

Client Update

UK OEIC

Investment objective

The Fund aims to achieve long-term capital growth. The Fund invests world-wide in equities in emerging economies, including those of companies listed on developed market exchanges whose activities predominantly take place in emerging market countries.

Cumulative performance (% in GBP) to 31 Jul 2010

Period	3 mths	6 mths	1 yr	3 yrs	5 yrs	10 yrs	Since Launch
Fund return	-0.7	14.8	29.1	44.1	133.6	259.5	694.4
Benchmark return	-4.1	10.1	26.9	23.8	107.2	184.0	341.7
Sector return	-3.8	11.1	25.9	21.2	98.7	165.7	366.5
Quartile rank	1	1	1	1	1	1	1

Annual performance (% in GBP) to 31 Jul 2010

Period	12 mths to 31/07/10	12 mths to 31/07/09	12 mths to 31/07/08	12 mths to 31/07/07	12 mths to 31/07/06
Fund return	29.1	13.5	-1.7	37.5	17.9
Benchmark return	26.9	-0.6	-1.9	38.3	21.1
Sector return	25.9	-2.1	-2.2	36.2	21.5
Quartile rank	1	1	3	2	4

Manager's comments

- Emerging markets rose over the month, outperforming global equities and Asia Pacific equities.
- Markets were driven higher by the return of risk appetite as concerns about sovereign creditworthiness subsided.
- AngloGold Ashanti declined with the gold price and Hong Kong & China Gas (Hong Kong: Utilities) lagged as defensive companies were out of favour.
- Performance was positively impacted by LG Corp (South Korea: Industrials) which benefited from the strong performance of its subsidiaries.
- Over the month we bought LG Electronics, a major South Korean branded consumer electronics and durable goods manufacturer.
- In the Consumer Staples sector, we sold X5 Retail (Russia) and LG Household & Healthcare (South Korea) on valuation concerns.
- Valuations of quality companies listed on the popular exchanges of Brazil, India and China look full.
- However, in some cases companies with large franchises in these countries, but listed elsewhere, such as Taiwanese stocks operating in China, remain reasonably valued.

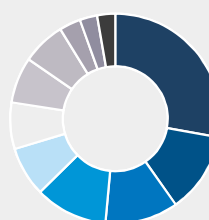
Fund information

Launch date	30/12/1992	
Fund size (£m)	612	
IMA sector	Global Emerging Markets	
Benchmark	MSCI Emerging Markets Index	
Number of holdings	102	
Fund managers	Jonathan Asante / Glen Finegan	
ISAable fund	Yes	
Minimum investment	£1,000 lump sum / £50 per month	
Charges	Initial 4.0%; Annual 1.75%	
Share type	Accumulation	
Research rating	OBSR: AA	S&P Fund Management: AA

Ten largest holdings

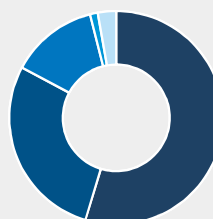
Stock name	%	Stock name	%
Hong Kong & China Gas	5.4	Shinsegae	2.5
Taiwan Semiconductor	5.2	Samsung Fire & Marine	2.3
Anglogold Ashanti	4.9	President Chain Store	2.3
LG Corp	3.0	Uni President Enterprises	2.2
Check Point Software	3.0	Delta Electronics	2.2

Sector breakdown



Consumer Staples	27.8% (*6.7%)
Information Technology	12.4% (*13.0%)
Utilities	11.3% (*3.7%)
Financials	11.2% (*26.2%)
Industrials	7.6% (*6.9%)
Telecom Services	7.2% (*8.2%)
Consumer Discretionary	7.1% (*6.5%)
Materials	6.7% (*14.3%)
Energy	3.3% (*13.8%)
Health Care	2.7% (*0.7%)
Cash	2.8% (*0.0%)

Regional breakdown



Emerging Asia	54.7% (*57.9%)
EMEA	28.1% (*18.8%)
Latin America	13.3% (*23.3%)
Other	1.1% (*0.0%)
Cash	2.8% (*0.0%)

* Index Allocation

How to contact us

Client Services team: **0800 587 4141**

Dealing line: **0800 587 3388**

E-mail: enquiries@firststate.co.uk

Important Information / Risk Factors:

Past performance is not a guide to future performance, and investment markets and conditions can change rapidly. If your fund invests in equity markets, it will be more volatile than an investment in cash or fixed deposits. The value of your investment may go down as well as up. There is no guarantee you will get back the amount invested. If your fund invests in overseas markets, currency movements may affect both the income received and the capital value of your investment. If it invests in the shares of small companies, in emerging markets, or in a single country or sector, it may be less liquid and more volatile than a broadly diversified fund investing in developed equity markets. This fund should be considered a long-term investment. You should read the fund's Prospectus before investing, including in particular the sections on the risk factors applicable to any investment. The views expressed herein should not be relied upon when making investment decisions.

Statistical sources: All performance data as at 31 July 2010: Source for fund - Lipper Ltd, net of fees, income reinvested net of tax; source for benchmark - RIMES, income reinvested net of tax. All other portfolio details and non performance information (top 10 holdings, fund size, sector and country breakdown): First State's own records. Any research or analysis used in the preparation of this document has been procured by First State for its own use and should not be relied upon by others. Since launch performance figures have been calculated from 31 December 1992.

Further details: First State Global Emerging Markets Fund is a sub-fund of First State Investments ICVC, an open-ended investment company. Copies of the Prospectus and Simplified Prospectus for the First State Investments ICVC are available free of charge by writing to: Client Services, First State Investments (UK) Limited, 23 St Andrew Square, Edinburgh, EH2 1BB, by telephoning 0800 587 4141 between 8am and 5pm Monday to Friday or by printing the documents out from the website www.firststate.co.uk. Issued by First State Investments (UK) Limited, authorised and regulated by the Financial Services Authority. A member of IMA. Registered number: 2294743. Registered address: 3rd Floor, 30 Cannon Street, London EC4M 6YQ.

Fortis Foreign Fund Services AG, Rennweg 57, Postfach, 8021 Zurich has been designated as the Swiss Representative and Fortis Banque (Suisse) S.A., Zurich Branch, Rennweg 57, Postfach, 8021 Zurich has been designated as the Swiss Paying Agent. The Prospectus, the articles of incorporation as well as the last annual and interim reports of the Company and the changes in the investment portfolio can be obtained free of charge at Fortis Foreign Fund Services AG.