-

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	6.47%	3.8 years

#### First State Asian Bond Fund as of 31 December 2009

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	22,281,803	4,059,250	17,422,585	799,968
	22,281,803	4,059,250	17,422,585	799,968

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	7.23%	8.46 years

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$1,607,256, arising substantially from the increase in market values of debt securities (2009: US\$1,521,074). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

#### First State Asian Quality Bond Fund as of 31 December 2010

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	568,815,307	165,281,569	403,533,738	-
	568,815,307	165,281,569	403,533,738	-

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	5.93%	3.13 years

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements  
for the year ended 31 December 2010 (continued)

## 8. Risk arising from financial instruments (continued)

### (c) Interest rate risk (continued)

#### First State Asian Quality Bond Fund as of 31 December 2009

Currency	Total US\$	Floating rate	Fixed rate	Financial assets on which no interest is paid
		Financial assets US\$	Financial assets US\$	US\$
US Dollar	436,776,293	208,231,631	228,544,662	-
	436,776,293	208,231,631	228,544,662	-

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	6.71%	6.51 years

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$23,267,374, arising substantially from the increase in market values of debt securities (2009: US\$30,280,079). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

#### First State Hong Kong Dollar Bond Fund as of 31 December 2010

Currency	Total US\$	Floating rate	Fixed rate	Financial assets on which no interest is paid
		Financial assets US\$	Financial assets US\$	US\$
Hong Kong Dollar	10,150,936	-	10,022,293	128,643
	10,150,936	-	10,022,293	128,643

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
Hong Kong Dollar	3.98%	4.98 years

#### First State Hong Kong Dollar Bond Fund as of 31 December 2009

Currency	Total US\$	Floating rate	Fixed rate	Financial assets on which no interest is paid
		Financial assets US\$	Financial assets US\$	US\$
Hong Kong Dollar	11,384,291	262,239	10,219,386	902,666
	11,384,291	262,239	10,219,386	902,666

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
Hong Kong Dollar	4.07%	5.23 years

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$493,861, arising substantially from the increase in market values of debt securities (2009: US\$438,683). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

## 8. Risk arising from financial instruments (continued)

### (c) Interest rate risk (continued)

#### First State Global Emerging Markets Debt Fund as of 31 December 2010

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	7,199,183	-	7,199,183	-
	7,199,183	-	7,199,183	-

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	7.89%	13.81 years

#### First State Global Emerging Markets Debt Fund as of 31 December 2009

Currency	Total US\$	Floating rate Financial assets US\$	Fixed rate Financial assets US\$	Financial assets on which no interest is paid US\$
US Dollar	6,331,779	-	6,331,779	-
	6,331,779	-	6,331,779	-

Currency	Fixed rate financial assets weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar	8.21%	14.96 years

At 31 December 2010, should interest rates have lowered by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable shares for the year would amount to approximately US\$523,347, arising substantially

from the increase in market values of debt securities (2009: US\$470,432). An increase in interest rates of 100 basis points would have had an equal but opposite effect.

In accordance with the Company's policy, the Investment Manager monitors the Company's overall market risk on a daily basis, and the Board of Directors reviews it on a quarterly basis. There were no changes in the market risk management policies and procedures from the prior year ended 31 December 2009.

### (d) Credit risk

The Company takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Impairment provisions are provided for losses that have been incurred by the Balance Sheet date, if any.

The Company's investments in fixed income securities are subject to credit risk. Credit risk reflects the possibility that a borrower will not be able to meet its obligation to make payments of interest or principal when they fall due. The Investment Manager analyses the credit risk of the Company's fixed income investments prior to purchase and continue to monitor developments in credit quality subsequently.

Credit risk also represents the loss that the Company would incur if a counterparty failed to perform its contractual obligation to the Company. To reduce the Company's counterparty credit exposures, securities trading is primarily conducted on recognised exchanges and on a delivery-versus-payment basis. In addition, the Investment Manager seeks to enter into netting agreements with counterparties that would allow receivables and payables to that counterparty to be offset.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### 8. Risk arising from financial instruments (continued)

#### (d) Credit risk (continued)

To measure and manage the Company's credit exposures, the Investment Manager primarily uses credit limits. While the Company's investment activities expose it to many different industries and counterparties, the Company routinely executes a high volume of transactions with counterparties in the financial services industry, including brokers and dealers and commercial banks, resulting in significant relative credit concentration with respect to this industry. In the ordinary course of business, the Company may also be subject to a concentration of credit risk to a particular counterparty, borrower or issuer; however the Investment Manager controls this exposure through the use of counterparty, credit and issuer limits. In general the limits applied (expressed as a value of each Fund) are 10% to individual issuers, 20% to deposit taking financial institutions, 5% (or 10% if an approved bank) to OTC derivative counterparties, and 20% to combined issuers/counterparties. Lower limits may be applied to individual issuers or counterparties if the Investment Manager feels it prudent to do so.

The Company's assets are safeguarded and held by the Custodian. The Investment Manager analyses the Credit risk of the Company's Custodian prior to appointment and continues to monitor developments in its credit quality subsequently. In addition the Investment Manager makes use from time to time of money market or exchange-traded funds or the placing of monies on deposit both in order to maximise return and to diversify the exposure of such assets. The Investment Manager only places deposits with approved banks with a short-term credit

rating of P-1 and utilises money market funds with a rating of AAA. The Custodian has a short-term credit rating of P-1.

All transactions in listed securities are settled/paid for upon delivery using the approved Custodian. The risk of default is considered minimal, as delivery of securities sold is only made once the custodian has received payment. Payment is made on a purchase once the securities have been received by the custodian. The trade will fail if either party fails to meet its obligation. Substantially all of the securities and cash of the Company are held by HSBC. Bankruptcy or insolvency of HSBC may cause the Company's rights with respect to securities and cash held by HSBC to be delayed or limited.

The carrying amounts of the financial assets best represent the maximum credit risk exposure at the balance sheet date. Details of the Company's financial assets exposed to credit risk are shown in the assets section of the current and prior year Balance Sheets on pages 135-142.

In accordance with the respective Fund's policy, the Investment Manager monitors the Fund's credit position on daily basis. There were no changes in the credit risk management policies and procedures from the prior year ended 31 December 2009.

**8. Risk arising from financial instruments (continued)**

**(d) Credit risk (continued)**

The First State Global Bond Fund, First State High Quality Bond Fund, First State Long Term Bond Fund, First State Asian Bond Fund, First State Asian Quality Bond Fund, First State Hong Kong Dollar Bond Fund and the First State Global Emerging Markets Debt Fund hold a majority of their assets in debt securities. An analysis of these debt securities portfolios by credit rating as provided by Standard & Poor's or Moody's is shown in the following tables. This analysis is performed on the basis of the respective published net asset value as calculated in accordance with the provisions of the Company's regulations.

**First State Global Bond Fund**

**Portfolio by rating category**

Rating	2010	2009
AAA	40.33%	64.09%
AA+	0.82%	4.87%
AA	23.51%	23.04%
A+	5.30%	4.91%
A-1+	15.28%	–
N/A	14.76%	3.09%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

**First State High Quality Bond Fund**

**Portfolio by rating category**

Rating	2010	2009
AAA	48.12%	32.58%
AA+	0.37%	0.84%
AA	2.91%	8.54%
AA-	4.79%	2.39%
A+	10.02%	14.77%
A	5.31%	8.53%
A-	14.52%	11.37%
BBB+	10.55%	9.46%
BBB	2.99%	2.54%
BBB-	0.42%	–
N/A	–	8.98%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

**First State Long Term Bond Fund**

**Portfolio by rating category**

Rating	2010	2009
AAA	92.66%	89.45%
AA+	–	0.89%
AA	2.26%	2.28%
AA-	0.87%	0.92%
A+	3.72%	3.74%
A	0.49%	0.51%
N/A	–	2.21%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

# First State Global Umbrella Fund p.l.c.

Notes Forming Part of the Financial Statements  
for the year ended 31 December 2010 (continued)

## 8. Risk arising from financial instruments (continued)

### (d) Credit risk (continued)

#### First State Asian Bond Fund

##### Portfolio by rating category

Rating	2010	2009
AAA	1.60%	4.54%
AA+	–	1.08%
AA	0.33%	0.44%
AA-	1.22%	0.80%
A+	1.69%	1.50%
A	16.11%	19.37%
A-	17.52%	12.14%
BBB+	5.04%	1.27%
BBB	11.66%	9.38%
BBB-	5.29%	3.88%
BB+	4.51%	5.73%
BB	23.64%	4.62%
BB-	1.96%	22.30%
B+	2.63%	2.75%
B	–	1.47%
N/A	6.80%	8.73%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

#### First State Hong Kong Dollar Bond

##### Portfolio by rating category

Rating	2010	2009
AAA	21.29%	2.43%
AA+	14.47%	44.72%
AA	10.94%	13.57%
AA-	1.28%	5.85%
A+	14.37%	12.64%
A	9.78%	13.72%
A-	2.72%	4.18%
BBB+	–	0.54%
A-2	1.27%	–
BBB	1.38%	2.35%
N/A	22.50%	–
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

#### First State Asian Quality Bond Fund

##### Portfolio by rating category

Rating	2010	2009
AAA	2.43%	1.36%
AA+	–	0.96%
AA	1.13%	0.66%
AA-	0.95%	0.84%
A+	6.15%	6.12%
A	24.53%	23.08%
A-	20.73%	13.63%
BBB+	9.35%	8.85%
BBB	19.83%	24.91%
BBB-	5.55%	3.83%
BB+	–	1.91%
N/A	9.35%	13.85%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

#### First State Global Emerging Markets Debt Fund

##### Portfolio by rating category

Rating	2010	2009
AAA	8.10%	–
AA+	–	9.11%
A-	8.72%	6.85%
BBB	21.78%	19.31%
BBB-	24.18%	20.92%
BB	30.38%	–
BB-	4.22%	37.98%
B	2.62%	–
B-	–	2.37%
N/A	–	3.46%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

### (e) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

## 8. Risk arising from financial instruments (continued)

### (e) Liquidity risk (continued)

The Company is exposed to daily cash redemptions of redeemable shares. It therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of; it invests only a limited proportion of its assets in investments not actively traded on a stock exchange. The Company's listed securities are considered readily realisable as they are listed on major stock exchanges.

The Company's policy with regard to liquidity is to ensure continuity of funding. Short term flexibility is achieved through overdraft facilities. The Company's assets comprise mainly of readily realisable securities which can be sold freely to meet funding commitments if necessary. Liquidity positions are monitored on a daily basis and action taken as necessary to maintain an adequate level of liquidity to meet all known funding requirements.

In accordance with the respective Company's policy, the Investment Manager monitors the Company's liquidity position on a daily basis. There were no changes in the liquidity risk management policies and procedures from the prior year ended 31 December 2009.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period at the Balance Sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Derivatives settled gross include forward currency contracts. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant. This analysis has been

prepared on the basis of the Company as a whole rather than for each Fund as the majority of the financial liabilities for each respective Fund are due within one month and have common contractual maturity dates.

#### At 31 December 2010

	Less than 1 month US\$	1-3 months US\$	No stated maturity US\$
<i>Financial liabilities</i>			
Bank Overdrafts	-	-	606,755
Financial liability at fair value through profit or loss*	-	639,877	-
Due to Brokers	48,851,879	-	-
Due to Shareholders	45,663,370	-	-
Due to Investment Manager	-	15,239,205	-
Accrued expenses	-	1,537,224	568,059
Redeemable shares	11,249,377,448	-	-
<b>Total</b>	<b>11,343,892,697</b>	<b>17,416,306</b>	<b>1,174,814</b>

\* This represents the net cash outflow on futures as at 31 December 2010.

#### At 31 December 2009

	Less than 1 month US\$	1-3 months US\$	No stated maturity US\$
<i>Financial liabilities</i>			
Bank Overdrafts	-	-	2,595,252
Financial liability at fair value through profit or loss	-	407,244	-
Due to Brokers	10,547,556	-	-
Due to Shareholders	57,545,984	-	-
Due to Investment Manager	-	10,728,929	-
Dividends payable	59,015	-	-
Accrued expenses	-	1,069,394	546,337
Redeemable shares	8,051,040,948	-	-
<b>Total</b>	<b>8,119,193,503</b>	<b>12,205,567</b>	<b>3,141,589</b>

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements

### for the year ended 31 December 2010 (continued)

#### **8. Risk arising from financial instruments (continued)**

##### **(f) Fair value**

All the financial assets and liabilities of the Company are stated at fair value at 31 December 2010. Gains and losses on financial assets are shown on the Income Statement on pages 143-150.

#### **9. Derivative Contracts**

##### **Futures contracts**

Futures contract are commitments either to purchase or sell a designated financial instrument, currency, commodity or an index at a specified future date for a specified price and may be settled in cash or another financial asset. Futures are standardised exchange-traded contracts. Initial margin requirements for futures are met in cash or other instruments, and changes in the future contract values are settled daily. Futures contracts have little credit risk because the counterparties are futures exchanges.

Futures contract result in exposure to market risk based on changes in market prices relative to contracted amounts. Market risks arise due to the possible movement in foreign currency exchange rates, indices, and securities' values underlying these instruments. In addition, because of the low margin deposits normally required in relation to notional

contract sizes, a high degree of leverage may be typical of a futures or forward trading account. As a result, a relatively small price movement in an underlying of a futures contract may result in substantial losses to the Company. Futures trading may also be illiquid. Certain futures exchanges do not permit trading in particular futures contracts at prices that represent a fluctuation in price during a single day's trading beyond certain set limits. If prices fluctuate during a single day's trading beyond those limits, the Company could be prevented from promptly liquidating unfavourable positions and thus could be subject to substantial losses.

Notional amounts are the underlying reference amounts to stock exchange indices, equities and foreign currencies upon which the fair value of the futures, and forward contracts traded by the Company are based. While notional amounts do not represent the current fair value and are not necessarily indicative of the future cash flows of the Company's futures and forward contracts, the underlying price changes in relation to the variables specified by the notional amounts affect the fair value of these derivative financial instruments.

The fair value of futures contracts entered into by the Company as at 31 December 2010 are disclosed in the Schedule of Investments. The counterparty for all futures contracts is HSBC.

## 10. Cash and Cash Equivalents

Bank balances were held with HSBC Bank Plc, HSBC Institutional Trust Services (Asia) Limited (a wholly owned subsidiary of HSBC Holdings Plc), The Hong Kong & Shanghai Banking Corporation (Mumbai, India) for Indian cash, The Hong Kong & Shanghai Banking Corporation (Taipei, Taiwan) for Taiwan cash and The Hong Kong & Shanghai Banking Corporation Limited (Seoul, South Korea) for South Korean Won cash. Cash margin of US\$5,691,231 (2009: US\$2,646,232) is held with HSBC as at 31 December 2010. This includes collateral for futures positions held in respect of Global Bond Fund, High Quality Bond Fund, Long Term Bond Fund, Asian Bond Fund, Asian Quality Bond Fund and Global Emerging Markets Debt Fund.

Any temporary overdraft balances are secured by way of a charge on the cash and securities of the Company. The Company does not have any securitised collateral arrangements.

## 11. Cross Liability

The Company introduced segregated liability between the various Funds during 2007. As such the Company generally will not be liable as a whole to third parties as there is no cross-liability between the Funds.

## 12. Delegation to Sub-investment Managers

The Investment Manager has delegated the investment management of certain Funds to First State Investment Management (UK) Limited and First State Investments (Singapore), both of which are wholly owned subsidiaries of the Commonwealth Bank of Australia group of companies.

The table below sets out the details of the Funds which are managed by the Investment Manager or which are delegated to each of the sub-investment managers:

Investment Manager/ Sub-Investment Managers	Funds
First State Investments (Hong Kong) Limited	First State Asian Equity Plus Fund First State China Growth Fund First State China Focus Fund First State Greater China Growth Fund First State Hong Kong Growth Fund First State Asian Bond Fund First State Asian Quality Bond Fund First State Global Emerging Markets Debt Fund First State Hong Kong Dollar Bond Fund
First State Investments (Singapore)	First State Asian Growth Fund First State Asia Innovation Fund First State Singapore and Malaysia Growth Fund
First State Investments Management (UK) Limited	First State Global Opportunities Fund First State Indian Subcontinent Fund First State Global Emerging Markets Leaders Fund
Colonial First State Investments Limited	First State Global Bond Fund First State High Quality Bond Fund First State Long Term Bond Fund First State Global Resources Fund First State Global Property Securities Fund First State Asian Property Securities Fund First State Global Listed Infrastructure Fund

## 13. Comparatives

The Comparative figures relate to the year ended 31 December 2009.

## 14. Significant Events during the year

The Company launched two new sub-funds, First State Asia Pacific Select Fund and First State Global Emerging Markets Select Fund's on 11 March 2010. The First State Global Agribusiness Fund was launched on 7 April 2010.

Mr. Lindsay Mann resigned as a Director on 5 January 2010. Mr. Michael Stapleton was appointed as a Director on 14 April 2010.

# First State Global Umbrella Fund p.l.c.

## Notes Forming Part of the Financial Statements for the year ended 31 December 2010 (continued)

### **15. Subsequent Events**

There have been no material events that took place since the year end.

### **16. Approval of the Financial Statements**

The Financial Statements were approved by the Board of Directors on 15 April 2011.

# First State Global Umbrella Fund p.l.c.

## Custodian's Report to the Shareholders

We have enquired into the conduct of First State Global Umbrella Fund plc (the "Company") for the year ended 31 December 2010, in our capacity as Custodian to the Company.

This report including the opinion, has been prepared for and solely for the shareholders in the Company as a body, in accordance with the Central Bank of Ireland UCITS Notice 4 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

### **Responsibilities of the Custodian**

Our duties and responsibilities are outlined in the Central Bank of Ireland UCITS 4. One of those duties is to enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion, the Company has been managed, in that period, in accordance with the provisions of the Company's Memorandum and Articles of Association and the UCITS Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not so complied we as Custodian must state why this is the case and outline the steps which we have taken to rectify the situation.

### **Basis of Custodian Opinion**

The Custodian conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in UCITS Notice 4 and to ensure that, in all material respects, the Company has been managed (i) in accordance with the limitations imposed on its investment and borrowing powers by the provision of its constitutional documentation and the appropriate regulations and (ii) otherwise in accordance with the Company's constitutional documentation and the appropriate regulations.

### **Opinion**

In our opinion, First State Global Umbrella Fund plc has been managed during the year ended 31 December 2010, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum & Articles of Association and by the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2003, as amended, ("the Regulations"); and
- (ii) otherwise in accordance with the provisions of the Memorandum & Articles of Association and the Regulations.

### **On behalf of**

HSBC Institutional Trust Services (Ireland) Limited  
1 Grand Canal Square  
Grand Canal Harbour  
Dublin 2  
Ireland

15 April 2011

# First State Global Umbrella Fund p.l.c.

## Independent Auditors' Report to the Members of First State Global Umbrella Fund plc (the "Company")

We have audited the Company's financial statements for the year ended 31 December 2010 which comprise the Balance Sheet, the Income Statement, the Statement of Changes in Net Assets Attributable to Participating Shareholders, the Distribution Statement, the Portfolio of Investments and the related notes. These financial statements have been prepared under the accounting policies set out therein.

### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable Irish law, the Hong Kong Code on Unit Trusts and Mutual Funds and the accounting standards issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 193 of the Companies Act, 1990 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with Irish statute comprising the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 as amended and the Hong Kong on Unit Trusts and Mutual Funds. We state whether we have obtained all the information and explanations we consider necessary for the purposes of our audit, and whether the financial statements are in agreement with the books of account. We also report to you our opinion as to:

- whether the Company has kept proper books of account; and
- whether the directors' report is consistent with the financial statements.

We also report to you if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and where practicable, include such information in our report.

We read the other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

## **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

## **Opinion**

In our opinion the financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland, of the state of the Company's affairs at 31 December 2010 and of its results for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 as amended and the Hong Kong Code on Unit Trusts and Mutual Funds.

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion proper books of account have been kept by the Company. The Company's financial statements are in agreement with the books of account.

In our opinion the information given in the directors' report is consistent with the financial statements.

PricewaterhouseCoopers  
Chartered Accountants and Registered Auditors  
Dublin

20 April 2011

# First State Global Umbrella Fund p.l.c.

## Independent Auditors' Report to the Members of First State Global Umbrella Fund plc (the "Company") (continued)

The financial statements of the Company may be included on the website of First State Investments ([www.firststate.co.uk](http://www.firststate.co.uk)). The work carried out by the Auditors does not involve consideration of the maintenance and integrity of the Company's financial information which has been included on the aforementioned website. Accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the aforementioned website.

Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# First State Global Umbrella Fund p.l.c.

## Directory

### FIRST STATE GLOBAL UMBRELLA FUND P.L.C.

REGISTERED OFFICE: 1 GRAND CANAL SQUARE, GRAND CANAL HARBOUR, DUBLIN 2

#### INVESTMENT MANAGER

First State Investments  
(Hong Kong) Limited  
Sixth Floor, Three Exchange Square  
Central  
Hong Kong

#### SUB-INVESTMENT MANAGERS

First State Investment (Singapore)  
One Temasek Avenue  
#17-01 Millenia Tower  
Singapore 039192

First State Investment Management (UK) Limited  
23 St Andrew Square  
Edinburgh EH2 1BB  
Scotland

Colonial First State Investments Limited  
Level 29  
Colonial Centre  
52 Martin Place  
Sydney  
New South Wales  
2000  
Australia

#### DIRECTORS

\*Peter Blessing (Irish)  
Greg Cooper (British)  
Lindsay Mann (Australian)  
(Resigned on 5 January 2010)  
\*Hans Vogel (German)  
Michael Stapleton (Australian)  
(Appointed 14 April 2010)

\*Irish Resident and Independent  
Non-Executive Directors

#### LEGAL ADVISERS IN IRELAND

Arthur Cox  
Earlsfort Centre  
Earlsfort Terrace  
Dublin 2  
Ireland

#### ADMINISTRATOR, SECRETARY AND REGISTRAR

HSBC Securities Services (Ireland) Limited  
1, Grand Canal Square, Grand Canal Harbour  
Dublin 2  
Ireland

#### CUSTODIAN

HSBC Institutional Trust Services (Ireland) Limited  
1, Grand Canal Square, Grand Canal Harbour  
Dublin 2  
Ireland

#### INDEPENDENT AUDITORS

PricewaterhouseCoopers  
Chartered Accountants  
and Registered Auditors  
One Spencer Dock, North Wall Quay  
Dublin 1  
Ireland

#### DISTRIBUTORS

##### LONDON OFFICE

First State Investments (UK) Limited  
3rd Floor  
30 Canon Street  
London EC4M 6YQ  
England

##### EDINBURGH OFFICE

First State Investments (UK) Limited  
23 St Andrew Square  
Edinburgh EH2 1BB  
Scotland

##### HONG KONG OFFICE

First State Investments (Hong Kong) Limited  
Sixth Floor  
Three Exchange Square  
Central  
Hong Kong

##### SINGAPORE OFFICE

First State Investments (Singapore)  
One Temasek Avenue  
#17-01 Millenia Tower  
Singapore 039192

# First State Global Umbrella Fund p.l.c.

## Notice of Annual General Meeting

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION**

**If you are in any doubt about the course of action to take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional advisor.**

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## **FIRST STATE GLOBAL UMBRELLA FUND PLC**

### **Annual General Meeting**

**30 June 2011**

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If you have sold or transferred your shares in First State Global Umbrella Fund plc, please pass this document at once to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected, for transmission to the purchaser or transferee as soon as possible.

**FIRST STATE GLOBAL UMBRELLA FUND PUBLIC LIMITED COMPANY**  
**(THE "COMPANY")**  
**NOTICE OF ANNUAL GENERAL MEETING**

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**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. If you are in any doubt about the course of action to take, you should consult your stockbroker, solicitor, accountant or other professional advisor.**

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**NOTICE is hereby given** that the Annual General Meeting of the Company will be held at 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland on 30 June 2011 at 10.00 a.m. to consider and, if thought fit, pass the following resolutions as separate resolutions of the Company:

**Ordinary Resolution 1:** – To receive and adopt the Directors' Report and the Audited Financial Statements for the year ended 31 December 2010 together with the Auditors Report thereon.

**Ordinary Resolution 2:** – To re-appoint PricewaterhouseCoopers as Auditors to the Company.

**Ordinary Resolution 3:** – To authorise the Directors to fix the remuneration of the Auditors.

**Special Resolution 1:** – To consider and, if thought fit, pass the following as a special resolution of the shareholders to amend the article dealing with the list of regulated markets in which the Company may invest so as to include a general reference to such regulated markets listed in the Prospectus in accordance with the requirements of the Central Bank:

**"RESOLVED** that the articles of association of the Company be and they are hereby amended by:

- (i) the deletion of the definition of "Market" in Article 2 and the insertion of the following definition in its place:-

"Regulated Markets" Any stock exchange or regulated market which meets the criteria listed in Article 97(d) hereof.

- (ii) the insertion of Article 97 (d), and the subsequent renumbering of Article 97 (e) to (k)

97 (d) With the exception of permitted Investments in unlisted securities and units or shares of open-ended collective investment schemes, the Fund will only invest in those securities and derivative instruments listed or traded on a stock exchange or market (including derivative markets) which meets with the regulatory criteria (regulated, operate regularly, be recognised and open to the public) and which is listed in the Prospectus."

# First State Global Umbrella Fund p.l.c.

## Notice of Annual General Meeting (continued)

**Special Resolution 2:** – To consider and, if thought fit, pass the following as a special resolution of the shareholders to amend the definition of “Companies Acts” in the Articles of Association:

**RESOLVED** that the articles of association of the Company be and they are hereby amended by the deletion of the definition of “Companies Acts” and the insertion of the following definition in its place in Article 2:–

“Companies Acts” means the Companies Acts, 1963 to 2005 and Parts 2 and 3 of the Investment Funds, Companies and Miscellaneous Provisions Act 2006, the Companies (Amendment) Act, 2009, the Companies (Miscellaneous Provisions) Act 2009, all statutory instruments which are to be read as one with, or construed or read together with or as one with the Companies Acts and every statutory modification and re-enactment thereof for the time being in force.

For and on behalf of The Board



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**HSBC Securities Services (Ireland) Limited**  
*Secretary*

Registered Office  
1 Grand Canal Square  
Grand Canal Harbour  
Dublin 2  
Ireland

Company Number 288284

15 April 2011

Notes:

1. Shareholders are entitled to attend and vote at the Annual General Meeting of the Company. A Shareholder may appoint a proxy or proxies to attend, speak and vote instead of the Shareholder. A proxy need not be a Shareholder of the Company.
2. A form of proxy is enclosed for the use of Shareholders unable to attend the meeting. Original Proxies must be sent to the Secretary, c/o 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland for the attention of Imelda Murphy not less than 48 hours before the meeting. To be valid, proxies and any powers of attorney under which they are signed must be received by the Secretary not less than 48 hours before the time appointed for the holding of the meeting.

# FIRST STATE GLOBAL UMBRELLA FUND PUBLIC LIMITED COMPANY (THE "COMPANY") FORM OF PROXY ANNUAL GENERAL MEETING OF SHAREHOLDERS

I/We \_\_\_\_\_ (Block letters)

of \_\_\_\_\_ being (a) Shareholder(s) of the above-named Company, appoint the Chairperson of the meeting or failing him/her appoint an authorised representative of HSBC Securities Services (Ireland) Limited OR failing him/her (see note (g)) \_\_\_\_\_ (Block letters)

of \_\_\_\_\_ as my/our proxy to vote for me/us and on my/our behalf at the Annual General Meeting of the Company to be held at 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland on 30 June 2011 at 10.00 a.m. and at any adjournment thereof.

Please indicate with a tick (✓) in the spaces provided how you wish your votes to be cast, otherwise your proxy will vote as he/she thinks fit. In the event that an authorised representative of HSBC Securities Services (Ireland) Limited is appointed as a proxy, such proxy will vote as indicated above and the shareholder hereby indemnifies the authorised representative of HSBC Securities Services (Ireland) Limited for any losses or liability such representative of HSBC Securities Services (Ireland) Limited may suffer as a result of it acting in good faith in the exercise of this proxy.

	ORDINARY RESOLUTIONS	FOR	AGAINST
1.	To receive and adopt the Directors' Report and the Audited Financial Statements for the year ended 31 December 2010 together with the Auditors Report thereon.		
2.	To re-appoint PricewaterhouseCoopers as Auditors to the Company.		
3.	To authorise the Directors to fix the remuneration of the Auditors.		
SPECIAL RESOLUTIONS			
1.	To consider and, if thought fit, pass the following as a special resolution of the shareholders to amend the article dealing with the list of regulated markets in which the Company may invest so as to include a general reference to such regulated markets listed in the Prospectus in accordance with the requirements of the Central Bank: <b>"RESOLVED</b> that the articles of association of the Company be and they are hereby amended by: (i) the deletion of the definition of "Market" in Article 2 and the insertion of the following definition in its place:- "Regulated Markets" Any stock exchange or regulated market which meets the criteria listed in Article 97(d) hereof. (ii) the insertion of Article 97 (d), and the subsequent renumbering of Article 97 (e) to (k) 97 (d) With the exception of permitted investments in unlisted securities and units or shares of open-ended collective investment schemes, the Fund will only invest in those securities and derivative instruments listed or traded on a stock exchange or market (including derivative markets) which meets with the regulatory criteria (regulated, operate regularly, be recognised and open to the public) and which is listed in the Prospectus."		
2.	To consider and, if thought fit, pass the following as a special resolution of the shareholders to amend the definition of "Companies Acts" in the Articles of Association: <b>RESOLVED</b> that the articles of association of the Company be and they are hereby amended by the deletion of the definition of "Companies Acts" and the insertion of the following definition in its place in Article 2:- "Companies Acts" means the Companies Acts, 1963 to 2005 and Parts 2 and 3 of the Investment Funds, Companies and Miscellaneous Provisions Act 2006, the Companies (Amendment) Act, 2009, the Companies (Miscellaneous Provisions) Act 2009, all statutory instruments which are to be read as one with, or construed or read together with or as one with the Companies Acts and every statutory modification and re-enactment thereof for the time being in force.		

Dated:

Name and Address of Shareholder \_\_\_\_\_

Signature of Shareholder \_\_\_\_\_

Name and Address of Shareholder \_\_\_\_\_

Signature of Shareholder \_\_\_\_\_

Notes:

- (a) A Shareholder must insert his full name and registered address in type or block letters. In the case of joint accounts the names of all holders must be stated.
- (b) If it is desired to appoint some other person as proxy, the name of the proxy must be inserted in the space provided instead of the option provided which should be deleted.
- (c) The proxy form must:
  - (i) in the case of an individual Shareholder be signed by the Shareholder or his attorney; and
  - (ii) in the case of a corporate Shareholder be given either under its common seal or signed on its behalf by an attorney or by a duly authorised officer of the corporate Shareholder.
- (d) In the case of joint holders the vote of the senior who tenders a vote whether in person or by proxy shall be accepted to the exclusion of the votes of the other joint holders and for this purpose seniority shall be determined by the order in which the names stand in the register of members in respect of the joint holding.
- (e) To be valid this proxy form and any power of attorney under which it is signed must reach the secretary of the Company c/o 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland for the attention of Imelda Murphy not less than 48 hours before the meeting. To be valid, original proxies and any powers of attorney under which they are signed must be received by the Secretary not less than 48 hours before the time appointed for the holding of the meeting.
- (f) A proxy need not be a shareholder of the Company but must attend the meeting in person to represent you.
- (g) In the event that an authorised representative of HSBC Securities Services (Ireland) Limited is appointed as a proxy, such proxy will vote as indicated above. In the absence of any direction the proxy will vote in favour of the resolutions. The Shareholder hereby indemnifies HSBC Securities Services (Ireland) Limited and its authorised representatives for any losses or liability incurred as a result of acting in good faith in the exercise of this proxy.

# First State Global Umbrella Fund p.l.c.

## Shareholder Notification

**FIRST STATE GLOBAL UMBRELLA FUND PLC**  
**1 Grand Canal Square**  
**Grand Canal Harbour**  
**Dublin 2**

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Date: 20th April, 2011

**This document is important and requires your immediate attention. If you are in any doubt as to the action you should take you should seek advice from your investment consultant.**

**If you have sold or transferred all of your Shares in First State Global Umbrella Fund plc (the “Company”), please pass this document at once to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee as soon as possible.**

**Unless otherwise defined herein, all capitalised terms used herein shall bear the same meaning as capitalised terms used in the latest prospectus of the Company dated 22 January 2010 (the “Prospectus”). A copy of the Prospectus is available upon request during normal business hours from the Administrator or from the local representative of the Company in any jurisdiction in which the Company is registered for public distribution.**

**Please note that the Central Bank has not reviewed this letter.**

Dear Shareholder,

**RE: Approval of Amendments to the Articles of Association**

### **1. INTRODUCTION**

The Company is authorised by the Central Bank as an open-ended investment company with variable capital incorporated under the laws of Ireland as a public limited company pursuant to the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 as amended.

The purpose of this letter is to explain, and seek your approval of, certain proposed amendments to the Company’s Articles of Association.

### **2. AMENDMENTS TO THE ARTICLES OF ASSOCIATION**

It is proposed to amend the Articles of Association in order to delete the list of Regulated Markets and update the definition of “Companies Acts”.

With effect from September 2010, the Central Bank dispensed with the requirement that a UCITS fund list the stock exchanges and markets on which its investments will be listed or traded in its constitutional document. In order to provide the Company with additional flexibility to add to the list of regulated markets on which investments of the Company will

be listed or traded, it is proposed that the list of regulated markets be deleted from the Articles of Association and that, in accordance with the revised requirements of the Central Bank, a statement be inserted in the Articles of Association which provides that the Company will only invest in securities (including financial derivative instruments) which are listed or traded on a stock exchange or market (including derivative markets) which meets with the regulatory criteria (regulated, operate regularly, be recognised and open to the public) and which is listed in the Prospectus.

It is proposed that the Articles of Association be amended to reflect the updating of the Companies Acts definition to include more recent legislation, to include Parts 2 and 3 of the Investment Funds, Companies and Miscellaneous Provisions Act 2006, the Companies (Amendment) Act 2009, the Companies (Miscellaneous Provisions) Act 2009, all statutory instruments which are to be read as one with, or construed or read together with or as one with the Companies Acts and every statutory modification and re-enactment thereof for the time being in force.

### **3. NOTICE OF MEETING TO CONSIDER AND VOTE ON THE CHANGES TO THE ARTICLES OF ASSOCIATION**

You will find enclosed a notice of the annual general meeting of the Company (the "AGM") which will be held at 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland on 30 June 2011 at 10.00 a.m. (Irish time). At the AGM, Shareholders will be asked to consider the items of ordinary business set out in the notice of AGM. In addition, Shareholders will be asked to consider, as items of special business, special resolutions approving the proposed amendments to the Articles of Association.

The changes to the Articles of Association requires the approval of the Shareholders by way of special resolution. This means that at least 75% of the Shareholders present and voting in person or by proxy at the AGM must vote in favour of the resolution. A copy of the resolution to be adopted can be found in the notice of AGM.

The precise terms of the proposed amendment are set out in the notice of the AGM and will be available for inspection at 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland from the date of dispatch of this letter until the close of business on the Business Day in Ireland before the AGM. This information will also be available for inspection at the place of the AGM for at least 15 minutes prior to and during the meeting.

Subject to Shareholder approval at the AGM, the change to the Articles of Association will take effect on the date of the meeting.

# First State Global Umbrella Fund p.l.c.

## Shareholder Notification (continued)

### 4. PROXY FORMS

The form of proxy accompanying the notice of AGM enclosed with this letter should be completed and returned in accordance with the instructions thereon so as to be received by the Company Secretary at 1 Grand Canal Square, Grand Canal Harbour, Dublin 2 as soon as possible and in any event, not later than 48 hours before the time fixed for the holding of the AGM. Completion and return of a form of proxy will not preclude a Shareholder from attending and voting in person at the AGM.

### 5. REPURCHASE OF SHARES

Shareholders who do not wish to remain invested in the Company following the implementation of the changes (if the relevant resolutions are passed) will have the opportunity to redeem their Shares on any Dealing Day prior to the date of the AGM by contacting the Administrator so that a repurchase request is received by the Administrator no later than 10.00 a.m. on the Business Day prior to 30 June 2011.

### 6. CONCLUSION

The Directors of the Company consider that the proposed change to the memorandum and Articles of Association is beneficial to Shareholders as a whole and recommend that you vote in favour of the proposals. Should you have any questions relating to these matters, you should either contact us at the above address or alternatively you should contact your investment consultant.

Yours sincerely,

For and on behalf of

**First State Global Umbrella Fund plc**

**First State Investments (Hong Kong) Limited**

Sixth Floor  
Three Exchange Square  
8 Connaught Place  
Hong Kong

Telephone: (852) 2846 7555

Intermediary Hotline: (852) 2846 7575

Investor Services Hotline: (852) 2846 7566

Fax: (852) 2868 4742

Email: [info@firststate.com.hk](mailto:info@firststate.com.hk)

[www.firststateasia.com](http://www.firststateasia.com)