

AIG EUROPE FUND

31 October 2009

OBJECTIVE

AIG Europe Fund ('the Fund') seeks to achieve capital growth by investing in companies, whose assets, products or operations are based in Europe.

FUND FACTS

Domicile & Type	Ireland / Sub-fund of UCITS III Umbrella Open-ended Unit Trust
Inception Date of Class	29 Jul 2005
Inception Date of Predecessor Class	1 Jan 1993 *
Benchmark	MSCI Europe DTR Net
Base Currency	USD
Class	Y
Class Currency	USD
Minimum Investment	USD 1 million
Management Fee	1.00% since 9 Oct 2002
Listing & Dealing	Unlisted / Daily
Distribution Policy	Income and capital gains may be distributed
ISIN Number	IE0000269104
Portfolio Manager(s)	Graeme Bencke
Investment Manager(s)	AIG Investments Europe Ltd.
Legal Manager	AIG Investments Fund Management Ltd.
Authorised for Public Distribution In	Czech Republic, France, Germany, Hong Kong, Slovakia, Taiwan (ROC), United Kingdom
Regulated By	Financial Regulator in Ireland

*Refer to footnotes

COMMENTARY

Market Review

- October brought an increase in volatility in the European equity markets as third quarter results disappointed the more bullish expectations.
- Macro data continued to be reasonably supportive and commodity prices rose to new highs for the year.

Outlook

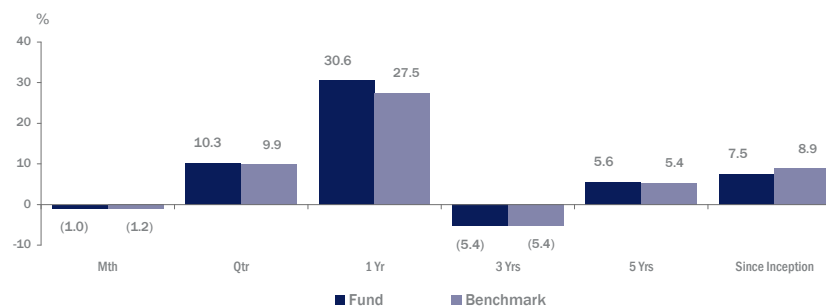
- Investor attention has shifted to the potential for the removal of stimulus by the central banks which many fear would cut off the life support for the current fragile recovery. Sentiment is therefore subject to rapid swings, and stock prices follow.
- We continue to look for stocks with strong valuation support as well as robust opportunities for growth.

Fund Activity

- New purchases during October included Virgin Media, the UK based cable broadcast company, and sales included Sandvik, the Swedish listed engineering group.
- Performance was most positively affected by the Fund's position in Ericsson, and most negatively by Thomas Cook Group.

PERFORMANCE

For periods ending 31 October 2009



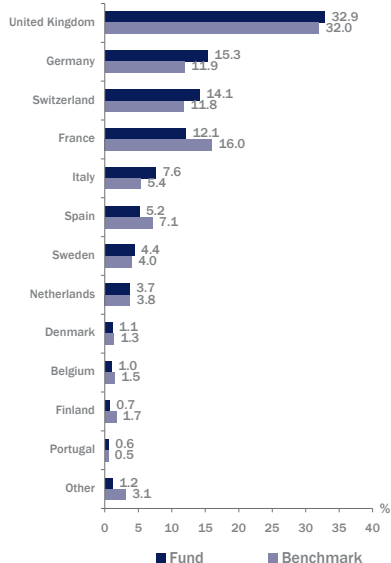
Calendar Year	Fund %	Benchmark %	Difference %
2009 YTD	31.6	30.0	1.6
2008	(47.1)	(46.4)	(0.7)
2007	13.5	13.9	(0.4)
2006	34.4	33.7	0.7
2005	10.9	9.4	1.5

Fund: AIG Europe Fund Class 'Y' Units

Benchmark: MSCI Europe DTR Net

Indicative gross performance before fees and all charges. 1, 3, 5 Yrs and since inception returns are annualised. Past performance is not indicative of future results. Refer to footnotes.

COUNTRY ALLOCATION



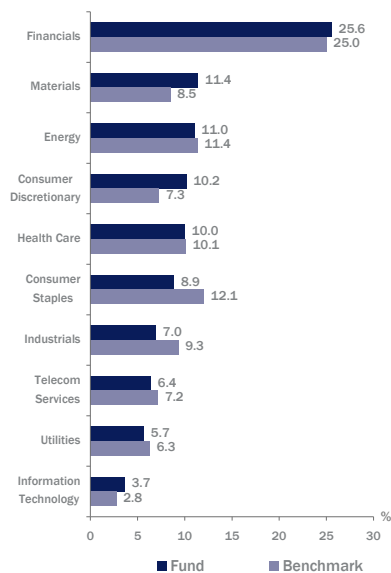
TOP 10 HOLDINGS

Company	%
BNP Paribas (FR)	3.2
Novartis AG (CH)	2.9
Vodafone Group (GB)	2.7
Credit Suisse Group AG (CH)	2.6
Intesa Sanpaolo S.P.A. (IT)	2.3
BP (GB)	2.3
Rio Tinto (GB)	2.3
Siemens AG (DE)	2.1
Ericsson (L.M.) (SE)	2.1
Koninklijke Ahold NV (NL)	2.1
Total	24.6

FUND STATISTICS

Fund Size	USD 76,273,194
NAV per Unit	USD 224.8595
Weighted Avg Mkt Cap (\$ M)	55,417
Number of Securities	258
Risk Free Rate	0.0
Sharpe Ratio (3yr)	(0.3)
Standard Deviation (3yr)	26.2
Information Ratio (3yr)	0.0
Tracking Error (3yr)	2.6
Alpha	0.3
Beta	1.0
R-Squared	99.0

SECTOR WEIGHTS



Fund: AIG Europe Fund
 Benchmark: MSCI Europe DTR Net
 Asset allocations as at month end.

www.aiginvestments.com

All information as of 31 Oct 2009 unless noted otherwise. Portfolio Structure may vary over time. Holdings are subject to change. We are not soliciting or recommending any action based on this material. This document should be read in conjunction with the Prospectus (including defined terms) and is subject at all times to the terms and conditions as set out therein. AIG Europe Fund (the "Fund") is a sub-fund of AIG Global Funds, an Irish domiciled UCITS III umbrella fund, authorized and regulated by the Financial Regulator in Ireland. The Fund was formed as a successor fund to AIG Europe Fund plc ("the Company") following a scheme of amalgamation with the Company and was launched on 29 July 2005. AIG Investments Europe Ltd. is the Investment Manager to the Fund and also acted in this capacity for the Company. The performance presented herein is representative of Class "Y" in U.S. Dollars of the Company up to 29 July 2005, and of the Fund from that date. The price of units and the income from them may fall as well as rise and investors may not get back the full amount originally invested. This document is intended for distribution only to existing and prospective investors for whom it is suitable and does not constitute an offer of units. Its general circulation may be restricted by law in certain jurisdictions. The Fund is not available for investment in the United States or to or for the account of U.S. Persons. AIG Investments Europe Limited is authorised and regulated by the Financial Services Authority ("FSA"). In the UK this communication is a financial promotion solely intended for professional clients as defined in the FSA Handbook and has been approved by AIG Investments Europe Limited. Copies of the Prospectus, the Simplified Prospectus and the most recent financial statements may be obtained free of charge in Ireland from AIG Investments Fund Management Ltd., and in Germany from BHF-BANK AG, Bockenheimer Landstraße 10, 60323 Frankfurt. Unless otherwise noted, all information is sourced from AIG Investments internal data. AIG Investments comprises a group of international companies which provide investment advice and market asset management products and services to clients around the world. Services and products are provided by one or more affiliates of American International Group, Inc. ("AIG"). AIG Investments is a registered mark of AIG. Issued by: AIG Investments Fund Management Ltd, 30 North Wall Quay, IFSC, Dublin 1, Ireland. Phone: 353-1-6720222. Facsimile: 353-1-6720267.

