

AIG JAPAN NEW HORIZON FUND

28 February 2010

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	28 Sep 2006
Inception Date of Predecessor Class	N/A
Benchmark	MSCI Japan DTR Net (JPY)
Base Currency	USD
Class	YJ
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	IE00B1FMN979
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, Singapore, Slovakia, Sweden, Taiwan (ROC), United Kingdom
Regulated By	Financial Regulator in Ireland
S&P Fund Rating	A

COMMENTARY

Market Review

- The Japanese market fell slightly in February. The month started off on an upbeat note in response to improved economic data. However, concerns over fiscal woes in Europe triggered a sharp setback. Later, stability returned on news that the EU may bail out Greece, with Japan surging as the overseas market rallied.

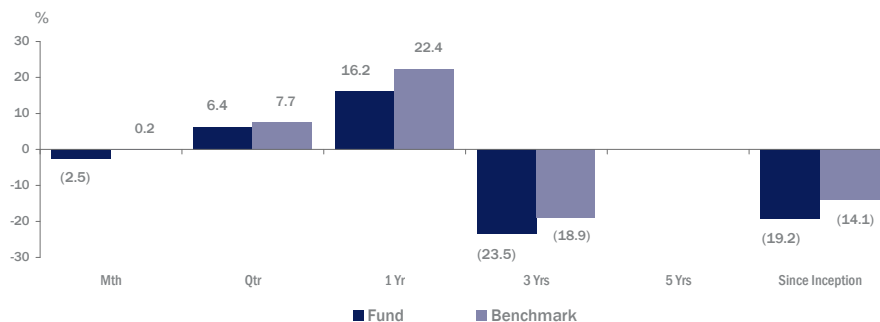
Fund Activity & Outlook

- We continued to favour cyclical stocks in the Fund during February.
- The Fund sold Yokohama Bank and Shinetsu Chemical, using the proceeds to purchase Mitsubishi Electric and Hitachi High-Technologies. Mitsubishi indicated a rapid improvement in productivity in third quarter results driven by the electric machinery business. Hitachi High-Technologies is expected to benefit from a recovery in the SPE market.

- The best performing sector was utilities while the worst performer was consumer discretionary. Defensive sectors outperformed in general.
- A large positive contributor during the month was Kuraray. Third quarter earnings outpaced market consensus mainly in the LCD film business. The worst performer was Denso which was affected by the recall issue of Toyota.
- In the short term, the market may consolidate due to concerns over the credit market and tightening monetary policy in China. On the other hand, recovery in corporate earnings is likely to drive stocks upward over the mid term. We maintain an overweight in cyclical stocks.

PERFORMANCE

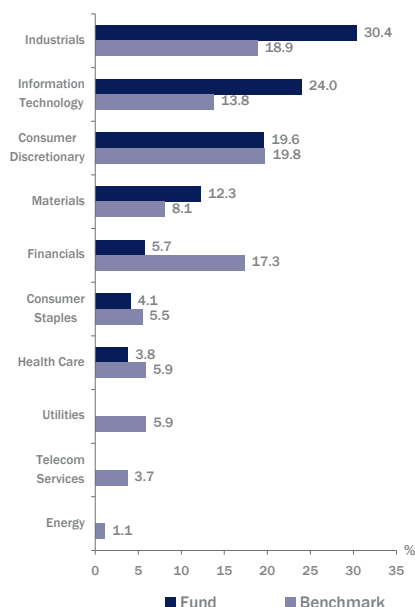
For periods ending 28 February 2010



Calendar Year	Fund %	Benchmark %	Difference %
2010 YTD	(4.1)	(0.2)	(3.9)
2009	1.6	8.6	(7.0)
2008	(48.6)	(43.0)	(5.6)
2007	(10.4)	(9.9)	(0.5)
2006	N/A	N/A	N/A

Fund: AIG Japan New Horizon Fund Class YJ Units
 Benchmark: MSCI Japan 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 Japan New Horizon Fund
 Benchmark: MSCI Japan DTR Net (JPY)
 Asset allocations as at month end.

TOP 10 HOLDINGS

Honda Motor Co (JP)	5.0
Mitsui & Co (JP)	4.1
Nidec Corporation (JP)	3.7
East Japan Railway Co (JP)	3.5
Mitsubishi Corp (JP)	3.4
Kubota Corp (JP)	3.4
TDK Corp (JP)	3.4
Tokyo Electron (JP)	3.3
Sumitomo Corp (JP)	3.1
Sumitomo Electric Industries (JP)	3.0
Total	35.9

FUND STATISTICS

Fund Size	USD 127,186,443
NAV per Unit	JPY 694.8135
Weighted Avg Mkt Cap (\$ M)	18,328
Number of Securities	49
Risk Free Rate	0.0
Sharpe Ratio (3yr)	(1.0)
Standard Deviation (3yr)	23.6
Information Ratio (3yr)	(0.6)
Tracking Error (3yr)	7.2
Alpha	(5.0)
Beta	1.0
R-Squared	90.7

www.aiginvestments.com

All information as of 28 Feb 2010 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 'YJ' 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. 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.

