

PINEBRIDGE HONG KONG DOLLAR MONEY MARKET FUND
(formerly known as AIG HONG KONG DOLLAR MONEY MARKET FUND)

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2010

PineBridge Hong Kong Dollar Money Market Fund

Reports and Financial Statements For the year ended 31 December 2010

Contents

	Pages
Management and professional service details	1
Investment report	2 - 8
Trustee's report	9
Independent auditor's report	10 - 11
Statement of net assets	12
Statement of comprehensive income	13
Statement of changes in net assets attributable to unitholders	14
Statement of cash flows	15
Notes to the financial statements	16 - 29

PineBridge Hong Kong Dollar Money Market Fund

Management and Professional Service Details

Manager

PineBridge Investments Hong Kong Limited
Level 31, Three Pacific Place, 1 Queen's Road East
Hong Kong

Trustee

American International Assurance
Company (Trustee) Limited
2nd Floor, AIA Building, 1 Stubbs Road
Hong Kong

Administrator and Custodian

HSBC Provident Fund Trustee (Hong Kong) Limited
Level 13, 1 Queen's Road Central
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Auditor

PricewaterhouseCoopers
22nd Floor, Prince's Building
Central
Hong Kong

Application and Redemption Agents

HSBC Trustee (Hong Kong) Ltd.
1 Queen's Road Central
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Registered Office

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Hong Kong

Legal Advisers

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PineBridge Hong Kong Dollar Money Market Fund
Investment Report
For the year ended 31 December 2010

Manager's Market Perspective

2010 Market Overview

Following the US counterparts, HKD interest rates continued to trade lower in 2010. The HKD swap curve was steeper with 3-year swap rates down by 62 bps and 10-year swap rates lower by 30 bps. Liquidity remained ample with Hong Kong Aggregate Balance staying at HK\$148 billion in most of the year.

Global equity markets ended the first quarter of 2010 in positive territory. Markets were volatile throughout the quarter falling over 9% at one point as a result of fears related to European sovereign credit. Greece, in particular, was a main concern, as it became clear immediate action was necessary to reduce their budget deficit or potentially face a default. Fourth quarter results were generally positive with a majority of companies beating on the bottom line, not only as a result of strong cost-cutting, but coupled with positive revenue growth as well. In fixed income, U.S. long-term bond yields moved in a broad range from 3.60% to 3.90% during the quarter. The quarter began with yields falling as U.S. employment and retail sales data disappointed, and pushed back market expectations for FOMC tightening. As we entered March, better than expected economic data boosted bond yields back to where we had started the year.

Global markets proved turbulent in the second quarter, playing to our belief that 2010 would give investors a rollercoaster ride of volatile trading within a range. Multiple extraneous events precipitated shocks to the market, causing investors to question whether the global recovery would remain on sound footing. A stock market "flash crash" in the United States, the ongoing European debt crisis, heightened tensions on the Korean peninsula, political turnover in the U.K. and Japan and a near miss in Germany have all given investors pause. But none of these events have a lasting impact on underlying investment fundamentals, which should form the basis of ongoing investment beliefs. In fixed income, U.S. long-term bond yields declined significantly in the quarter. In April and May, increasing concerns over Eurozone sovereign risk prompted higher investor risk aversion, in particular to Greece, while during June worse than expected U.S. housing data led to questioning of the U.S. recovery, prompting flows into government bonds as safe haven assets.

Global Equity markets experienced significant volatility in the third quarter of 2010. Investors were continuously digesting a wide array of economic data in an effort to determine the direction of the global economy. The job market remains an area of concern as we have yet to see any sustained improvement in the unemployment numbers. The lack of a convincing recovery in the job market leaves concern that consumers will be less inclined to spend money in light of an uncertain employment future. U.S. long-term bond yields declined significantly in the quarter. In August, a series of weak housing market data and disappointing employment data reignited concerns about a double dip recession risk in the U.S., prompting flows into government bonds as safe haven assets. In September, the FOMC alluded to the possibility of further Quantitative Easing (QE) in its statement, supporting bond yields across the yield curve. The U.S. 10 year government bond yield closed the quarter at 2.51%, 42 basis points below that at the end of previous quarter. The yield spread between U.S. 2 year and 10 year declined close to 20 basis points to 208 basis points.

Global equity markets experienced continued volatility in the fourth quarter of 2010 much as they did the entire year. Markets were able to finish with strong gains for the quarter due to a significant rally of nearly 7.5% in December. Positive manufacturing data and signs of an improving job market were enough to convince investors to buy equities. U.S. long-term bond yields rose significantly in the quarter. On November 3rd the FOMC announced additional QE measures, which included purchasing a further US \$600 billion of longer term U.S. Treasury bonds by the end of the second quarter of 2011. U.S. Treasury bonds, however responded poorly as investors had expected more aggressive QE measures. The rising trajectory for U.S. bond yields continued into December as economic indicators surprised to the upside going into 2011. The U.S. 10 year bond yield closed the quarter at 3.29%, 78 basis points above that at the end of the third quarter, with the yield spread between U.S. 2 year and 10 year notes widening 60 basis points to 269 basis points.

PineBridge Hong Kong Dollar Money Market Fund
Investment Report
For the year ended 31 December 2010

2011 Market Outlook and Strategy

In 2011, the key drivers for HK rates would be US rates, RMB appreciation and equity market performance. With Fed to be on hold until 4th quarter 2011, HKD liquidity should remain flush over the next 12 months although a couple of large IPO funding activities could cause short-dated HIBOR to underperform US rates temporarily. The front-end of the Interest Rate Swap curve has been volatile mostly driven by USD/HKD as well as the USD swap rate movements.

The Fund will continue to invest in short-term high quality commercial papers and certificates of deposit to maintain the portfolio liquidity.

Economic data gives hope to a sustained recovery in the U.S. on the back of strong manufacturing data and relative improvement in the job market. Concerns around the sovereign debt crisis persist in Europe, and whether a permanent resolution can be met. The debt crisis will likely remain a key topic in 2011 for Europe along with their ability to maintain an economic recovery amid the implementation of austerity measures. While the FOMC's strong commitment to QE via U.S. Treasury bond purchases should cap the upper range for long dated yields, an improving U.S. economic outlook in 2011 and 2012 will work in the opposite direction. As a result, we expect the U.S. 10 year yield to range around 3.4% in the near term. With respect to FX strategy, we maintain overweights in the Asian currencies and commodity-related currencies versus the U.S. dollar and the euro. We expect the Polish zloty and Mexican peso to remain attractive as the combination of improving growth and an aggressive accommodative monetary policy in the U.S. supports these higher beta currencies.

PineBridge Hong Kong Dollar Money Market Fund
Investment Report
As at 31 December 2010

INVESTMENT PORTFOLIO

LISTED/QUOTED INVESTMENTS

HONG KONG DOLLAR	Nominal Value HK\$	Market Value HK\$	% of Net Assets
<u>BONDS</u>			
CREDIT AGRICOLE CORP & INV 2.6% 18MAY11	80,000,000	80,556,272	3.44%
CREDIT AGRICOLE CORP 2.48% 11JUN2011	90,000,000	90,626,319	3.86%
HONG KONG MORTGAGE CORP 0% 17FEB2011	100,000,000	99,970,400	4.26%
HONG KONG MTG CORP 0.36% 14APR2011 EMTN	100,000,000	100,000,000	4.26%
BONDS (TOTAL)		371,152,991	15.82%
<u>CERTIFICATES OF DEPOSIT</u>			
CHINA CONSTR BK ASIA 0% CD 14SEP2011	100,000,000	99,442,140	4.24%
CITIC KA WAH BANK LTD 0% CD 17MAY2011	80,000,000	79,765,320	3.40%
CITIC KA WAH BANK LTD 0% CD 1FEB2011	100,000,000	99,938,920	4.26%
PUBLIC BANK HONG KONG 0.8% CD 10MAR2011	25,000,000	25,004,788	1.07%
WING LUNG BANK LTD 0% CD 11MAY2011	100,000,000	99,840,030	4.25%
CERTIFICATES OF DEPOSITS (TOTAL)		403,991,198	17.22%
<u>COMMERCIAL PAPERS</u>			
BANK OF QUEENSLAND LTD 0% ECP 28FEB2011	100,000,000	99,912,700	4.26%
BK OF SCOTLAND, CLARENCE 0% ECP 7MAR2011	100,000,000	99,941,300	4.26%
EXPORT-IMPORT BK OF KOREA 0% ECP 16MAR11	80,000,000	79,906,120	3.40%
EXPORT-IMPORT BK OF KOREA 0% ECP 31JAN11	100,000,000	99,918,870	4.26%
ROYAL BANK OF SCOTLAND 0% ECP 1MAR2011	100,000,000	99,937,040	4.26%
SUNCORP-METWAY LTD 0% ECP 22MAR2011	100,000,000	99,910,270	4.26%
SUNCORP-METWAY LTD 0% ECP 25FEB2011	80,000,000	79,950,640	3.41%
COMMERCIAL PAPER (TOTAL)		659,476,940	28.11%
TOTAL INVESTMENTS*		1,434,621,129	61.15%
TOTAL INVESTMENTS, AT COST*		1,433,832,738	

* Investments are accounted for on a trade date basis.

PineBridge Hong Kong Dollar Money Market Fund
Investment Report
For the year ended 31 December 2010

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO

	Nominal Value			
	1 January 2010 HK\$	Additions HK\$	Deductions HK\$	31 December 2010 HK\$
LISTED/QUOTED INVESTMENTS				
HONG KONG DOLLAR				
<u>BONDS</u>				
CREDIT AGRICOLE CORP & INV 2.6% 18MAY11	-	80,000,000	-	80,000,000
CREDIT AGRICOLE CORP 2.48% 11JUN2011	-	90,000,000	-	90,000,000
HONG KONG MORTGAGE CORP 0% 17FEB2011	-	100,000,000	-	100,000,000
HONG KONG MTG CORP 0.36% 14APR2011 EMTN	-	100,000,000	-	100,000,000
HONG KONG MTG CORP 2.335% 2APR2010 MTN	100,000,000	-	(100,000,000)	-
RABOBANK NEDERLAND 0.6% 3SEP2010 EMTN	-	73,000,000	(73,000,000)	-
WESTPAC BANKING CORP 3.8% 19DEC2010	-	47,000,000	(47,000,000)	-
<u>CERTIFICATES OF DEPOSIT</u>				
BANK OF EAST ASIA LTD 1.38% CD 30APR2010	91,000,000	-	(91,000,000)	-
CHINA CONSTR BANK HK 0.9% CD 10JUN2010	100,000,000	-	(100,000,000)	-
CHINA CONSTR BK ASIA 0% CD 14SEP2011	-	100,000,000	-	100,000,000
CHINA MERCHANTS BK/HK 0.67% CD 21DEC2010	-	80,000,000	(80,000,000)	-
CHINA MERCHANTS BK/HK 0.7% CD 10NOV2010	-	100,000,000	(100,000,000)	-
CITIC KA WAH BANK LTD 0% CD 17MAY2011	-	80,000,000	-	80,000,000
CITIC KA WAH BANK LTD 0% CD 1FEB2011	-	100,000,000	-	100,000,000
INTESA SANPAOLO HK 4.385% CD 9NOV2010	-	33,000,000	(33,000,000)	-
PUBLIC BANK HONG KONG 0.8% CD 10MAR2011	-	25,000,000	-	25,000,000
WING LUNG BANK LTD 0% CD 11MAY2011	-	100,000,000	-	100,000,000
<u>COMMERCIAL PAPERS</u>				
ABU DHABI COMM BK PJSC 0% ECP 7DEC2010	-	100,000,000	(100,000,000)	-
BANK OF IRELAND 0% ECP 8JAN2010	100,000,000	-	(100,000,000)	-
BANK OF QUEENSLAND LTD 0% ECP 28FEB2011	-	100,000,000	-	100,000,000
BANK OF SCOTLAND PLC 0% ECP 20AUG2010	-	100,000,000	(100,000,000)	-
BK OF SCOTLAND,CLARENCE 0% ECP 17MAY2010	100,000,000	-	(100,000,000)	-
BK OF SCOTLAND,CLARENCE 0% ECP 18MAR2010	80,000,000	-	(80,000,000)	-
BK OF SCOTLAND,CLARENCE 0% ECP 7MAR2011	-	100,000,000	-	100,000,000
EXPORT-IMPORT BK OF KOREA 0% ECP 16MAR11	-	80,000,000	-	80,000,000
EXPORT-IMPORT BK OF KOREA 0% ECP 20APR10	100,000,000	-	(100,000,000)	-
EXPORT-IMPORT BK OF KOREA 0% ECP 23JUL10	-	100,000,000	(100,000,000)	-
EXPORT-IMPORT BK OF KOREA 0% ECP 26FEB10	100,000,000	-	(100,000,000)	-
EXPORT-IMPORT BK OF KOREA 0% ECP 31JAN11	-	100,000,000	-	100,000,000
EXPORT-IMPORT BK OF KOREA 0% ECP 7SEP10	-	80,000,000	(80,000,000)	-
INDUSTRIAL BK OF KOREA 0% ECP 11JAN2010	100,000,000	-	(100,000,000)	-
INDUSTRIAL BK OF KOREA 0% ECP 14APR2010	-	100,000,000	(100,000,000)	-
INDUSTRIAL BK OF KOREA 0% ECP 19JUL2010	-	100,000,000	(100,000,000)	-
INDUSTRIAL BK OF KOREA 0% ECP 19MAY2010	80,000,000	-	(80,000,000)	-
INDUSTRIAL BK OF KOREA 0% ECP 22OCT2010	-	100,000,000	(100,000,000)	-
INDUSTRIAL BK OF KOREA 0% ECP 27AUG2010	-	80,000,000	(80,000,000)	-
KOOKMIN BANK 0% ECP 26MAY2010	-	100,000,000	(100,000,000)	-
KOOKMIN BANK 0% ECP 2SEP2010	-	100,000,000	(100,000,000)	-
KOOKMIN BANK 0% ECP 5NOV2010	-	80,000,000	(80,000,000)	-
KOREA DEVELOPMENT BANK 0% ECP 11OCT2010	-	100,000,000	(100,000,000)	-
KOREA DEVELOPMENT BANK 0% ECP 19NOV2010	-	80,000,000	(80,000,000)	-
KOREA DEVELOPMENT BANK 0% ECP 25JAN2010	100,000,000	-	(100,000,000)	-
KOREA DEVELOPMENT BANK 0% ECP 4JUN2010	80,000,000	-	(80,000,000)	-
KOREA DEVELOPMENT BANK 0% ECP 8MAR2010	-	100,000,000	(100,000,000)	-
MACQUARIE BANK LTD 0% ECP 12APR2010	-	100,000,000	(100,000,000)	-
MACQUARIE BANK LTD 0% ECP 14JUL2010	-	100,000,000	(100,000,000)	-
OVERSEA-CHINESE BANKING 0% ECP 25AUG2010	-	100,000,000	(100,000,000)	-

PineBridge Hong Kong Dollar Money Market Fund
Investment Report
For the year ended 31 December 2010

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (CONTINUED)

	Nominal Value			31 December 2010 HK\$
	1 January 2010 HK\$	Additions HK\$	Deductions HK\$	
LISTED/QUOTED INVESTMENTS				
HONG KONG DOLLAR				
<u>COMMERCIAL PAPERS (CONTINUED)</u>				
RBS NV INV 0% ECP 4MAY2010 <i>(FORMERLY KNOWN AS ABN AMRO BANK INV 0% ECP 4MAY 2010)</i>	100,000,000	-	(100,000,000)	-
ROYAL BANK OF SCOTLAND 0% ECP 1MAR2011	-	100,000,000	-	100,000,000
SUNCORP-METWAY LTD 0% ECP 17SEP2010	-	100,000,000	(100,000,000)	-
SUNCORP-METWAY LTD 0% ECP 22MAR2011	-	100,000,000	-	100,000,000
SUNCORP-METWAY LTD 0% ECP 25FEB2011	-	80,000,000	-	80,000,000
SUNCORP-METWAY LTD 0% ECP 27MAY2010	-	100,000,000	(100,000,000)	-
SUNCORP-METWAY LTD 0% ECP 29JAN2010	80,000,000	-	(80,000,000)	-
SUNCORP-METWAY LTD 0% ECP 3FEB2010	100,000,000	-	(100,000,000)	-
SUNCORP-METWAY LTD 0% ECP 9JUN2010	-	80,000,000	(80,000,000)	-

PineBridge Hong Kong Dollar Money Market Fund
Investment Report
For the year ended 31 December 2010

PineBridge Hong Kong Dollar Money Market Fund (formerly known as AIG Hong Kong Dollar Money Market Fund) (the "Fund") is a unit trust governed by its Trust Deed dated 10 August 1998, as amended. The Fund is managed in accordance with the distinct investment policy. There have been no changes to the investment policy during the year.

Investment objectives and policies

The Fund seeks to preserve principal value and maintain a high degree of liquidity while providing current income by investing in short-term, high quality Hong Kong dollar denominated instruments in Hong Kong.

	2010 HK\$	2009 HK\$	2008 HK\$
Investments and investment income			
Total value of investments	1,434,621,129	1,410,918,141	1,188,834,428
Interest on bank deposits	3,474,782	2,738,281	12,946,458
Interest on investments	6,226,229	13,938,061	33,554,684
Net income excluding capital (depreciation)/ appreciation	6,891,942	13,568,093	44,229,256
Net (depreciation)/appreciation of investments			
- realized and unrealized	(3,385)	(39,155)	34,972

Performance table

Net asset value

	Total net asset value HK\$	Net asset value per unit HK\$
2010 - Standard units	111,456,182	13.31
2010 - Provident Fund units	2,234,795,182	13.69
2009 - Standard units	167,699,338	13.34
2009 - Provident Fund units	2,165,045,669	13.64
2008 - Standard units	203,249,157	13.30
2008 - Provident Fund units	1,939,837,010	13.56

PineBridge Hong Kong Dollar Money Market Fund
Investment Report
For the year ended 31 December 2010

Performance table (continued)

Performance record for the past 10 years

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Annualized investment return (Note 1) %
2010 - Standard units	13.34	13.30	(0.25)
2010 - Provident Fund units (Note 2)	13.68	13.64	0.33
2009 - Standard units	13.34	13.30	0.32
2009 - Provident Fund units	13.64	13.56	0.61
2008 - Standard units	13.30	13.00	2.27
2008 - Provident Fund units	13.56	13.23	2.50
2007 - Standard units	13.00	12.50	4.06
2007 - Provident Fund units	13.23	12.69	4.28
2006 - Standard units	12.49	12.02	3.95
2006 - Provident Fund units	12.68	12.18	4.19
2005 - Standard units	12.02	11.78	2.00
2005 - Provident Fund units	12.17	11.91	2.24
2004 - Standard units	11.79	11.77	0.04
2004 - Provident Fund units	11.91	11.86	0.38
2003 - Standard units	11.78	11.68	0.83
2003 - Provident Fund units	11.86	11.73	1.14
2002 - Standard units	11.68	11.50	1.55
2002 - Provident Fund units	11.73	11.51	1.86
2001 - Standard units	11.50	11.03	4.37
2001 - Provident Fund units	11.51	11.03	4.47

Note 1: The annualized investment return is calculated by comparing the net asset value per unit at the year end against the net asset value per unit at the beginning of the year.

Note 2: The Issue price of the Fund is rounded downward to the nearest cent in accordance with the Trust Deed date 10 August 1998, as amended.

**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEE OF PINEBRIDGE HONG KONG DOLLAR MONEY MARKET FUND
(FORMERLY KNOWN AS AIG HONG KONG DOLLAR MONEY MARKET FUND)
(THE "FUND")**

Report on the Financial Statements

We have audited the financial statements of the Fund set out on pages 12 to 29, which comprise the statement of net assets as at 31 December 2010, and the statement of comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Trustee and the Manager (the "Management") of the Fund are responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants, and are responsible for ensuring that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 10 August 1998, as amended (the "Trust Deed"), the relevant financial statements disclosure provisions specified in Appendix E of the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong (the "SFC Code"), the Hong Kong Mandatory Provident Fund Schemes Ordinance (the "Ordinance"), the Hong Kong Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation"), the Code on MPF Investment Funds (the "MPF Code"), and Guideline II.5 issued by the Mandatory Provident Fund Schemes Authority (the "MPF Guideline"), and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit and to report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

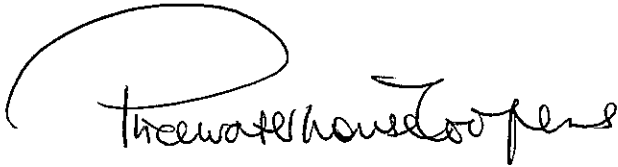
**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEE OF PINEBRIDGE HONG KONG DOLLAR MONEY MARKET FUND
(FORMERLY KNOWN AS AIG HONG KONG DOLLAR MONEY MARKET FUND)
(THE "FUND") (CONTINUED)**

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as at 31 December 2010, and of its financial performance and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards.

Report on Other Legal and Regulatory Disclosure Requirements

We report that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed, the relevant financial statements disclosure provisions specified in the SFC Code, the Ordinance, the General Regulation, the MPF Code and the MPF Guideline.



PricewaterhouseCoopers
Certified Public Accountants

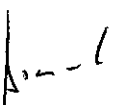
Hong Kong, 26 April 2011

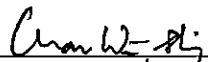
PineBridge Hong Kong Dollar Money Market Fund
Statement of Net Assets
As at 31 December 2010


	Note	2010 HK\$	2009 HK\$
Assets			
Current assets			
Investments	4(b)	1,434,621,129	1,410,918,141
Interest receivable on investments		2,967,912	2,023,851
Bank interest receivable		551,960	87,405
Cash and cash equivalents		<u>913,190,842</u>	<u>922,749,791</u>
Total assets		<u>2,351,331,843</u>	<u>2,335,779,188</u>
Liabilities			
Current liabilities			
Amounts payable on redemption		4,650,229	2,589,492
Accounts payable and accrued expenses		<u>430,250</u>	<u>444,689</u>
Liabilities (excluding net assets attributable to unitholders)		<u>5,080,479</u>	<u>3,034,181</u>
Net assets attributable to unitholders	3	<u>2,346,251,364</u>	<u>2,332,745,007</u>

On behalf of
 American International Assurance
 Company (Trustee) Limited

On behalf of
 PineBridge Investments
 Hong Kong Limited

x 
 Director BT

x 
 Director JC


 Director

PineBridge Hong Kong Dollar Money Market Fund
Statement of Comprehensive Income
For the year ended 31 December 2010

	Note	2010 HK\$	2009 HK\$
Income			
Interest on bank deposits		3,474,782	2,738,281
Interest on investments		6,226,229	13,938,061
Net losses on investments	5	(3,385)	(39,155)
Net foreign currency losses		-	(2)
Other income		-	4,363
Total investment income		<u>9,697,626</u>	<u>16,641,548</u>
Expenses			
Management fee	7(a)	336,961	586,351
Trustee's fee	7(b)	67,392	117,270
Custodian and administration fees	7(c)	2,117,895	2,154,438
Audit fee		155,936	131,457
Bank charges		1,450	1,621
Legal and professional fee		30,379	-
Other expenses		99,056	121,473
Total operating expenses		<u>2,809,069</u>	<u>3,112,610</u>
Increase in net assets attributable to unitholders from operations		<u>6,888,557</u>	<u>13,528,938</u>

The notes on pages 16 to 29 are an integral part of these financial statements.

PineBridge Hong Kong Dollar Money Market Fund
Statement of Changes in Net Assets Attributable to Unitholders
For the year ended 31 December 2010

	Note	2010 HK\$	2009 HK\$
Net assets attributable to unitholders at 1 January		<u>2,332,745,007</u>	<u>2,143,086,167</u>
Issue of units	3	433,546,917	770,660,262
Redemption of units	3	(426,929,117)	(594,530,360)
Net increase from unit transactions		<u>6,617,800</u>	<u>176,129,902</u>
Increase in net assets attributable to unitholders from operations		<u>6,888,557</u>	<u>13,528,938</u>
Net assets attributable to unitholders at 31 December		<u>2,346,251,364</u>	<u>2,332,745,007</u>

The notes on pages 16 to 29 are an integral part of these financial statements.

PineBridge Hong Kong Dollar Money Market Fund
Statement of Cash Flows
For the year ended 31 December 2010

	2010 HK\$	2009 HK\$
Cash flows from operating activities		
Increase in net assets attributable to unitholders from operations	6,888,557	13,528,938
Adjustment for:		
Interest on investments	(6,226,229)	(13,938,061)
Interest on bank deposits	(3,474,782)	(2,738,281)
Operating loss before working capital changes	(2,812,454)	(3,147,404)
Net increase in investments	(23,702,988)	(222,083,713)
Net (decrease)/increase in accounts payable and accrued expenses	(14,439)	61,355
Cash used in operations	(26,529,881)	(225,169,762)
Interest on investments received	5,282,168	17,674,701
Interest on bank deposits received	3,010,227	3,052,886
Net cash used in operating activities	(18,237,486)	(204,442,175)
Cash flows from financing activities		
Proceeds from issue of units	433,546,917	770,660,262
Payments on redemption of units	(424,868,380)	(595,621,770)
Net cash generated from financing activities	8,678,537	175,038,492
Net decrease in cash and cash equivalents	(9,558,949)	(29,403,683)
Cash and cash equivalents at the beginning of the year	922,749,791	952,153,474
Cash and cash equivalents at the end of the year	913,190,842	922,749,791
Analysis of balance of cash and cash equivalents		
Cash at banks	913,190,842	922,749,791

The notes on pages 16 to 29 are an integral part of these financial statements.

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

1. The Fund

PineBridge Hong Kong Dollar Money Market Fund (formerly known as AIG Hong Kong Dollar Money Market Fund) (the "Fund") is a unit trust governed by its Trust Deed dated 10 August 1998, as amended. The Fund has been authorized by the Securities and Futures Commission of Hong Kong and approved by the Mandatory Provident Fund Schemes Authority of Hong Kong.

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

The preparation of financial statements in conformity with HKFRS requires the Trustee and Manager to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

New standards and amendments to standards that are relevant to the Fund but are not yet effective and have not been early adopted by the Fund

HKFRS 9, "Financial instruments part 1: Classification and measurement". HKFRS 9 was issued in November 2009 and replaces those parts of HKAS 39 relating to the classification and measurement of financial assets. Key features are as follows:

Financial assets are required to be classified into two measurement categories: those to be measured subsequently at fair value, and those to be measured subsequently at amortized cost. The decision is to be made at initial recognition. The classification depends on the entity's business model for managing its financial instruments and the contractual cash flow characteristics of the instrument.

An instrument is subsequently measured at amortized cost only if it is a debt instrument and both the objective of the entity's business model is to hold the asset to collect the contractual cash flows, and the asset's contractual cash flows represent only payments of principal and interest (that is, it has only 'basic loan features'). All other debt instruments are to be measured at fair value through profit or loss.

All equity instruments are to be measured subsequently at fair value. Equity instruments that are held for trading will be measured at fair value through profit or loss. For all other equity instruments, an irrevocable election can be made at initial recognition, to recognise unrealized and realized fair value gains and losses through other comprehensive income rather than profit or loss. There is to be no recycling of fair value gains and losses to profit and loss. This election may be made on an instrument-by-instrument basis. Dividends are to be presented in profit and loss, as long as they represent a return on investment.

The Fund will apply the standard from 1 January 2013. However, it is not expected to have a significant impact on the Fund's financial statements.

2. Summary of significant accounting policies (continued)

(b) Investments

All investments are classified as “financial assets at fair value through profit or loss”. These financial assets are classified as held for trading or designated by the Trustee at fair value through profit or loss at inception. Purchases and sales of investments are accounted for on a trade date basis. Investments are initially recognized at fair value, excluding transaction costs which are expensed as incurred in the statement of comprehensive income, and are subsequently re-measured at fair value. Realized and unrealized gains and losses on investments are recognized in the statement of comprehensive income within “net gains/(losses) on investments” in the period in which they arise. Investments are derecognized when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

The following represent the basis of valuation for financial reporting purposes:

- (i) Investments that are listed or traded on an exchange are fair valued based on quoted “bid” prices.
- (ii) Investments which are not listed on an exchange or are thinly traded are valued by using quotes from brokers, or by using valuation techniques.

(c) Income

Interest income is recognized on a time-proportionate basis using the effective interest method in the statement of comprehensive income for all interest bearing instruments. Other income is accounted for on an accrual basis.

The effective interest method is a method of calculating the amortized cost of an interest bearing asset and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial instrument. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees and points received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

2. Summary of significant accounting policies (continued)

(d) Translation of foreign currencies

(i) Functional and presentation currencies

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). The financial statements are presented in Hong Kong dollar, which is the Fund's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the year end date.

Foreign exchange gains and losses arising from translation are included in the statement of comprehensive income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the statement of comprehensive income within "net foreign currency gains/(losses)".

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the statement of comprehensive income within "net gains/(losses) on investments".

(e) Expenses

Expenses are accounted for on an accrual basis.

(f) Subscription and redemption of units

Proceeds and payments on the subscription and redemption of units recorded in the statement of changes in net assets attributable to unitholders exclude any entry or exit fees payable with respect to the subscription and redemption of units in the Fund. Entry and exit fees, if any, are paid directly to the Manager and are therefore not reflected in the financial statements. Redemptions from the Fund are recorded gross of any exit fees payable after the redemption of units. The price at which units are subscribed or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day. The basis adopted by the Fund in arriving at the net asset value per unit for subscription and redemption purposes during the year may not be the same as the accounting principles adopted for the preparation of these financial statements.

(g) Cash and cash equivalents

Cash and cash equivalents includes cash at banks, deposits held with banks with original maturities of three months or less and bank overdrafts, if any.

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

3. Number of units in issue and net assets attributable to unitholders per unit

The Fund's capital is represented by the units in the Fund, and shown as "net assets attributable to unitholders in the statement of net assets". The Fund has no restrictions on the subscriptions and redemptions of units. Subscriptions and redemptions of units during the year are shown in the statement of changes in net assets attributable to unitholders. In order to achieve the investment objectives, the Fund endeavors to invest its capital in accordance with the investment policies as outlined in note 4, whilst maintaining sufficient liquidity to meet redemption requests. Such liquidity is augmented by the holding of liquid investments.

Net assets attributable to unitholders represent a liability in the statement of net assets, carried at the redemption amount that would be payable at the year end date if the unitholders exercised the right to redeem the units in the Fund.

	2010	2009
	Units	Units
Number of Standard units in issue	8,374,512	12,568,659
Number of Provident Fund units in issue	163,258,439	158,687,949
	HK\$	HK\$
Net asset value per Standard unit	13.31	13.34
Net asset value per Provident Fund unit	13.69	13.64

	2010	2010	2009	2009
	Standard	Provident	Standard	Provident
	Units	Fund Units	Units	Fund Units
Balance brought forward	12,568,659	158,687,949	15,281,083	143,043,717
Total issues	13,790,073	18,294,292	28,693,099	28,556,144
Total redemptions	(17,984,220)	(13,723,802)	(31,405,523)	(12,911,912)
Balance carried forward	8,374,512	163,258,439	12,568,659	158,687,949

The Fund offers two classes of units. Provident Fund units are offered to provident fund schemes approved by the Mandatory Provident Fund Schemes Authority. Standard units are offered to all investors other than the provident fund schemes approved by the Mandatory Provident Fund Schemes Authority.

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management

(a) Financial risk factors

The investment objective of the Fund is to preserve principal value and maintain a high degree of liquidity while providing current income by investing in short-term, high quality Hong Kong dollar denominated instruments in Hong Kong.

The Fund is expected to provide a return in excess of the average Hong Kong dollar saving rate.

The Fund is exposed to market price risk, cash flow and fair value interest rate risk, credit and custody risk and liquidity risk.

The risks and the respective risk management policies employed by the Fund to manage these risks are discussed below.

(b) Market price risk

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

All investments present a risk of loss of capital. The Fund's market price risk is managed through (i) deliberate securities selection, and (ii) diversification of the investment portfolio.

As at year end, the overall market exposures were as follows:

	2010			2009		
	Fair value HK\$	Cost HK\$	% of net assets	Fair value HK\$	Cost HK\$	% of net assets
Bonds	371,152,991	371,730,561	15.82	100,478,150	101,260,000	4.31
Certificates of deposit	403,991,198	403,699,325	17.22	191,414,145	191,622,670	8.20
Commercial papers	659,476,940	658,402,852	28.11	1,119,025,846	1,117,897,245	47.97
	<u>1,434,621,129</u>	<u>1,433,832,738</u>	<u>61.15</u>	<u>1,410,918,141</u>	<u>1,410,779,915</u>	<u>60.48</u>

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(b) Market price risk (continued)

Net market exposures

The following table shows the net market exposure the Fund has to various markets, incorporating the underlying market risk through all financial assets and liabilities held by the Fund. Markets below represent where the holding company/head office of the issuer predominately domiciles/operates.

Markets exposed to	2010 HK\$ equivalent	2009 HK\$ equivalent
Australia	479,651,950	279,752,182
France	171,182,591	-
Hong Kong	603,961,598	291,892,295
Ireland	-	99,988,510
Korea	179,824,990	739,285,154
Total	<u>1,434,621,129</u>	<u>1,410,918,141</u>

The following table shows the net exposures to sectors as at 31 December 2010 and 2009:

Sectors exposed to	2010 %	2009 %
Financial	<u>100</u>	<u>100</u>
	<u>100</u>	<u>100</u>

There were no investments issued by the same issuer with market value exceeding 10% of the Fund's net asset value at 31 December 2010 and 2009.

The Fund mainly invests in bonds, certificates of deposit and commercial papers with maturity of less than 12 months. The price sensitivity of the investments would mainly be driven by interest rate movements. For details of fair value interest rate risk sensitivity analysis, please refer to note 4(c).

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(c) Cash flow and fair value interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Interest rate risk arises from the effects of fluctuations in the prevailing levels of markets interest rates on the fair value of interest-bearing assets and liabilities and future cash flow. The Fund holds interest-bearing investments that expose the Fund to fair value interest rate risk. The Fund also holds cash and cash equivalents that expose the Fund to cash flow interest rate risk.

The table below summarizes the Fund's exposure to interest rate risks. It includes the Fund's assets and liabilities at fair values, categorized by the earlier of contractual re-pricing or maturity dates.

At 31 December 2010

	Less than 3 months HK\$	3-6 months HK\$	Over 6 months HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	-	296,187,379	-	1,138,433,750	1,434,621,129
Other assets	-	-	-	3,519,872	3,519,872
Cash at banks	912,168,000	-	-	1,022,842	913,190,842
Total assets	912,168,000	296,187,379	-	1,142,976,464	2,351,331,843
Liabilities					
Other liabilities	-	-	-	5,080,479	5,080,479
Liabilities (excluding net assets attributable to unitholders)					
	-	-	-	5,080,479	5,080,479
Total interest sensitivity gap	912,168,000	296,187,379	-		

At 31 December 2009

	Less than 3 months HK\$	3-6 months HK\$	Over 6 months HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	-	291,892,295	-	1,119,025,846	1,410,918,141
Other assets	-	-	-	2,111,256	2,111,256
Cash at banks	922,450,000	-	-	299,791	922,749,791
Total assets	922,450,000	291,892,295	-	1,121,436,893	2,335,779,188
Liabilities					
Other liabilities	-	-	-	3,034,181	3,034,181
Liabilities (excluding net assets attributable to unitholders)					
	-	-	-	3,034,181	3,034,181
Total interest sensitivity gap	922,450,000	291,892,295	-		

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(c) Cash flow and fair value interest rate risk (continued)

At 31 December 2010, should interest rates have lowered/risen by 25 basis points with all other variables remaining constant, the increase/decrease in net assets attributable to unitholders for the year would amount to approximately HK\$474,279 (2009: HK\$421,984), arising substantially from the increase/decrease in market values of debt securities.

In accordance with the internal monitoring process, the Manager monitors the Fund's overall interest sensitivity on a daily basis by monitoring the days to maturity of the portfolio, as days to maturity increase, interest rate risk increases, and vice versa with shorter days to maturity.

(d) Credit and custody risk

The Fund is exposed to credit risk which is the risk that an issuer or counterparty will be unable or unwilling to pay amounts in full when due.

The Fund's financial assets which are potentially subject to concentrations of credit risk consist of cash and cash equivalents and assets held with custodian. The table below summarizes the assets placed with banks and custodian at 31 December 2010 and 2009.

At 31 December 2010

	HK\$	Credit rating	Source of credit rating
<u>Custodian</u>			
HSBC Provident Fund Trustee (Hong Kong) Limited	1,434,621,129	A-1+	S&P
<u>Banks</u>			
Agriculture Bank of China	117,400,000	P-1	Moody's
Bangkok Bank Public Co Ltd, HK	187,059,000	A-2	S&P
Bank of China, HK	173,848,000	A-2	S&P
Bank of East Asia, HK	69,874,000	A-2	S&P
Dah Sing Bank, HK	182,320,000	A-2u	S&P
Fubon Bank, HK	181,667,000	A-2	S&P
The Hongkong and Shanghai Banking Corporation Ltd	1,022,842	A-1+	S&P

At 31 December 2009

	HK\$	Credit rating	Source of credit rating
<u>Custodian</u>			
HSBC Provident Fund Trustee (Hong Kong) Limited	1,410,918,141	A-1+	S&P
<u>Banks</u>			
Bangkok Bank Public Co Ltd, HK	184,372,000	A-2	S&P
Dah Sing Bank, HK	186,009,000	A-2u	S&P
Fubon Bank, HK	186,572,000	A-2	S&P
Mizuho Corporate Bank, HK	181,047,000	A	S&P
Royal Bank of Scotland, HK	76,000,000	A-1	S&P
The Bank of Nova Scotia, HK	108,450,000	A-1+	S&P
The Hongkong and Shanghai Banking Corporation Ltd	299,791	A-1+	S&P

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(d) Credit and custody risk (continued)

As the Fund holds debt securities and money market instruments, it is also exposed to risk that the issuers may not be able to repay the principal amount at maturity and interest. The credit risk is mitigated as the debt securities and money market instruments held are subject to the requirements of (i) minimum credit rating, and (ii) maximum holding of 10% of net asset value for any single issuer other than an exempt authority as defined in section 7(1) of Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation (“Exempt Authority”), and/or (iii) maximum holding of 30% of net asset value for any single issuer that is an Exempt Authority (or unconditionally guaranteed by an Exempt Authority).

The table below summarizes the credit rating of the investment portfolio by S&P/Moody’s:

Portfolio by rating category of bonds:

Rating	2010	2009
AAA/Aaa	27%	-
AA/Aa	46%	100%
A-I	27%	-
Total	100%	100%

Portfolio by rating category of the issuer of certificates of deposit:

Rating	2010	2009
A-1/P-1	56%	-
A-2/P-2	44%	100%
Total	100%	100%

Portfolio by rating category of the issuer of commercial papers:

Rating	2010	2009
A-1/P-1	100%	100%
Total	100%	100%

The maximum exposure to credit risk at year end is the carrying amount of the financial assets as shown on the statement of net assets.

None of the assets is impaired nor past due but not impaired.

All transactions in listed/quoted investments are settled/paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal since delivery of securities sold is only made when the broker has received payment. Payment is made on a purchase when the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The Fund limits its exposure to credit risk by transacting the majority of its securities and contractual commitment activities with broker-dealers, banks and regulated exchanges with high credit ratings and that the Fund considers to be well established.

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(e) Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in settling a liability, including a redemption request.

The Fund is exposed to daily cash redemptions of units in the Fund. The Fund invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

The table below analyses the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the year end date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Less than 1 month HK\$	1-3 months HK\$	Over 3 months HK\$
At 31 December 2010			
Amounts payable on redemption	4,650,229	-	-
Accounts payable and accrued expenses	270,354	11,115	148,781
Net assets attributable to unitholders	2,346,251,364	-	-
Total financial liabilities	2,351,171,947	11,115	148,781
At 31 December 2009			
Amounts payable on redemption	2,589,492	-	-
Accounts payable and accrued expenses	284,181	18,882	141,626
Net assets attributable to unitholders	2,332,745,007	-	-
Total financial liabilities	2,335,618,680	18,882	141,626

Units are redeemed on demand at the unitholder's option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as the unitholders typically retain the units for the medium to long term. At 31 December 2010 and 2009, no ultimate individual investor held more than 10% of the Fund's units.

The Fund manages its liquidity risk by investing predominantly in investments that it expects to be able to liquidate within 1 month or less. The following table illustrates the expected liquidity of assets held by the Fund:

	Less than 1 month HK\$	1-3 months HK\$	Over 3 months HK\$
At 31 December 2010			
Total assets	1,740,165,785	608,360,886	2,805,172

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(e) Liquidity risk (continued)

	Less than 1 month HK\$	1-3 months HK\$	Over 3 months HK\$
At 31 December 2009			
Total assets	<u>1,874,190,555</u>	<u>459,835,784</u>	<u>1,752,849</u>

(f) Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates.

The Fund holds monetary assets and liabilities which are mainly denominated in Hong Kong dollars, the Fund's functional and presentation currency. The Fund's own units are also denominated in Hong Kong dollars and therefore there is no significant exposure to currency risk.

(g) Fair value estimation

The fair value of financial assets and liabilities traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the year end date. The quoted market price used for financial assets held by the Fund is the current bid price; the appropriate quoted market price for financial liabilities is the current asking price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Fund for similar financial instruments.

HKFRS 7 requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The level in the fair value hierarchy within which the fair value measurement is categorized in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(g) Fair value estimation (continued)

The determination of what constitutes 'observable' requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyzes within the fair value hierarchy the Fund's investments (by class) measured at fair value at 31 December 2010 and 2009:

At 31 December 2010

	Level 1 HK\$	Level 2 HK\$	Level 3 HK\$	Total HK\$
Assets				
- Bonds	-	371,152,991	-	371,152,991
- Certificates of deposit	-	403,991,198	-	403,991,198
- Commercial papers	-	659,476,940	-	659,476,940
Total investments	-	1,434,621,129	-	1,434,621,129

At 31 December 2009

	Level 1 HK\$	Level 2 HK\$	Level 3 HK\$	Total HK\$
Assets				
- Bonds	-	100,478,150	-	100,478,150
- Certificates of deposit	-	191,414,145	-	191,414,145
- Commercial papers	-	1,119,025,846	-	1,119,025,846
Total investments	-	1,410,918,141	-	1,410,918,141

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1. As of 31 December 2010 and 2009, the Fund did not hold any investments classified in level 1.

Financial instruments 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 bonds, certificates of deposit and commercial papers. 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. As of 31 December 2010 and 2009, the Fund did not hold any investments classified in level 3.

(h) Capital risk management

The capital of the Fund is represented by the net assets attributable to unitholders. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

PineBridge Hong Kong Dollar Money Market Fund
Notes to the Financial Statements
For the year ended 31 December 2010

4. Financial risk management (continued)

(h) Capital risk management (continued)

In order to maintain or adjust the capital structure, the Fund's policy is to perform the following:

- monitor the level of daily subscriptions and redemptions relative to the liquid assets; and
- redeem and issue units in accordance with the Trust Deed of the Fund.

The Manager monitors capital on the basis of the value of net assets attributable to unitholders.

5. Net losses on investments

	2010	2009
	HK\$	HK\$
Change in unrealized gains/losses in value of investments	(3,385)	(39,155)

6. Taxation

No provision for Hong Kong profits tax has been made as the interest income, dividend income and realized gains on disposal of investments of the Fund are excluded from the charge to profits tax under Section 14, Section 26 or Section 26A of the Hong Kong Inland Revenue Ordinance.

7. Transactions with Associates/Connected Persons/Related Parties

Associates and connected persons are those as defined in the Mandatory Provident Fund Schemes Ordinance and the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong respectively.

Apart from the fees as disclosed below, the Fund allows the Manager and its associates/connected persons to subscribe for, and redeem, units in the Fund.

All transactions were entered into in the ordinary course of business and on normal commercial terms.

(a) Management fee

PineBridge Investments Hong Kong Limited, the Manager, is entitled to receive a management fee at 0.25% per annum, with a permitted maximum of 1% per annum, of the net asset value of the Standard units, being calculated daily and payable monthly in arrears.

No management fee is charged on the Provident Fund units.

Management fee payable as at year end amounted to HK\$24,258 (2009: HK\$36,538).

(b) Trustee's fee

American International Assurance Company (Trustee) Limited, the Trustee, is entitled to receive a trustee's fee at a permitted maximum of 0.05% per annum of the net asset value of the Standard units, being calculated daily and payable monthly in arrears.

No trustee's fee is charged on the Provident Fund units.

Trustee's fee payable as at year end amounted to HK\$4,852 (2009: HK\$7,308).

7. Transactions with Associates/Connected Persons/Related Parties (continued)

(c) Custodian and administration fees

HSBC Provident Fund Trustee (Hong Kong) Limited, the Custodian and Administrator, is entitled to receive a custodian fee of 0.15% per annum of the daily net asset value of the Fund for the first HK\$300 million, 0.10% per annum of the next HK\$300 million and 0.08% per annum thereafter, with a permitted maximum of 0.50% per annum.

Total custodian and administration fees payable as at year end amounted to HK\$241,245 (2009: HK\$240,336).

8. Soft commission arrangements

During the year, the Manager and its associates/connected persons did not enter into any soft commission arrangements with brokers relating to dealing in the assets of the Fund.

9. Distributions

No distribution was made during the year (2009: Nil).

10. Approval of financial statements

The financial statements were approved by the Trustee and the Manager on 26 April 2011.