

AIG INDIA EQUITY FUND

31 October 2009

OBJECTIVE

AIG India Equity Fund ('the Fund') seeks to achieve capital growth by investing in companies listed on stock exchanges in India or closely related to the economic development and growth of India.

FUND FACTS

Domicile & Type	Ireland / Sub-fund of UCITS III Umbrella Open-ended Unit Trust
Inception Date of Class	28 Sep 2006
Inception Date of Predecessor Class	N/A
Benchmark	MSCI Emerging Markets India DTR Net - (JPY)
Base Currency	USD
Class	Y3
Class Currency	JPY
Minimum Investment	JPY 125,000,000
Management Fee	1.00%
Listing & Dealing	Unlisted / Daily
Distribution Policy	Income and capital gains may be distributed
ISIN Number	IE00B1D7YD59
Portfolio Manager(s)	Peter Soo*
Investment Manager(s)	AIG Global Investment Corporation (Asia) Ltd.
Legal Manager	AIG Investments Fund Management Ltd.
Authorised for Public Distribution In	Austria, Czech Republic, Finland, France, Germany, Hong Kong, Luxembourg, Netherlands, Slovakia, Spain, Sweden, Taiwan (ROC), United Kingdom
Regulated By	Financial Regulator in Ireland
Morningstar Rating™	★★★★★

*AIG Global Asset Management Company (India) Private Limited provides the investment Manager with non-binding advisory services in relation to the investment of the assets of AIG India Equity Fund, coordinated by Huzaifa Husain.

COMMENTARY

Market Review

- The Reserve Bank of India has recently tightened provisions for bad loans, and reversed much of the easing that took place during last year's crisis period.
- Due to the relative ease of borrowing in prior years, a lot of excess capacity had been built and is now being underutilised resulting in price wars such as that witnessed in the telecom sector.

Outlook

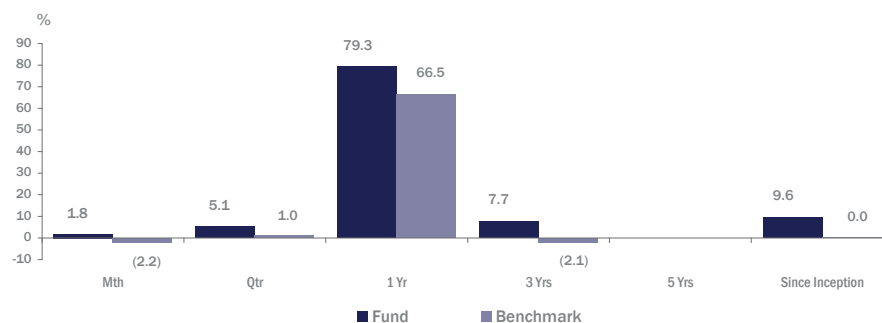
- There is much debate worldwide about a move away from loose monetary policy as inflation expectations rise. But the poor level of demand growth provides us with an indication that this is not an immediate risk.
- A tightening of the banking sector would be good over the long term but may impact short term risk taking abilities.

Fund Activity

- During October, we purchased a holding in Allahabad Bank, and reduced positions in Shree Cement and SBI.
- The Fund's underweight of banking and overweight of materials aided performance during the month. Fund performance was affected negatively by the Fund's overweight of telecoms and technology.

PERFORMANCE

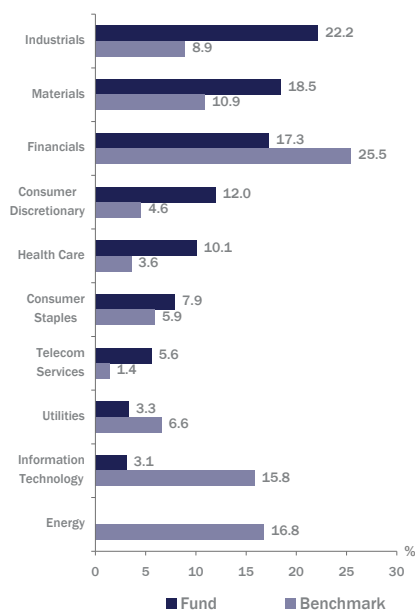
For periods ending 31 October 2009



Calendar Year	Fund %	Benchmark %	Difference %
2009 YTD	85.7	82.8	2.9
2008	(63.8)	(71.4)	7.6
2007	70.1	62.3	7.8
2006	N/A	N/A	N/A
2005	N/A	N/A	N/A

Fund: AIG India Equity Fund Class 'Y3' Units
 Benchmark: MSCI Emerging Markets India DTR Net - (JPY)
 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.

SECTOR WEIGHTS



Fund: AIG India Equity Fund
 Benchmark: MSCI Emerging Markets India DTR Net - (JPY)
 Asset allocations as at month end.

TOP 10 HOLDINGS

Company	%
Jindal Steel And Power	6.5
Container Corp (IN)	5.9
Shree Cement (IN)	5.9
Bharti Airtel Ltd (IN)	5.6
Hero Honda (IN)	5.3
Glaxo SmithKline Pharmaceuticals Ltd (IN)	4.7
AIA Engineering Ltd (IN)	4.6
ABB Ltd (IN)	4.2
Asian Paints Ltd (IN)	4.2
Cipla (IN)	4.1
Total	51.0

FUND STATISTICS

Fund Size	USD 286,906,748
NAV per Unit	JPY 1,911.8256
Weighted Avg Mkt Cap (\$ M)	5,916
Number of Securities	32
Risk Free Rate	0.0
Sharpe Ratio (3yr)	0.4
Standard Deviation (3yr)	39.1
Information Ratio (3yr)	0.8
Tracking Error (3yr)	12.3
Alpha	10.1
Beta	0.8
R-Squared	93.2

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 India Equity 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 performance presented herein is representative of Class 'Y3' in Yen. 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. Morningstar Rating™ Source: Morningstar Essentials™. Copyright © 2009 Morningstar, Inc. All Rights Reserved. Morningstar Rating as of 31 Oct 2009, in the INDIA EQUITY Morningstar Category. 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.

