

Client Update

UK OEIC

Investment Objective & Policy

The Fund aims to achieve long-term capital growth. The Fund invests world-wide in large and mid capitalisation 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 Dec 2011

Period	3 mths	6 mths	1 yr	3 yrs	5 yrs	10 yrs	Since Launch
Fund return	6.1	-4.1	-6.5	80.5	87.3	-	233.7
Benchmark return	4.7	-16.5	-17.8	60.1	41.8	-	188.4
Sector return	4.4	-15.6	-19.2	56.9	35.8	-	168.3
Quartile rank	1	1	1	1	1	-	1

Annual performance (% in GBP) to 31 Dec 2011

Period	12 mths to 31/12/11	12 mths to 31/12/10	12 mths to 31/12/09	12 mths to 31/12/08	12 mths to 31/12/07
Fund return	-6.5	29.0	49.8	-18.8	27.8
Benchmark return	-17.8	22.6	58.9	-35.4	37.0
Sector return	-19.2	23.1	57.7	-36.1	34.9
Quartile rank	1	1	4	1	4

Manager's comments

- Emerging Markets were flat in Sterling terms in December, underperforming World markets.
- India and South Korea underperformed, while Malaysia and the Philippines posted the strongest gains.
- In sector terms, Energy and Materials were particularly weak, while Information Technology and Consumer Staples outperformed.
- There were no major transactions over the month.
- We see signs that developed world companies are competing more and more effectively in developing countries, essentially by adopting local cost structures and distribution networks.
- Any reform of the North Korean economy is likely to prove positive for some South Korean companies.
- Valuations of good quality companies in GEM remain quite full.
- Globally, while by no means cheap, equities are generally better value than government bonds.

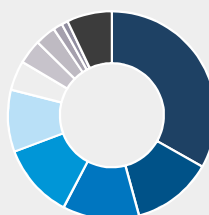
Fund information

Launch date	01/12/2003
Fund size (£m)	2,029
IMA sector	Global Emerging Markets
Benchmark	MSCI Emerging Markets Index
Number of holdings	63
Fund managers	Jonathan Asante / Glen Finegan
ISAable fund	Yes
Minimum investment	£1,000 lump sum / £50 per month
Charges	Initial 4.0%; Annual 1.5%
Share type available	Accumulation
Research rating	Feri Trust: A OBSR: AAA S&P Fund Management: AA

Ten largest holdings

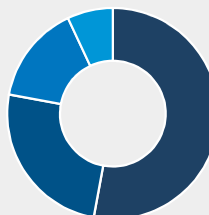
Stock name	%	Stock name	%
Taiwan Semiconductor	4.3	Tiger Brands	3.1
Hong Kong & China Gas	4.2	Uni President Enterprises	2.9
Anheuser-Busch InBev	4.2	Hindustan Unilever	2.9
Samsung Fire & Marine	3.7	Axiata Group	2.8
SABMiller	3.4	Shoprite	2.7

Sector breakdown



Consumer Staples: 33.2% (*8.1%)
Financials: 12.6% (*23.8%)
Telecom Services: 11.9% (*8.5%)
Information Technology: 11.6% (*13.1%)
Utilities: 9.6% (*3.7%)
Materials: 4.6% (*13.2%)
Consumer Discretionary: 3.8% (*8.1%)
Industrials: 3.2% (*6.4%)
Health Care: 1.5% (*1.0%)
Energy: 1.0% (*14.0%)
Cash: 7.0% (*0.0%)

Regional breakdown



Emerging Asia: 52.9% (*59.1%)
EMEA: 25.0% (*17.8%)
Latin America: 15.1% (*23.0%)
Cash: 7.0% (*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 for the First State Global Emerging Markets Leaders Fund A Accumulation Shares as at 31 December 2011 : 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 2003.

Further details: First State Global Emerging Markets Leaders 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.

BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002, Zürich has been designated as the Swiss Representative and 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 BNP Paribas Securities Services.

First State
Investments