

AIG JAPAN NEW HORIZON FUND

31 October 2009

OBJECTIVE

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

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	30 Jan 1998 *
Benchmark	MSCI Japan DTR Net
Base Currency	USD
Class	Y
Class Currency	USD
Minimum Investment	USD 1 million
Management Fee	1.00% since 13 Jan 2003
Listing & Dealing	Unlisted / Daily
Distribution Policy	Income and capital gains may be distributed
ISIN Number	IE0003893017
Portfolio Manager(s)	Akihiro Sekiya
Investment Manager(s)	AIG Investments Japan Co., Ltd.
Legal Manager	AIG Investments Fund Management Ltd.
Authorised for Public Distribution In	Austria, Belgium, Czech Republic, Finland, France, Germany, Hong Kong, Luxembourg, Netherlands, Slovakia, Spain, Sweden, Taiwan (ROC), United Kingdom
Regulated By	Financial Regulator in Ireland
S&P Fund Rating	A

*Refer to footnotes

COMMENTARY

Market Review

- The Japanese market fell slightly during October. The market began positively but, in the second half of the month, started to decline due to profit taking. However, first half corporate results showed a bottoming out of earnings.
- The best performing sectors during the month were securities & commodity futures, other financing business and steel. Meanwhile, the worst performers were insurance, oil & coal products and land transportation.

Fund Activity

- Large positive contributors to Fund performance in October were Tokyo Electron, Nippon Electric Glass, Aisin Seki, and Nidec. The main detractors were Disco, East Japan Railway and Tokyo Electron.

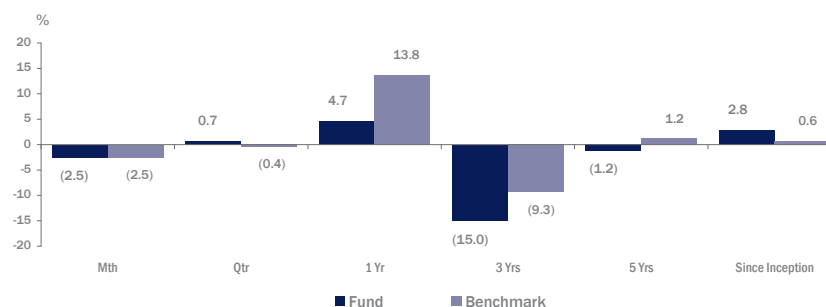
- We sold out of Toyota and Bridgestone in the consumer cyclical sector, and also sold Nippon Oil Corp using the proceeds to purchase Komatsu, Nikon and JGC Corp. We switched from SMFG and Daiwa securities to Yokohama Bank and Nomura Holdings in the financial sector.
- The Fund maintains an overweight of cyclical stocks.

Outlook

- The bottoming out of corporate earnings was most evident in global manufacturing firms. While the equity market may consolidate in a short time due to the mixed outlook for the global economy, its upward trend is expected to continue supported by the recovery in earnings.

PERFORMANCE

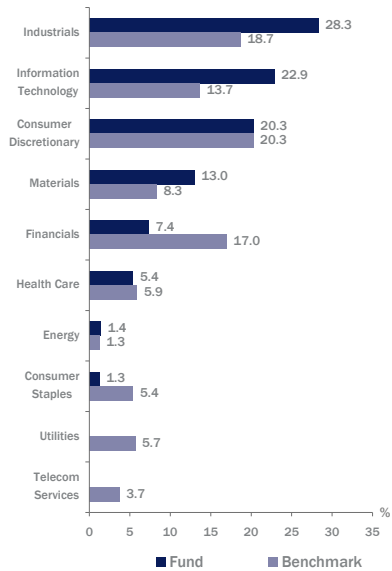
For periods ending 31 October 2009



Calendar Year	Fund %	Benchmark %	Difference %
2009 YTD	(3.9)	6.5	(10.4)
2008	(36.2)	(29.2)	(7.0)
2007	(4.7)	(4.2)	(0.5)
2006	(0.1)	6.2	(6.3)
2005	46.5	25.5	21.0

Fund: AIG Japan New Horizon Fund Class 'Y' Units
 Benchmark: MSCI Japan 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.

SECTOR WEIGHTS



Fund: AIG Japan New Horizon Fund
 Benchmark: MSCI Japan DTR Net
 Asset allocations as at month end.

TOP 10 HOLDINGS

Company	%
Honda Motor Co (JP)	4.1
Mitsubishi Corp (JP)	3.5
Nidec Corporation (JP)	3.5
Ibiden Co Ltd (JP)	3.4
East Japan Railway Co (JP)	3.4
Tokyo Electron (JP)	3.3
Mitsui & Co (JP)	3.2
Denso Corp (JP)	3.1
Kubota Corp (JP)	3.1
Aisin Seiki Co (JP)	2.9
Total	33.5

FUND STATISTICS

Fund Size	USD 122,629,098
NAV per Unit	USD 104.9823
Weighted Avg Mkt Cap (\$ M)	16,567
Number of Securities	52
Risk Free Rate	0.0
Sharpe Ratio (3yr)	(0.8)
Standard Deviation (3yr)	21.0
Information Ratio (3yr)	(0.8)
Tracking Error (3yr)	7.1
Alpha	(5.6)
Beta	1.0
R-Squared	88.5

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 Japan New Horizon 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 Japan New Horizon Fund plc ("the Company") following a scheme of amalgamation with the Company and was launched on 29 July 2005. AIG Investments Japan Co., 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.

