

AIG JAPAN SMALLER COMPANIES PLUS FUND

28 February 2010

OBJECTIVE

AIG Japan Smaller Companies Plus Fund ('the Fund') seeks to achieve capital growth by investing at least two-thirds of its assets in small to medium sized Japanese companies, whose capitalisation at the time of purchase is within the market cap range of the MSCI Japan Small & Mid Cap Net Index.

FUND FACTS

Domicile & Type	Ireland / Sub-fund of UCITS III Umbrella Open-ended Unit Trust
Inception Date of Class	19 Dec 2005
Inception Date of Predecessor Class	N/A
Benchmark	MSCI Japan SMID DTR Net (see footnote)
Base Currency	USD
Class	A
Class Currency	USD
Minimum Investment	USD 1,000
Management Fee	1.30%
Listing & Dealing	Unlisted / Daily
Distribution Policy	Income and capital gains may be distributed
ISIN Number	IE00B0VFN609
Portfolio Manager(s)	Noriko Umino / Midori Katsumi
Investment Manager(s)	AIG Investments Japan Co., Ltd.
Legal Manager	AIG Investments Fund Management Ltd.
Authorised for Public Distribution In	Austria, Finland, France, Germany, Hong Kong, Italy, Luxembourg, Netherlands, Spain, Sweden, Taiwan (ROC), United Kingdom
Regulated By	Financial Regulator in Ireland
Morningstar Rating™	★★★★

COMMENTARY

Market Review

- The Japan small cap market stood its ground in February thanks to relatively static global equity markets. Following the strong October-December results, earnings revisions improved.
- By sector, exporters such as auto and electronics generally softened after the surge in December to early January. Domestic players, such as retail and real estate, gained slightly. By style, growth and larger cap stocks tumbled.

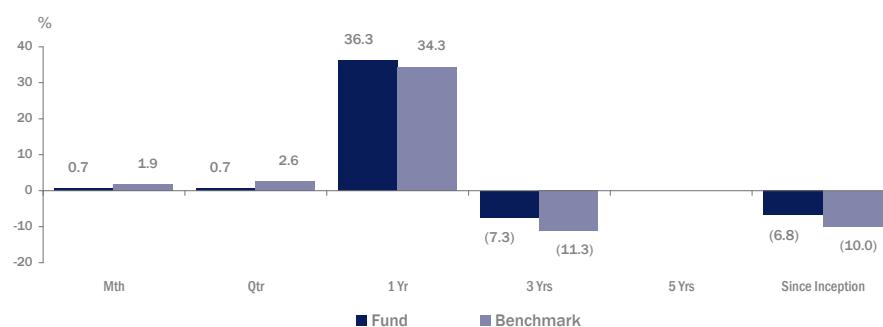
Fund Activity & Outlook

- Stock selection in materials and industrials had a negative impact on Fund performance during February, due mostly to poor earnings progress. We trimmed stocks with deteriorating earnings prospects in FY10.

- The Fund made some switches during the month as we trimmed expensive stocks and added those with improving earnings growth prospects in FY10 at cheap valuations such as Moshi Moshi Hotline.
- The economy is recovering, but the month-on-month figures are becoming more mixed. Earnings revisions seem generally improving for both FY09 and FY10, however, the divergence is widening between sectors as well as stocks. In such a market environment, we will continue to search for mispricing opportunities at the individual stock level through our bottom-up stock picking process.

PERFORMANCE

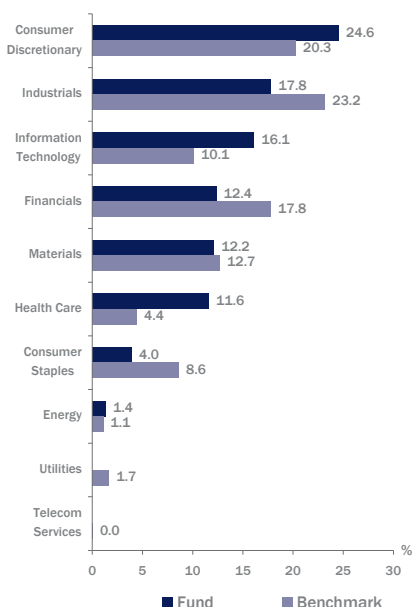
For periods ending 28 February 2010



Calendar Year	Fund %	Benchmark %	Difference %
2010 YTD	2.2	3.6	(1.4)
2009	7.4	3.9	3.5
2008	(22.1)	(22.2)	0.1
2007	(5.7)	(11.7)	6.0
2006	(13.3)	(16.1)	2.8

Fund: AIG Japan Smaller Companies Plus Fund Class 'A' Units
 Benchmark: MSCI Japan SMID DTR Net (see footnote)
 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 Smaller Companies Plus Fund
 Benchmark: MSCI Japan SMID DTR Net (see footnote)
 Asset allocations as at month end.

TOP 10 HOLDINGS

Company	%
Kakaku.Com. Inc (JP)	3.2
Osaka Securities Exchange (JP)	3.2
Dena Co Ltd (JP)	3.1
Don Quijote (JP)	3.0
FP Corp (JP)	2.7
Sawai Pharm Co Ltd (JP)	2.7
Hajime Construction Co (JP)	2.4
Mitsubishi UFJ Lease & Finance Co. Ltd. (JP)	2.2
Pigeon Corp (JP)	2.1
M3 Inc (JP)	2.0
Total	26.6

FUND STATISTICS

Fund Size	USD 37,907,862
NAV per Unit	USD 8.4907
Weighted Avg Mkt Cap (\$ M)	1,396
Number of Securities	75
Risk Free Rate	0.0
Sharpe Ratio (3yr)	(0.5)
Standard Deviation (3yr)	19.1
Information Ratio (3yr)	0.7
Tracking Error (3yr)	5.9
Alpha	3.6
Beta	0.9
R-Squared	91.0

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 Smaller Companies Plus Fund: From inception to 30 Jun 2008, the benchmark was the MSCI Japan Small Cap Daily Total Return Net Index. From 1 Jul 2008, the benchmark was changed to MSCI Japan SMID Daily Total Return Net Index. AIG Japan Smaller Companies Plus 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 'A' in U.S. Dollars. 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 © 2010 Morningstar, Inc. All Rights Reserved. Morningstar Rating as of 28 Feb 2010, in the JAPAN SMALL/MID-CAP 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.

