

PINEBRIDGE HONG KONG EQUITY FUND
REPORTS AND FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
30 JUNE 2010
(UNAUDITED)

PineBridge Hong Kong Equity Fund
Reports and Financial Statements
For the six months ended 30 June 2010
(Unaudited)

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PineBridge Hong Kong Equity 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
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Hong Kong

Application and Redemption Agents

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Central, Hong Kong

**PineBridge Hong Kong Equity Fund
Investment Report
For the six months ended 30 June 2010**

During the period under review, the U.S. equity market as measured by S&P 500 Index fell by 7.57% and the Europe equity markets as measured by MSCI Europe Index dropped by 16.72%. In Japan, the TOPIX Index lost by 7.29%. In Asia, the MSCI AC Far East (excluding Japan and Hong Kong) Index was down by 4.60%. In Hong Kong, the Hang Seng Index dropped by 7.97%. The Greater China equity markets as measured by MSCI AC Golden Dragon Index lost by 7.66%. The bond markets as measured by Citigroup World Broad Investment Grade ex-MBS Index fell by 1.91% while HSBC Hong Kong Bond Index gained 4.54%.

In the 1st quarter of 2010, the quarter was a good one for equities in general. The end of the quarter was particularly beneficial for US equities, and the current stock market rally seems to be carrying into the second quarter. Global equities posted strong returns in the first quarter. Emerging markets were the big winners, outperforming developed markets indices by almost two percentage points during that time.

Equity markets rallied in the 2nd quarter of 2010, global equity indices gave back about a third of the gains since the market rebound started in March of last year. Developed world indices significantly underperformed their emerging market brethren highlighting the fact that the problems are in our parts of the world and Emerging Markets are becoming the new “safe havens.”

In terms of the global market outlook, fears of a double-dip recession will wane and the expansion will continue, albeit at a slower pace. With policy rates at or near record lows in most parts of the world, inventory levels back in balance, housing markets poised for a strong rebound, and household balance sheets slowly healing, we believe we are set to embark on the next stage of this business cycle. This will probably occur by the Spring of next year, with stronger economic growth here in the US and in most other parts of the world. Europe will be lagging, but by addressing its deficit problem, even the Old Continent is creating an environment for more buoyant economic growth in the years ahead.

PineBridge Hong Kong Equity Fund
Investment Report
As at 30 June 2010
(Unaudited)

INVESTMENT PORTFOLIO

LISTED EQUITIES	Holding Shares	Market Value HK\$	% of Net Assets
HONG KONG			
AAC ACOUSTIC TECHNOLOGIES HLDGS INC (FORMERLY KNOWN AS AAC ACOUSTIC TECHNOLOGY HLDGS INC)	5,810,000	64,839,600	1.23%
ASM PACIFIC TECHNOLOGY LTD	680,600	41,550,630	0.79%
BANK OF CHINA LTD H SHS	44,183,000	175,406,510	3.32%
BANK OF EAST ASIA LTD	2,289,492	64,907,098	1.23%
BEIJING ENTERPRISES HOLDINGS LTD	1,324,000	67,921,200	1.29%
BELLE INTERNATIONAL HOLDINGS LTD	7,247,000	80,441,700	1.52%
BOC HONG KONG HOLDINGS LTD	3,670,500	65,555,130	1.24%
CHEUNG KONG (HOLDINGS) LTD	1,620,000	146,448,000	2.78%
CHINA CONSTRUCTION BANK H SHS	47,852,000	303,381,680	5.75%
CHINA COSCO HOLDINGS CO LTD H SHS	5,876,000	47,184,280	0.89%
CHINA HIGH SPEED TRANSMISSION EQUIP	2,210,000	36,641,800	0.69%
CHINA LIFE INSURANCE CO LTD H SHS	6,672,000	230,851,200	4.37%
CHINA MENGNIU DAIRY CO LTD	2,195,000	55,862,750	1.06%
CHINA MERCHANTS BANK CO LTD H SHS	4,828,433	91,257,384	1.73%
CHINA MOBILE LTD H SHS	5,958,000	464,426,100	8.80%
CHINA OVERSEAS LAND & INVESTMENT LIMITED	4,230,720	62,106,969	1.18%
CHINA PETROLEUM & CHEMICAL CORP H SHS	11,940,000	75,699,600	1.43%
CHINA RESOURCES ENTERPRISE LIMITED	2,162,000	61,941,300	1.17%
CHINA SHENHUA ENERGY CO LTD H SHS	3,837,000	109,354,500	2.07%
CLP HOLDINGS LTD	1,811,000	101,868,750	1.93%
CNOOC LTD	18,016,000	241,054,080	4.57%
DIGITAL CHINA HOLDINGS LTD	3,839,000	46,068,000	0.87%
ESPRIT HOLDINGS LTD	1,102,155	46,841,587	0.89%
HANG LUNG GROUP LTD	1,893,000	79,127,400	1.50%
HANG LUNG PROPERTIES LTD	2,271,000	68,243,550	1.29%
HANG SENG BANK LTD	510,800	53,276,440	1.01%
HENDERSON LAND DEVELOPMENT CO LTD	1,063,000	48,791,700	0.93%
HENGAN INTL GROUP CO LTD	2,008,000	127,206,800	2.41%
HONG KONG EXCHANGES AND CLEARING LTD	551,400	67,656,780	1.28%
HONGKONG ELECTRIC HOLDINGS LTD	923,000	42,688,750	0.81%
HSBC HOLDINGS PLC	5,340,368	387,977,735	7.35%
HUABAO INTL HOLDINGS LTD	6,369,000	62,670,960	1.19%
HUTCHISON WHAMPOA LTD	2,356,300	113,691,475	2.15%
INDUSTRIAL AND COMM BANK OF CHINA H SHS	30,794,000	176,449,620	3.34%
INTEGRATED DISTRIBUTION SVCS GROUP LTD	1,686,000	22,862,160	0.43%
LEE & MAN PAPER MANUFACTURING LTD	12,760,000	74,008,000	1.40%
LI & FUNG LIMITED	2,728,800	95,780,880	1.82%

PineBridge Hong Kong Equity Fund
Investment Report
As at 30 June 2010
(Unaudited)

INVESTMENT PORTFOLIO (CONTINUED)

	Holding	Market	
LISTED EQUITIES	Shares	Value	% of Net
		HK\$	Assets
HONG KONG (CONTINUED)			
MTR CORP LTD	3,028,701	80,714,882	1.53%
PARKSON RETAIL GROUP LTD	2,802,000	37,042,440	0.70%
PETROCHINA CO LTD H SHS	19,028,000	166,304,720	3.15%
PING AN INSURANCE (GRP) CO OF CHINA H SHS	1,687,000	108,221,050	2.05%
SHUI ON LAND LTD	4,486,900	15,120,853	0.29%
SINO LAND CO LTD	1,970,169	27,582,366	0.52%
SKYWORTH DIGITAL HOLDINGS LTD	8,184,000	42,638,640	0.81%
SUN HUNG KAI PROPERTIES LTD	1,612,558	172,866,218	3.28%
SWIRE PACIFIC LIMITED A	792,000	70,210,800	1.33%
TECHTRONIC INDUSTRIES CO LTD	8,800,000	53,680,000	1.02%
TENCENT HLDGS LTD	458,800	59,873,400	1.14%
THE WHARF (HOLDINGS) LTD.	730,000	27,849,500	0.53%
ZHUZHOU CSR TIMES ELECTRIC CO LTD H SHS	2,501,000	41,566,620	0.79%
ZTE CORP H SHS	356,400	8,535,780	0.16%
TOTAL INVESTMENTS*		<u>5,014,249,367</u>	<u>95.01%</u>
TOTAL INVESTMENTS, AT COST*		<u>4,215,582,408</u>	

* Investments are accounted for on a trade date basis.

PineBridge Hong Kong Equity Fund
Investment Report
For the six months ended 30 June 2010
(Unaudited)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO

	Holdings			30 June 2010 Shares
	1 January 2010 Shares	Additions Shares	Deductions Shares	
LISTED EQUITIES				
HONG KONG				
AAC ACOUSTIC TECHNOLOGIES HLDGS INC (FORMERLY KNOWN AS AAC ACOUSTIC TECHNOLOGY HLDGS INC)	5,810,000	-	-	5,810,000
ANGANG STEEL CO LTD H SHS	4,596,000	-	(4,596,000)	-
ASM PACIFIC TECHNOLOGY LTD	910,700	-	(230,100)	680,600
BANK OF CHINA LTD H SHS	56,860,000	1,584,000	(14,261,000)	44,183,000
BANK OF COMMUNICATIONS CO LTD H SHS	6,910,000	-	(6,910,000)	-
BANK OF EAST ASIA LTD	2,289,492	-	-	2,289,492
BEIJING ENTERPRISES HOLDINGS LTD	1,324,000	-	-	1,324,000
BELLE INTERNATIONAL HOLDINGS LTD	2,890,000	4,357,000	-	7,247,000
BOC HONG KONG HOLDINGS LTD	2,421,500	1,249,000	-	3,670,500
CHEUNG KONG (HOLDINGS) LTD	1,620,000	-	-	1,620,000
CHINA CONSTRUCTION BANK H SHS	53,177,000	-	(5,325,000)	47,852,000
CHINA COSCO HOLDINGS CO LTD H SHS	5,337,000	539,000	-	5,876,000
CHINA HIGH SPEED TRANSMISSION EQUIP	2,210,000	-	-	2,210,000
CHINA LIFE INSURANCE CO LTD H SHS	7,935,000	-	(1,263,000)	6,672,000
CHINA MENGNIU DAIRY CO LTD	3,063,000	-	(868,000)	2,195,000
CHINA MERCHANTS BANK CO LTD H SHS	4,272,950	555,483	-	4,828,433
CHINA MERCHANTS BANK CO-H RTS (MAR2010)	-	555,483	(555,483)	-
CHINA MOBILE LTD H SHS	3,850,000	2,252,000	(144,000)	5,958,000
CHINA OVERSEAS LAND & INVESTMENT LIMITED	4,230,720	-	-	4,230,720
CHINA PETROLEUM & CHEMICAL CORP H SHS	11,940,000	-	-	11,940,000
CHINA RESOURCES ENTERPRISE LIMITED	1,000,000	1,162,000	-	2,162,000
CHINA SHENHUA ENERGY CO LTD H SHS	3,891,000	431,500	(485,500)	3,837,000
CHINA UNICOM HONG KONG LTD	4,650,160	-	(4,650,160)	-
CLP HOLDINGS LTD	1,521,500	289,500	-	1,811,000
CNOOC LTD	20,584,000	1,995,000	(4,563,000)	18,016,000
DATANG INTL POWER GENERATION CO LTD H SHS	4,570,000	-	(4,570,000)	-
DIGITAL CHINA HOLDINGS LTD	-	3,839,000	-	3,839,000
ESPRIT HOLDINGS LTD	-	1,102,155	-	1,102,155
FOXCONN INTL HLDGS	3,280,000	-	(3,280,000)	-
HANG LUNG GROUP LTD	1,893,000	-	-	1,893,000
HANG LUNG PROPERTIES LTD	2,271,000	-	-	2,271,000
HANG SENG BANK LTD	658,900	-	(148,100)	510,800
HENDERSON LAND DEVELOPMENT CO LTD	1,376,000	-	(313,000)	1,063,000
HENDERSON LAND DEV CO LTD WTS 1JUN2011	-	212,600	(212,600)	-
HENGAN INTL GROUP CO LTD	1,912,000	387,500	(291,500)	2,008,000

**PineBridge Hong Kong Equity Fund
Investment Report
For the six months ended 30 June 2010
(Unaudited)**

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (CONTINUED)

	Holdings			30 June 2010 Shares
	1 January 2010 Shares	Additions Shares	Deductions Shares	
LISTED EQUITIES				
HONG KONG (CONTINUED)				
HONG KONG & CHINA GAS CO LTD	673,800	-	(673,800)	-
HONG KONG EXCHANGES AND CLEARING LTD	357,000	194,400	-	551,400
HONGKONG ELECTRIC HOLDINGS LTD	547,000	376,000	-	923,000
HSBC HOLDINGS PLC	5,594,517	36,651	(290,800)	5,340,368
HUABAO INTL HOLDINGS LTD	5,805,000	564,000	-	6,369,000
HUTCHISON WHAMPOA LTD	1,983,300	373,000	-	2,356,300
INDUSTRIAL AND COMM BANK OF CHINA H SHS	41,719,000	-	(10,925,000)	30,794,000
INTEGRATED DISTRIBUTION SVCS GROUP LTD	1,686,000	-	-	1,686,000
LEE & MAN PAPER MANUFACTURING LTD	-	12,760,000	-	12,760,000
LEE & MAN PAPER MANUFACTURING LTD-NEW	6,380,800	2,275,200	(8,656,000)	-
LI & FUNG LIMITED	2,266,800	602,000	(140,000)	2,728,800
LI NING CO LTD	1,813,000	-	(1,813,000)	-
MTR CORP LTD	2,269,701	759,000	-	3,028,701
PARKSON RETAIL GROUP LTD	2,896,000	1,397,500	(1,491,500)	2,802,000
PETROCHINA CO LTD H SHS	18,018,000	2,866,000	(1,856,000)	19,028,000
PING AN INSURANCE (GRP) CO OF CHINA H SHS	1,519,000	168,000	-	1,687,000
SHUI ON LAND LTD	10,392,400	-	(5,905,500)	4,486,900
SHUN TAK HOLDINGS LIMITED	8,450,000	-	(8,450,000)	-
SINO LAND CO LTD	1,956,814	13,355	-	1,970,169
SKYWORTH DIGITAL HOLDINGS LTD	-	8,184,000	-	8,184,000
SUN HUNG KAI PROPERTIES LTD	1,601,000	11,558	-	1,612,558
SWIRE PACIFIC LIMITED A	792,000	-	-	792,000
TECHTRONIC INDUSTRIES CO LTD	7,800,000	1,000,000	-	8,800,000
TENCENT HLDGS LTD	424,500	34,300	-	458,800
THE WHARF (HOLDINGS) LTD.	-	730,000	-	730,000
YANZHOU COAL MINING CO LTD H SHS	3,400,000	-	(3,400,000)	-
ZHUZHOU CSR TIMES ELECTRIC CO LTD H SHS	2,501,000	-	-	2,501,000
ZTE CORP H SHS	1,552,000	598,600	(1,794,200)	356,400

**PineBridge Hong Kong Equity Fund
Investment Report
For the six months ended 30 June 2010
(Unaudited)**

PineBridge Hong Kong Equity Fund (the "Fund") (formerly known as AIG Hong Kong Equity 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 period.

Investment objectives and policies

The Fund seeks to provide capital appreciation through a managed portfolio of shares in companies listed on The Stock Exchange of Hong Kong Limited. Hong Kong is in the Manager's view well placed to prosper directly from economic activities in the Asian region and the economic emergence of People's Republic of China.

	30 June 2010	30 June 2009	30 June 2008
	HK\$	HK\$	HK\$
Investments and investment income			
Total value of investments	5,014,249,367	4,416,087,634	3,987,698,035
Interest on bank deposits	88,863	111,735	1,415,377
Dividend income (net of withholding tax)	85,326,046	71,473,871	73,288,803
Net foreign currency losses	(262)	(237)	-
Net income excluding capital (depreciation) / appreciation	81,869,119	70,296,960	74,382,045
Net (depreciation) / appreciation of investments - realized and unrealized	(433,427,655)	1,083,732,722	(1,240,491,746)

Performance table

Net asset value

	Total net asset value HK\$	Net asset value per unit HK\$	Number of units in issue Units
30 June 2010 - Standard units	463,006,848	27.08	17,095,865
30 June 2010 - Provident Fund units	4,814,383,677	29.07	165,594,283
31 December 2009 - Standard units	492,272,812	29.14	16,893,142
31 December 2009 - Provident Fund units	5,220,059,828	30.90	168,942,807
31 December 2008 - Standard units	273,904,068	17.99	15,226,061
31 December 2008 - Provident Fund units	2,786,775,921	19.46	143,216,742

**PineBridge Hong Kong Equity Fund
Investment Report
For the six months ended 30 June 2010
(Unaudited)**

Performance table (continued)

Performance record for the past 10 years

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Investment return (Note 2) %
30 June 2010 - Standard units	28.12	26.11	12.30
30 June 2010 - Provident Fund units	30.17	27.98	13.11
31 December 2009 - Standard units	30.11	14.81	61.99
31 December 2009 - Provident Fund units	31.82	16.32	58.79
31 December 2008 - Standard units	35.51	13.71	(49.54)
31 December 2008 - Provident Fund units	36.67	15.15	(47.11)
31 December 2007 - Standard units	40.41	21.94	51.16
31 December 2007 - Provident Fund units	41.48	22.79	50.97
31 December 2006 - Standard units	23.59	15.73	50.86
31 December 2006 - Provident Fund units	24.38	16.29	50.54
31 December 2005 - Standard units	15.80	13.10	12.20
31 December 2005 - Provident Fund units	16.35	13.49	13.11
31 December 2004 - Standard units	13.94	10.18	17.98
31 December 2004 - Provident Fund units	14.32	10.46	18.91
31 December 2003 - Standard units	11.81	7.37	46.19
31 December 2003 - Provident Fund units	12.04	7.52	47.03
31 December 2002 - Standard units	10.19	7.68	(15.21)
31 December 2002 - Provident Fund units	10.23	7.76	(14.23)
31 December 2001 - Standard units	11.29	7.49	(11.34)
31 December 2001 - Provident Fund units	11.31	7.51	(11.28)

Note 1: The Fund started to issue Provident Fund units on 4 December 2000.

Note 2: The investment return is calculated by comparing the net asset value per unit at the period end against the net asset value per unit at the beginning of the year except for the first year where the initial subscription price per unit is used. The Fund was launched on 29 January 1999.

PineBridge Hong Kong Equity Fund
Statement of Net Assets
As at 30 June 2010
(Unaudited)

	30 June 2010 HK\$	31 December 2009 HK\$
Assets		
Current assets		
Investments	5,014,249,367	5,490,962,803
Dividends receivable	23,817,542	3,470,950
Interest receivable	1,313	293
Amounts receivable on subscription	9,283,438	5,715,741
Cash and cash equivalents	228,225,720	214,256,646
Total assets	<u>5,275,577,380</u>	<u>5,714,406,433</u>
Liabilities		
Current liabilities		
Amounts payable on redemption	6,109,605	7,135,197
Accounts payable and accrued expenses	1,104,934	1,304,535
Liabilities (excluding net assets attributable to unitholders)	<u>7,214,539</u>	<u>8,439,732</u>
Net assets attributable to unitholders (at bid market prices)	5,268,362,841	5,705,966,701
Adjustment from bid market prices to last traded market prices	<u>9,027,684</u>	<u>6,365,939</u>
Net assets attributable to unitholders (at last traded market prices)	<u>5,277,390,525</u>	<u>5,712,332,640</u>

On behalf of
American International Assurance
Company (Trustee) Limited

On behalf of
PineBridge Investments
Hong Kong Limited

Director

Director

PineBridge Hong Kong Equity Fund
Statement of Comprehensive Income
For the six months ended 30 June 2010
(Unaudited)

	30 June 2010 HK\$	30 June 2009 HK\$
Income		
Interest on bank deposits	88,863	111,735
Dividend income	90,302,302	76,683,112
Net (losses) / gains on investments	(433,427,655)	1,083,732,722
Net foreign currency losses	(262)	(237)
Total investment (loss) / income	<u>(343,036,752)</u>	<u>1,160,527,332</u>
Expenses		
Management fee	2,922,690	1,895,957
Trustee's fee	1,317,590	894,839
Custodian and administration fees (Note)	1,838,028	1,544,307
Audit fee	49,703	93,152
Legal and professional fees	30,379	-
Other expenses (Note)	48,883	66,888
Total operating expenses	<u>6,207,273</u>	<u>4,495,143</u>
Net (loss) / profit before tax	(349,244,025)	1,156,032,189
Withholding tax	(4,976,256)	(5,209,241)
Net (loss) / profit after tax	<u>(354,220,281)</u>	<u>1,150,822,948</u>
Adjustments from bid market prices to last traded market prices	<u>2,661,745</u>	<u>3,206,734</u>
(Decrease) / increase in net assets attributable to unitholders from operations	<u>(351,558,536)</u>	<u>1,154,029,682</u>

Note: Certain comparative figures have been adjusted to conform with current period's presentation

PineBridge Hong Kong Equity Fund
Statement of Changes in Net Assets Attributable to Unitholders
For the six months ended 30 June 2010
(Unaudited)

	30 June 2010 HK\$	30 June 2009 HK\$
Net assets attributable to unitholders at 1 January (at last traded market prices)	<u>5,712,332,640</u>	<u>3,060,679,989</u>
Proceeds from issue of 20,030,975 (30 June 2009: 31,600,578) units	586,511,127	591,676,100
Payments on redemption of 23,176,776 (30 June 2009: 12,429,755) units	(669,894,706)	(266,950,799)
Net (decrease) / increase from unit transactions	<u>(83,383,579)</u>	<u>324,725,301</u>
(Decrease) / increase in net assets attributable to unitholders from operations	(351,558,536)	1,154,029,682
Net assets attributable to unitholders at 30 June (at last traded market prices)	<u><u>5,277,390,525</u></u>	<u><u>4,539,434,972</u></u>

PineBridge Hong Kong Equity Fund
Statement of Cash Flows
For the six months ended 30 June 2010
(Unaudited)

	30 June 2010 HK\$	30 June 2009 HK\$
Cash flows from operating activities		
(Decrease) / increase in net assets attributable to unitholders from operations	(351,558,536)	1,154,029,682
Adjustment for:		
Dividend income	(90,302,302)	(76,683,112)
Interest on bank deposits	(88,863)	(111,735)
Withholding tax	4,976,256	5,209,241
Adjustments from bid market prices to last traded market prices	(2,661,745)	(3,206,734)
Operating (loss) / profit before working capital changes	(439,635,190)	1,079,237,342
Net decrease / (increase) in investments	476,713,436	(1,588,435,062)
Net (decrease) / increase in accounts payable and accrued expenses	(199,601)	363,882
Net increase in amounts receivable from brokers	-	(4,666,310)
Cash generated from / (used in) operations	36,878,645	(513,500,148)
Dividend income received	64,979,454	53,654,128
Interest on bank deposits received	87,843	112,839
Net cash generated from / (used in) operating activities	101,945,942	(459,733,181)
Cash flows from financing activities		
Proceeds from issue of units	582,943,430	593,059,883
Payments on redemption of units	(670,920,298)	(265,743,229)
Net cash (used in) / generated from financing activities	(87,976,868)	327,316,654
Net increase / (decrease) in cash and cash equivalents	13,969,074	(132,416,527)
Cash and cash equivalents at the beginning of the period	214,256,646	221,036,101
Cash and cash equivalents at the end of the period	228,225,720	88,619,574
Analysis of balance of cash and cash equivalents		
Cash at banks	228,225,720	88,619,574