

# First State Global Growth Funds

2018 Semi-Annual Report



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\* Eligible for CPFIS-OA investments

\*\* Eligible for both CPFIS-OA and SA investments

*The CPF interest rate for the Ordinary Account (OA) is based on the 12-month fixed deposit and month-end savings rates of the major local banks. Under the CPF Act, the CPF Board pays a minimum interest of 2.5% per annum when this interest formula yields a lower rate. The interest rate for the Special and Medisave Accounts (SMA) is pegged to the 12-month average yield of 10-year Singapore Government Securities (10YSGS) plus 1%. The interest rate to be credited to the Retirement Account (RA) will be the weighted average interest of the entire portfolio of Special Government Securities (SSGS) which the RA savings are invested in, which earn a fixed coupon equal to the 12-month average yield of the 10YSGS plus 1% at the point of issuance. As announced on 22 September 2017, the government will maintain the 4% per annum minimum rate for interest earned on all SMA and RA monies until 31 December 2018, subject to updates from the CPF board. The CPF Board will pay an extra interest rate of 1% per annum on the first S\$60,000 of a CPF member's combined balances, including up to S\$20,000 in the OA. In addition, CPF members aged 55 and above will also earn an additional 1% extra interest on the first \$30,000 of their combined balances (with up to \$20,000 from the OA). Only monies in excess of S\$20,000 in the OA and S\$40,000 in the Special Account can be invested.*

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asia Opportunities Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

<b>Class A</b>	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	3.4	-1.5
6-mth	0.5	-2.7
1-year	5.7	9.1
3-year	4.3	7.8
5-year	9.7	10.1
10-year	6.9	6.4
Since Inception - 26 November 1999 (Calculated since date of first valuation)	1.3	0.5

<b>Class B</b>	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	3.6	-1.5
6-mth	0.8	-2.7
1-year	6.5	9.1
3-year	n/a	n/a
5-year	n/a	n/a
10-year	n/a	n/a
Since Inception - 11 November 2016 (Calculated since date of first valuation)	8.5	15.5

Note: The Sub-Fund invests all or substantially all of its asset in the First State Asia Opportunities Fund (a Dublin-domiciled fund) with effect from 18 October 2002.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is MSCI AC Asia ex Japan Index. It was changed from MSCI AC Asia Information Technology Index from 1 December 2008. The new benchmark is intended to be more consistent with the new investment scope of the Underlying Fund which took effect on 1 December 2008.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 30 November 2008 : MSCI AC Asia Information Technology Index
- From 1 December 2008 : MSCI AC Asia ex Japan Index

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Asia Opportunities Fund

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### MANAGER'S REPORT

The MSCI AC Asia ex-Japan Index declined by 4.8% in US dollar terms in the six months to the end of June 2018. Taiwan and China outperformed, while the Philippines and Indonesia were among the weakest. On a sector level, Health Care and Energy gained the most, while Consumer Discretionary and Telecom Services lagged.

#### Performance

Key contributors to performance included **Tata Consultancy Services (TCS)**, which added to performance as it reported an uptick in revenue and margins. TCS's business model is evolving towards higher margin 'digital transformation' consultancy services, where it has secured a number of recent deals with large clients such as Transamerica, Marks and Spencer and Rolls Royce. **CSL Limited** saw accelerating demand for its core immunoglobulin products, which is increasingly used as a secondary treatment for haematological cancers.

On the negative side, **Global Brands Group** struggled to meet earnings expectations amid the ongoing disruption in the US retail sector. Retail bankruptcies led to the loss of several brand licences which impacted the group's revenue. **Idea Cellular** continued to fall on competitive pressures in the telecoms sector.

#### Transactions

Over the six-month period, significant purchases included **TOA Paint (Thailand)**, a high quality franchise in decorative paints with a leading market share in Thailand and a growing business in ASEAN. Thailand sales had been depressed due to the mourning period following the death of King Bhumibol Adulyadej, but now looks set to reaccelerate. Valuations were reasonable when compared to regional peers. We also purchased **DBS Group** after a good meeting with the CEO. Its market share is improving and cost-to-income is declining due to investments in technology – which suggests that the bank could earn higher returns-on-equity over this cycle.

We divested **Lupin** on concerns around the challenging environment in the US generics market and sold **Global Brands Group** as it has continued to disappoint on earnings and management execution.

#### Outlook

At the mid-year mark, we remain cautious in our outlook for Asian equities. Rising US interest rates and the pressure on emerging market currencies have triggered interest rate hikes in a number of Asian markets, which could pose considerable risk for companies that have over-leveraged. Debt levels cannot continue to rise forever, but this will perhaps not become obvious until interest rates normalise. Asian companies' earnings growth estimates have begun to taper on fears of a deterioration in the global economy; the trade war between the US and China finally began, with import tariffs on US\$50 billion worth of goods on both sides. Despite the gloomy forecasts, we believe there are still pockets of opportunity for the bottom-up investor. Our research is focused on identifying dominant franchises that can deliver sustainable and predictable returns over the long term. Many of our portfolio companies benefit from secular growth drivers which could prove to be less correlated to macro-economic cycles and relatively defensive in the event of a downturn.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asia Opportunities Fund

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#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE ASIA OPPORTUNITIES FUND</b>			
<b>Dublin</b>			
First State Asia Opportunities Fund	348,958	21,725,209	99.37
Total investments		21,725,209	99.37
Other net assets		136,678	0.63
Total net assets attributable to unitholders		21,861,887	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Tata Consultancy Services Ltd	2,942,400	5.2
Haw Par Corp Ltd	2,513,182	4.5
Taiwan Semiconductor Mfg Co Ltd	2,383,287	4.2
Newcrest Mining Ltd	2,287,278	4.1
CSL Ltd	2,247,745	4.0
Tech Mahindra Ltd	1,869,356	3.3
Uni President Enterprises	1,829,822	3.2
Dairy Farm International Holdings Ltd	1,829,822	3.2
HDFC Bank Limited	1,773,346	3.1
Housing Development Finance Corp Ltd	1,666,042	3.0
<b>Top 10 holdings (as at 30 June 2017)</b>		
Taiwan Semiconductor Mfg Co Ltd	2,837,675	5.4
Newcrest Mining Ltd	2,737,830	5.2
Haw Par Corp Ltd	2,543,397	4.8
CK Hutchison Holding	2,033,667	3.9
Hong Kong & China Gas	1,991,627	3.8
CSL Ltd	1,897,038	3.6
Dairy Farm International Holdings Ltd	1,881,273	3.6
Uni President Enterprises	1,697,350	3.2
MediaTek Inc	1,623,780	3.1
Singapore Telecommunications	1,602,761	3.1

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asia Opportunities Fund

#### DISCLOSURES

Subscriptions		S\$850,285
Redemptions		S\$5,353,060
	<b>30 June 2018</b>	<b>30 June 2017</b>
<b>Expense Ratio** (Class A)</b> (including that of the Underlying Fund)	2.30%	2.23%
<b>Expense Ratio** (Class B)</b> (including that of the Underlying Fund)	1.54%	1.11%
<b>Portfolio Turnover</b>	2.15%	6.16%
<b>Disclosures on the Underlying Fund -</b>		
<b>Portfolio Turnover</b>	15.1%	17.3%
<b>Expense Ratio**</b>	1.99%	1.98%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	<b>S\$</b> 4,820
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#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar	107,993
United States Dollar	31,360

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

	<u>Purchases</u>		<u>Sales</u>	
<b>Currency</b>	<b>Amount</b>	<b>Currency</b>	<b>Amount</b>	
Singapore Dollar	4,709,495	Singapore Dollar	84,157	
United States Dollar	64,000	United States Dollar	3,569,454	

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Asia Opportunities Fund Class I shares, constituting 99.37% of the Sub-Fund's Net Asset Value and at a market value of S\$21,725,209. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Growth Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	3.1	-1.5
6-mth	1.1	-2.7
1-year	7.9	9.1
3-year	3.7	7.8
5-year	8.0	10.1
10-year	6.4	6.1
Since Inception – 10 October 1984 (Calculated since date of first valuation)	7.4	6.8

Note: The Sub-Fund invests all or substantially all of its asset in the First State Asian Growth Fund (a Dublin-domiciled fund) with effect from 18 October 2002.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the MSCI AC Asia ex Japan Index. It was changed from MSCI All Country Far East ex Japan Index from 2 November 2005 in order to include India in the benchmark to be more consistent with the Sub-Fund's investment scope.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 1 November 2005: MSCI All Country Far East ex Japan Index
- From 2 November 2005: MSCI AC Asia ex Japan Index

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Asian Growth Fund

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### MANAGER'S REPORT

The MSCI AC Asia ex-Japan Index declined by 4.8% in US dollar terms in the six months to the end of June 2018. Taiwan and China outperformed, while the Philippines and Indonesia were among the weakest. On a sector level, Health Care and Energy gained the most, while Consumer Discretionary and Telecom Services lagged.

### Performance

Key contributors to performance included **Tata Consultancy Services (TCS)**, which added to performance as it reported an uptick in revenue and margins. TCS's business model is evolving towards higher margin 'digital transformation' consultancy services, where it has secured a number of recent deals with large clients such as Transamerica, Marks and Spencer and Rolls Royce. **Kotak Mahindra Bank** outperformed on robust growth in loans and net interest income. The bank is also poised to benefit from participating in the acquisition and resolution of India's stressed assets due to its conservative lending approach during the 2004/08 boom period.

On the negative side, **Global Brands Group** struggled to meet earnings expectations amid the ongoing disruption in the US retail sector. Retail bankruptcies led to the loss of several brand licences which impacted the group's revenue. **Idea Cellular** continued to fall on competitive pressures in the telecoms sector.

### Transactions

Over the six-month period, significant purchases included **Shanghai International Airport**, the hub airport for the Yangtze Delta region. Air travel penetration in China at present is still very low but has decent growth potential, supported by an increasing number of outbound tourists and surplus capacity. We also purchased **Public Bank**, a high quality retail bank in Malaysia with a solid franchise and sensible, conservative management.

We divested **Singapore Telecom** on concerns around greater competitive pressures in the telecoms industry and sold **Giant Manufacturing** on concerns around the level of competition in the industry. Sales may have bottomed, but capital raising by tech owners like Alibaba means that competition is likely to remain fierce.

### Outlook

At the mid-year mark, we remain cautious in our outlook for Asian equities. Rising US interest rates and the pressure on emerging market currencies have triggered interest rate hikes in a number of Asian markets, which could pose considerable risk for companies that have over-leveraged. Debt levels cannot continue to rise forever, but this will perhaps not become obvious until interest rates normalise. Asian companies' earnings growth estimates have begun to taper on fears of a deterioration in the global economy; the trade war between the US and China finally began, with import tariffs on US\$50 billion worth of goods on both sides. Despite the gloomy forecasts, we believe there are still pockets of opportunity for the bottom-up investor. Our research is focused on identifying dominant franchises that can deliver sustainable and predictable returns over the long term. Many of our portfolio companies benefit from secular growth drivers which could prove to be less correlated to macro-economic cycles and relatively defensive in the event of a downturn.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Growth Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE ASIAN GROWTH FUND</b>			
<b>Dublin</b>			
First State Asian Growth Fund	1,029,394	65,308,518	99.31
Total investments		65,308,518	99.31
Other net assets		451,465	0.69
Total net assets attributable to unitholders		65,759,983	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Tata Consultancy Services Ltd	41,315,194	5.3
Housing Development Finance Corp Ltd	39,839,651	5.1
Oversea-Chinese Banking Corp	35,956,644	4.6
HDFC Bank Limited	34,015,141	4.4
Taiwan Semiconductor Mfg Co Ltd	33,859,820	4.4
Newcrest Mining Ltd	32,694,918	4.2
Dairy Farm International Holdings Ltd	32,151,297	4.1
Kotak Mahindra Bank Limited	26,948,068	3.5
Uni President Enterprises	25,472,525	3.3
Tech Mahindra Ltd	24,307,623	3.1
<b>Top 10 holdings (as at 30 June 2017)</b>		
Taiwan Semiconductor Mfg Co Ltd	51,125,323	5.9
Newcrest Mining Ltd	45,007,763	5.2
CK Hutchison Holding	43,871,645	5.0
Housing Development Finance Corp	36,180,998	4.1
HDFC Bank Limited	31,549,131	3.6
Dairy Farm International Holdings Ltd	31,199,556	3.6
Oversea-Chinese Banking Corp	29,888,650	3.4
Hong Kong & China Gas	29,364,288	3.4
MediaTek Inc	28,752,532	3.3
Uni President Enterprises	26,567,689	3.0

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Growth Fund

#### DISCLOSURES

Subscriptions	S\$8,192,180
Redemptions	S\$13,380,083

	30 June 2018	30 June 2017
Expense Ratio** (including that of the Underlying Fund)	1.75%	1.73%
Portfolio Turnover	4.20%	3.17%
<b>Disclosures on the Underlying Fund -</b>		
Portfolio Turnover	16.5%	13.0%
Expense Ratio**	1.60%	1.60%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	S\$ 7,504
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#### Bank balances outstanding with HSBC as at 30 June 2018

	S\$ equivalent
Singapore Dollar	19,369
United States Dollar	2,072,150

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	Purchases		Sales	
	Currency	Amount	Currency	Amount
Singapore Dollar	Singapore Dollar	4,170,451	Singapore Dollar	259,553
United States Dollar	United States Dollar	196,782	United States Dollar	3,159,176

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Asian Growth Fund Class I shares, constituting 99.31% of the Sub-Fund's Net Asset Value and at a market value of S\$65,308,518. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Quality Bond

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

*in Singapore dollars*

	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	-1.4	-0.7
6-mth	-2.9	-2.3
1-year	-1.9	-0.9
3-year	n/a	n/a
5-year	n/a	n/a
10-year	n/a	n/a
Since Inception – 01 November 2016 <i>(Calculated since date of first valuation)</i>	-0.8	0.0

Note: The Sub-Fund invests all or substantially all of its assets in the First State Asian Quality Bond underlying fund, a Dublin-domiciled fund.

The benchmark of the Sub-Fund is the JP Morgan Asia Credit Investment Grade Index (Hedged to SGD). Performance for 1 year and above has been annualised

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

## **Semi-Annual Report for the period from 1 January to 30 June 2018**

### **First State Asian Quality Bond**

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#### **MANAGER'S REPORT**

The year started with an upbeat tone amid synchronized global growth but that dissipated very quickly. ECB starting to taper their QE, Fed continuing with rate hike along with rising inflationary pressure in the US weighed on markets. The bearish sentiments were exacerbated in Q2 by the trade war between US and China as market fears its impact on global economies should it intensify. The JP Morgan Asia Credit Investment Grade Index (JACI IG) lost 1.93% in the six months period ending 30th June 2018. Average spread of the JACI IG widened 31 bps to 190 bps while 10 year US treasuries rose 45bps to 2.86% during the period.

As at the end of first half of 2018, supply is 25% lower than that for the same period in 2017. Concerns over US Fed rate hike's trajectory, US trade policies, China liquidity and credit concerns and emerging markets outflows all contributed to the weaker issuance pattern. Issuers have also shifted their focus to shorter tenors or looked at alternative funding sources such as the loan market, which has been less impacted by the volatility in the credit market.

#### **Outlook**

While we expect fears around trade war to eventually dissipate as Trump shift his focus to the mid-term elections, development around the credit conditions in onshore China should be closely watched as further meltdown will effectively erase any hope of a rebound in Asian Credit in the second half of the year. That said, we are not feeling too nervous about the current situation in China. After all, the deleveraging process is voluntary and self-imposed, which means the government will have the ability to slow down or even reverse some of the deleveraging should conditions become too acute.

As at the end of the 1st half, JACI IG spread has widened around 42bps to 190, bringing it very close to its 5 year average. Adding in the upward move in US treasury yield, Asian IG credits' all in yield to maturity is now just 16 bps shy of the peak we reached during the 2013 taper tantrums, whereas fundamentals are much stronger now than before. This makes Asian credit highly attractive especially for the long term, all in yield investors such as the pension funds and insurance companies. Anecdotally, real money investors are holding high single digit cash levels, which will inevitably help to limit the downside from an already oversold position.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Quality Bond

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE ASIAN QUALITY BOND</b>			
<b>Dublin</b>			
First State Asian Quality Bond	475,033	10,473,440	102.39
Total investments		10,473,440	102.39
Other net liabilities		(244,325)	(2.39)
Total net assets attributable to unitholders		10,229,115	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Cnax HK Finbridge Co Ltd 5.125% 14/03/2028	35,913,756	4.0
Nuoxi Capital Ltd 5.35% 24/01/2023	26,665,963	3.0
Hyundai Capital Services Inc 3.00% 29/08/2022	26,217,042	2.9
United Overseas Bank Ltd 3.875% 31/12/2049	25,139,629	2.8
Azure Nova International Finance 3.50% 21/03/2022	23,613,294	2.6
Oversea Chinese Banking Corp Ltd MTN RegS 4.25% 19/06/2024	21,907,391	2.4
Franshion Brilliant Ltd 3.60% 03/03/2022	19,752,566	2.2
China Resources Land Ltd 4.375% 27/02/2019	19,572,997	2.2
Indonesia (Republic) 4.35% 11/01/2048	17,956,878	2.0
Pertamina (Persero) Pt 6.00% 03/05/2042	17,867,093	2.0
<b>Top 10 holdings (as at 30 June 2017)</b>		
Oversea Chinese Banking Corp Ltd 4.25% 19/06/2024	28,083,683	3.4
US Treasury Note 0.625% 30/09/2017	20,812,015	2.5
China Resources Land Ltd 4.375% 27/02/2019	20,226,938	2.4
Pertamina (Persero) 6.00% 03/05/2042	19,641,862	2.4
Alibaba Group Holdings Ltd 4.50% 28/11/2034	19,223,950	2.3
Azure Nova International Finance 3.50% 21/03/2022	16,214,984	1.9
Huarong Finance Co Ltd 3.375% 24/01/2020	14,877,665	1.8
DBS Group Holdings Ltd 3.630% 31/12/2049	14,292,589	1.7
Franshion Brilliant Ltd 3.60% 03/03/2022	13,958,259	1.7
Malayan Banking Bhd 3.905% 29/10/2026	13,958,259	1.7

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Quality Bond

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#### DISCLOSURES

<b>Subscriptions</b>		S\$1,158,781
<b>Redemptions</b>		S\$4,155,396
	<b>30 June 2018</b>	<b>30 June 2017</b>
<b>Expense Ratio**</b> (including that of the Underlying Fund and excluding preliminary expenses)	1.49%	1.57%
<b>Expense Ratio**</b> (including that of the Underlying Fund and including preliminary expenses)	N/A	1.60%
<b>Portfolio Turnover</b>	7.15%	208.88%
<b>Disclosures on the Underlying Fund -</b>		
<b>Portfolio Turnover</b>	21.7%	33.5%
<b>Expense Ratio**</b>	1.08%	1.08%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	<b>S\$</b>
Bank service fees paid to HSBC	2,744

#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar *	(22,887)
United States Dollar	72,547

\* The negative bank balance is due to timing difference not overdraft.

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

There were no foreign exchange transaction with HSBC during the period from 1 January 2018 to 30 June 2018.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Asian Quality Bond

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#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds or other unit trusts, other than the First State Asian Quality Bond Fund Class I shares (constituting 102.39% of the Sub-Fund's Net Asset Value and at a market value of S\$10,473,440). The Sub-Fund holds forward currency contracts with market value of unrealised loss of S\$343,272 (constituting 3.36% of the Sub-Fund's Net Asset Value) as at end of the period, and realised gain of S\$113,206 for the period. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings or material information that would adversely impact the valuation of the Sub-Fund.

#### Financial Derivative Instruments

##### *a. Global Exposure*

The global exposure relating to derivative instruments is calculated using the commitment approach which is calculated as the sum of:

- i) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- ii) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- iii) the sum of the values of cash collateral received pursuant to:
  - (a) the reduction of exposure to counterparties of OTC financial derivatives; and
  - (b) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

The global exposure of each Sub-Fund to financial derivatives or embedded financial derivatives will not exceed 100% of that Sub-Fund's net asset value at any time.

##### *b. Collateral*

Nil for the period ended 30 June 2018.

##### *c. Securities Lending or Repurchase Transactions*

Nil for the period ended 30 June 2018.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Bridge

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### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

<b>Class A (Semi-Annually Distributing)</b>	<b>Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	0.8	-1.1
6-mth	-0.3	-2.4
1-year	5.7	3.8
3-year	5.8	5.4
5-year	7.6	7.3
10-year	6.0	6.1
Since Inception – 14 July 2003 (Calculated since date of first valuation)	7.4	6.8

<b>Class A (Monthly Distributing)</b>	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	n/a	n/a
6-mth	n/a	n/a
1-year	n/a	n/a
3-year	n/a	n/a
5-year	n/a	n/a
10-year	n/a	n/a
Since Inception - 10 May 2018 (Calculated since date of first valuation)	0.0	-1.9

Note: The Sub-Fund invests all or substantially all of its assets in the First State Asian Equity Plus Fund, a Dublin-domiciled fund (in relation to the equity portion) and the First State Asian Quality Bond Fund, a Dublin-domiciled fund (in relation to the fixed income portion).

Performance for 1 year and above has been annualised.

The benchmark is calculated by First State Investments comprising 50% MSCI AC Asia Pacific ex Japan Index (Unhedged) and 50% JP Morgan Asia Credit Investment Grade Index (Hedged to SGD). There has been a change in the data source for the JP Morgan Asia Credit Investment Grade Index which was computed internally by the Manager based on the index in USD as the SGD hedged version of the index was not available when the Sub-Fund was launched. With effect from 1 November 2012, the benchmark data for the JP Morgan Asia Credit Investment Grade Index (Hedged to SGD) will be sourced directly from the index compiler JP Morgan.

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Bridge

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### MANAGER'S REPORT

Asian equities had a volatile half year. The MSCI AC Asia Pacific ex-Japan Index declined by 4.2% in US dollar terms in the six months to the end of June 2018. Australia was the best performing market, driven higher by the energy sector as oil prices gained. Taiwan outperformed, driven by a rebound in the technology sector. On the negative side, Indonesia and the Philippines both underperformed – foreign investors have been selling down Indonesian equities, while the Philippine market declined due to concerns around higher inflation and a weakening currency.

On the Asian fixed income side, the year started with an upbeat tone amid synchronized global growth but that dissipated very quickly. ECB starting to taper their QE, Fed continuing with rate hike along with rising inflationary pressure in the US weighed on markets. The bearish sentiments were exacerbated in Q2 by the trade war between US and China as market fears its impact on global economies should it intensify. The JP Morgan Asia Credit Investment Grade Index (JACI IG) lost 1.93% in the six months period ending 30th June 2018. Average spread of the JACI IG widened 31 bps to 190 bps while 10 year US treasuries rose 45bps to 2.86% during the period.

As at the end of first half of 2018, supply is 25% lower than that for the same period in 2017. Concerns over US Fed rate hike's trajectory, US trade policies, China liquidity and credit concerns and emerging markets outflows all contributed to the weaker issuance pattern. Issuers have also shifted their focus to shorter tenors or looked at alternative funding sources such as the loan market, which has been less impacted by the volatility in the credit market.

### Outlook

At the mid-year mark, we remain cautious in our outlook for Asian equities. Rising US interest rates and the pressure on emerging market currencies have triggered interest rate hikes in a number of Asian markets, which could pose considerable risk for companies that have over-leveraged. Debt levels cannot continue to rise forever, but this will perhaps not become obvious until interest rates normalise. Asian companies' earnings growth estimates have begun to taper on fears of a deterioration in the global economy; the trade war between the US and China finally began, with import tariffs on US\$50 billion worth of goods on both sides. Despite the gloomy forecasts, we believe there are still pockets of opportunity for the bottom-up investor. Our research is focused on identifying dominant franchises that can deliver sustainable and predictable returns over the long term. Many of our portfolio companies benefit from secular growth drivers which could prove to be less correlated to macro-economic cycles and relatively defensive in the event of a downturn.

For Asian fixed income, while we expect fears around trade war to eventually dissipate as Trump shift his focus to the mid-term elections, development around the credit conditions in onshore China should be closely watched as further meltdown will effectively erase any hope of a rebound in Asian Credit in the second half of the year. That said, we are not feeling too nervous about the current situation in China. After all, the deleveraging process is voluntary and self-imposed, which means the government will have the ability to slow down or even reverse some of the deleveraging should conditions become too acute.

As at the end of the 1st half, JACI IG spread has widened around 42bps to 190, bringing it very close to its 5 year average. Adding in the upward move in US treasury yield, Asian IG credits' all in yield to maturity is now just 16 bps shy of the peak we reached during the 2013 taper tantrums, whereas fundamentals are much stronger now than before. This makes Asian credit highly attractive especially for the long term, all in yield investors such as the pension funds and insurance companies. Anecdotally, real money investors are holding high single digit cash levels, which will inevitably help to limit the downside from an already oversold position.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Bridge

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE BRIDGE</b>			
<b>Dublin</b>			
First State Asian Equity Plus Fund	11,061,643	795,152,056	50.13
First State Asian Quality Bond Fund	35,936,303	792,316,242	49.96
Total investments		1,587,468,298	100.09
Other net liabilities		(1,437,447)	(0.09)
Total net assets attributable to unitholders		1,586,030,851	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
<b>Equities</b>		
Taiwan Semiconductor Mfg Co Ltd	227,851,451	4.8
HDFC Bank Limited	219,696,767	4.6
CSL Ltd	179,882,724	3.8
Housing Development Finance Corp Ltd	169,329,604	3.5
Midea Group Co Ltd	141,987,430	3.0
Oversea-Chinese Banking Corp	137,190,558	2.9
Samsung Electronics Co Ltd	124,239,001	2.6
ENN Energy Holdings Ltd	113,206,194	2.4
AIA Group Ltd	110,328,071	2.3
Dairy Farm International Holdings Ltd	98,815,576	2.1
<b>Fixed Income</b>		
Cnax HK Finbridge Co Ltd 5.125% 14/03/2028	35,913,756	4.0
Nuoxi Capital Ltd 5.35% 24/01/2023	26,665,963	3.0
Hyundai Capital Services Inc 3.00% 29/08/2022	26,217,042	2.9
United Overseas Bank Ltd 3.875% 31/12/2049	25,139,629	2.8
Azure Nova International Finance 3.50% 21/03/2022	23,613,294	2.6
Oversea Chinese Banking Corp Ltd MTN RegS 4.25% 19/06/2024	21,907,391	2.4
Franshion Brillant Ltd 3.60% 03/03/2022	19,752,566	2.2
China Resources Land Ltd 4.375% 27/02/2019	19,572,997	2.2
Indonesia (Republic) 4.35% 11/01/2048	17,956,878	2.0
Pertamina (Persero) Pt 6.00% 03/05/2042	17,867,093	2.0

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Bridge

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#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2017)</b>		
<b>Equities</b>		
Taiwan Semiconductor Mfg Co Ltd	242,620,165	6.2
HDFC Bank Limited	167,392,159	4.3
CSL Ltd	160,696,473	4.1
CK Hutchison Holding	142,184,869	3.6
Samsung Electronics Co Ltd	107,130,982	2.7
Oversea-Chinese Banking Corp	100,041,432	2.5
Housing Development Finance Corp	98,072,112	2.5
Dairy Farm International Holdings Ltd	85,468,467	2.2
AIA Group Ltd	78,772,781	2.0
Midea Group Co Ltd	78,378,917	2.0
<b>Fixed Income</b>		
Oversea Chinese Banking Corp Ltd 4.25% 19/06/2024	28,083,683	3.4
US Treasury Note 0.625% 30/09/2017	20,812,015	2.5
China Resources Land Ltd 4.375% 27/02/2019	20,226,938	2.4
Pertamina (Persero) 6.00% 03/05/2042	19,641,862	2.4
Alibaba Group Holdings Ltd 4.50% 28/11/2034	19,223,950	2.3
Azure Nova International Finance 3.50% 21/03/2022	16,214,984	1.9
Huarong Finance Co Ltd 3.375% 24/01/2020	14,877,665	1.8
DBS Group Holdings Ltd 3.630% 31/12/2049	14,292,589	1.7
Franshion Brilliant Ltd 3.60% 03/03/2022	13,958,259	1.7
Malayan Banking Bhd 3.905% 29/10/2026	13,958,259	1.7

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Bridge

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#### DISCLOSURES

Subscriptions S\$268,988,266

Redemptions S\$134,079,221

	30 June 2018	30 June 2017
<b>Expense Ratio**</b> (including that of the Underlying Fund)	1.44%	1.44%
<b>Portfolio Turnover</b>	204.63%	161.15%

#### Disclosures on the Underlying Fund -

##### Portfolio Turnover

First State Asian Equity Plus Fund	7.4%	12.2%
First State Asian Quality Bond Fund	21.7%	33.5%

##### Expense Ratio\*\*

First State Asian Equity Plus Fund	1.58%	1.58%
First State Asian Quality Bond Fund	1.08%	1.08%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	<b>S\$</b>
Bank service fees paid to HSBC	13,483
Interest received from Bank of HSBC	3,165

#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar	2,264,992
United States Dollar	1,404,626

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	<u>Purchases</u>		Currency	<u>Sales</u>	
	Amount			Amount	
Singapore Dollar	4,281,681		United States Dollar		3,245,306

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Bridge

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#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds or other unit trusts, other than the First State Asian Equity Plus Fund Class I (Dist) Shares (constituting 50.13% of the Sub-Fund's Net Asset Value and at a market value of S\$795,152,056) and First State Asian Quality Bond Fund Class I shares (constituting 49.96% of the Sub-Fund's Net Asset Value and at a market value of S\$792,316,242). The Sub-Fund holds forward currency contracts with market value of unrealised loss of S\$12,691,613 (constituting 0.80% of the Sub-Fund's Net Asset Value) as at end of the period, and realised loss of S\$6,477,616 for the period. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings or material information that would adversely impact the valuation of the Sub-Fund.

#### Financial Derivative Instruments

##### *a. Global Exposure*

The global exposure relating to derivative instruments is calculated using the commitment approach which is calculated as the sum of:

- i) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- ii) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- iii) the sum of the values of cash collateral received pursuant to:
  - (a) the reduction of exposure to counterparties of OTC financial derivatives; and
  - (b) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

The global exposure of each Sub-Fund to financial derivatives or embedded financial derivatives will not exceed 100% of that Sub-Fund's net asset value at any time.

##### *b. Collateral*

Nil for the period ended 30 June 2018.

##### *c. Securities Lending or Repurchase Transactions*

Nil for the period ended 30 June 2018.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Dividend Advantage

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

*in Singapore dollars*

	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	2.9	0.3
6-mth	2.1	-2.1
1-year	13.0	8.8
3-year	9.2	7.8
5-year	11.9	9.3
10-year	8.8	5.6
Since Inception - 20 December 2004 <i>(Calculated since date of first valuation)</i>	10.1	7.6

Note: The Sub-Fund invests all or substantially all of its assets in the First State Asian Equity Plus Fund, a Dublin-domiciled fund.

Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the MSCI AC Asia Pacific ex Japan Index.

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Dividend Advantage

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### MANAGER'S REPORT

The MSCI AC Asia Pacific ex-Japan Index declined by 4.2% in US dollar terms in the six months to the end of June 2018. Australia and Taiwan outperformed, while the Philippines and Indonesia were among the weakest. On a sector level, Healthcare and Energy gained the most, while Consumer Discretionary and Telecom Services lagged.

#### Performance

Key contributors to performance included **CSL Limited**, which saw accelerating demand for its core immunoglobulin products, increasingly used as a secondary treatment for haematological cancers. **ENN Energy** outperformed, driven by growth expectations for the year ahead. China's environmental policies and "coal-to-gas" projects for local governments should continue to fuel higher levels of gas consumption.

On the negative side, **Mint Group** weakened on softer than expected results and fears of US protectionism impacting its North American business, while **Ramsay Health Care** slumped after it lowered its earnings guidance for 2018. Operating conditions are expected to remain challenging in both its home market of Australia as well as in the UK.

#### Transactions

Significant new purchases over the period included **Mphasis**, which was purchased during a share placement by the majority shareholder. Mphasis had reported industry-leading revenue growth and improved profitability; depreciation of the Indian rupee should provide an additional tailwind. We also purchased **Ambuja Cement**, which had fallen and was trading near replacement cost. Ambuja and ACC had agreed to swap clinker and grinding services, which, along with other operational efficiencies, should help to control costs and improve profitability.

We divested **SM Investments** on valuation concerns and sold **Brambles** on a weak growth outlook.

#### Outlook

At the mid-year mark, we remain cautious in our outlook for Asian equities. Rising US interest rates and the pressure on emerging market currencies have triggered interest rate hikes in a number of Asian markets, which could pose considerable risk for companies that have over-leveraged. Debt levels cannot continue to rise forever, but this will perhaps not become obvious until interest rates normalise. Asian companies' earnings growth estimates have begun to taper on fears of a deterioration in the global economy; the trade war between the US and China finally began, with import tariffs on US\$50 billion worth of goods on both sides. Despite the gloomy forecasts, we believe there are still pockets of opportunity for the bottom-up investor. Our research is focused on identifying dominant franchises that can deliver sustainable and predictable returns over the long term. Many of our portfolio companies benefit from secular growth drivers which could prove to be less correlated to macro-economic cycles and relatively defensive in the event of a downturn.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Dividend Advantage

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE DIVIDEND ADVANTAGE</b>			
<b>Dublin</b>			
First State Asian Equity Plus Fund	33,607,004	2,415,796,462	100.14
Total investments		2,415,796,462	100.14
Other net liabilities		(3,368,292)	(0.14)
Total net assets attributable to unitholders		2,412,428,170	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Taiwan Semiconductor Mfg Co Ltd	227,851,451	4.8
HDFC Bank Limited	219,696,767	4.6
CSL Ltd	179,882,724	3.8
Housing Development Finance Corp Ltd	169,329,604	3.5
Midea Group Co Ltd	141,987,430	3.0
Oversea-Chinese Banking Corp	137,190,558	2.9
Samsung Electronics Co Ltd	124,239,001	2.6
ENN Energy Holdings Ltd	113,206,194	2.4
AIA Group Ltd	110,328,071	2.3
Dairy Farm International Holdings Ltd	98,815,576	2.1
<b>Top 10 holdings (as at 30 June 2017)</b>		
Taiwan Semiconductor Mfg Co Ltd	242,620,165	6.2
HDFC Bank Limited	167,392,159	4.3
CSL Ltd	160,696,473	4.1
CK Hutchison Holding	142,184,869	3.6
Samsung Electronics Co Ltd	107,130,982	2.7
Oversea-Chinese Banking Corp	100,041,432	2.5
Housing Development Finance Corp	98,072,112	2.5
Dairy Farm International Holdings Ltd	85,468,467	2.2
AIA Group Ltd	78,772,781	2.0
Midea Group Co Ltd	78,378,917	2.0

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Dividend Advantage

#### DISCLOSURES

Subscriptions		S\$605,152,807
Redemptions		S\$284,827,418

	30 June 2018	30 June 2017
Expense Ratio** (including that of the Underlying Fund)	1.70%	1.73%
Portfolio Turnover	381.42%	410.93%

#### Disclosures on the Underlying Fund -

Portfolio Turnover	7.4%	12.2%
Expense Ratio**	1.58%	1.58%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	<b>S\$</b>
Bank service fees paid to HSBC	60,850
Interest received from Bank of HSBC	(4,627)

#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar	4,840,536
United States Dollar	774,671

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	Purchases		Currency	Sales	
		Amount			Amount
Singapore Dollar		20,969,021	Singapore Dollar		182,313,904
United States Dollar		137,497,787	United States Dollar		15,898,601

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Asian Equity Plus Fund Class I shares (Dist), constituting 100.14% of the Sub-Fund's Net Asset Value and at a market value of S\$2,415,796,462. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Balanced Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	Sub-Fund	Benchmark
	%	%
3-mth	3.3	3.0
6-mth	1.4	1.6
1-year	3.5	6.5
3-year	6.2	7.0
5-year	6.3	8.3
10-year	3.2	5.3
Since Inception – 4 January 1999 (Calculated since date of first valuation)	2.4	4.2

Note: The Sub-Fund invests all or substantially all of its assets in the Stewart Investors Worldwide Leaders Fund Class I, a Dublin-domiciled fund (in relation to the equity portion) and the First State Global Bond Fund, a Dublin-domiciled fund (in relation to the fixed income portion). Between 18 October 2002 to 23 February 2014, the Underlying Funds were the First State Global Opportunities Fund (in relation to the equity portion) and the First State Global Bond Fund (in relation to the fixed income portion). Due to a transition in management for the Underlying Fund, First State Global Opportunities Fund has been renamed to Stewart Investors Worldwide Leaders Fund with effect from 24 February 2014.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is a composite comprising 60% MSCI AC World Index and 40% Citigroup World Government Bond Index (Unhedged). It was changed from a composite comprising 50% MSCI World Index and 50% Citigroup World Government Bond Index (Unhedged) with effect from 1 January 2002 to reflect a change in the Sub-Fund's allocation policy. With effect from 24 February 2014, the benchmark was changed to a composite comprising 60% MSCI AC World Index and 40% Citigroup World Government Bond Index (Unhedged) due to the change to the investment policy and approach of the underlying equity fund.

The First State Global Balanced Fund was previously known as the "Fortune Fund" with original inception date of 13 March 1995. With the liberalisation of the CPF investment guidelines in 1998, and our communication to all unitholders, the "Fortune Fund" changed its investment objective and strategy from an Asia-focused strategy to a global balanced strategy with effect from 4 January 1999.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 31 December 2001: 50% MSCI World Index and 50% Citigroup World Government Bond Index (Unhedged)
- From 1 January 2002 to 23 February 2014: Composite comprising 60% MSCI World Index and 40% Citigroup World Government Bond Index (Unhedged)
- From 24 February 2014: Composite comprising 60% MSCI AC World Index and 40% Citigroup World Government Bond Index (Unhedged)

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

## **Semi-Annual Report for the period from 1 January to 30 June 2018**

### **First State Global Balanced Fund**

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#### **MANAGER'S REPORT**

Global equity markets declined slightly in US dollar terms over the first half of 2018.

The rise in global bond yields since 2016 was interrupted over the period. In the US, 10-year Treasury yields rose above 3.10% by mid-May, driven by increased interest rate hike expectations and rising oil prices. Treasury yields then reversed sharply, however, closing the period closer to 2.80%. UK 10-year gilt yields declined 7 basis points (bps) to 1.28% and 10-year yields in Germany declined by a more significant 20 bps to 0.30%. Japanese 10-year JGB yields were little changed over the period at 0.03%.

#### **Outlook**

In equity markets, valuations for high-quality companies remain full but acceptable. We prefer to back strong management teams who are focusing on sustainable development rather than descend the quality spectrum for notionally lower valuations.

For bond markets, only time will tell to what extent trade tensions affect global economic activity, particularly given a potential escalation in tensions and the possible introduction of further tariffs. For now, grandstanding by politicians and the mere suggestion of lower trade volumes have been sufficient to unnerve investors and restrict bond yields. It will take time for investors to gauge the economic impact of these moves.

Following extreme concern in May, the political situation in Italy calmed somewhat in June. However, Italy still faces the prospect of another election in the months ahead and the terms of the UK's proposed withdrawal from the European Union are still to be agreed. Sentiment in Europe therefore remains fragile.

On one hand, global monetary policy is tightening. The US Federal Reserve has signalled that it remains committed to normalising interest rates and the European Central Bank has suggested it will finally withdraw its Quantitative Easing program by the end of 2018, albeit three months later than originally intended. On the other hand, persisting geopolitical uncertainties mean it is challenging to call the short-term direction of bond yields in the US and other regions.

We expect volatility and dispersion of returns continue to remain high in bond markets in the period ahead. In this environment, we believe that a more balanced approach to risk as well as prudent credit selection becomes increasingly important.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Balanced Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE GLOBAL BALANCED FUND</b>			
<b>Dublin</b>			
Stewart Investors Worldwide Leaders Fund	632,563	10,608,748	60.01
First State Global Bond Fund	322,197	6,897,263	39.01
Total investments		17,506,011	99.02
Other net assets		172,590	0.98
Total net assets attributable to unitholders		17,678,601	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
<b>Equities</b>		
Henkel AG & Company	5,659,948	9.1
Unilever Plc	4,829,243	7.8
Beiersdorf AG	4,643,265	7.5
Tata Consultancy Services Ltd	3,855,956	6.2
Unicharm Corp	2,938,461	4.7
Merck KGaA	2,609,899	4.2
Colgate-Palmolive Company	2,120,156	3.4
Expeditors International of Washington Inc	1,965,173	3.2
Mahindra & Mahindra Ltd	1,834,988	3.0
Nestle S.A.	1,661,409	2.7
<b>Fixed Income</b>		
Santander Consumer Finance 0.68% 27/09/2022	1,230,241	5.6
US Treasury Note 3.125% 15/05/2021	1,039,455	4.7
Spain (Kingdom) 3.80% 30/04/2024	956,123	4.4
US Treasury Note 1.625% 15/08/2022	905,685	4.1
US Treasury Note 3.125% 15/02/2043	789,459	3.6
UK GILT 4.75% 07/12/2030	787,266	3.6
Germany (Federal) 0.00% 14/04/2023	697,356	3.2
Germany (Federal) 0.50% 15/02/2028	624,989	2.9
France (Republic) 0.75% 25/05/2028	561,393	2.6
Bao-Trans Enterprises Ltd 3.75% 12/12/2018	546,043	2.5

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Balanced Fund

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#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2017)</b>		
<b>Equities</b>		
Henkel AG & Company	6,253,097	9.7
Unilever Plc	6,059,702	9.4
Berkshire Hathaway Inc	3,152,334	4.9
Waters Corp	2,978,279	4.6
Merck KGaA	2,636,615	4.1
Unicharm Corp	2,572,150	4.0
Oversea-Chinese Banking Corp	2,527,025	3.9
Beiersdorf AG	1,966,180	3.1
Novo Nordisk A/S	1,772,785	2.8
Colgate-Palmolive Company	1,759,892	2.7
<b>Fixed Income</b>		
US Treasury Note 1.00% 15/09/2018	1,516,043	6.8
US Treasury Note 3.125% 15/05/2021	1,049,397	4.7
US Treasury Note 0.875% 15/10/2018	1,029,302	4.6
US Treasury Note 1.625% 15/08/2022	957,853	4.3
US Treasury Note 3.125% 15/02/2043	826,121	3.7
US Treasury Note 0.625% 30/09/2017	689,922	3.1
US Treasury Note 2.25% 15/11/2024	618,474	2.8
France (Republic) 1.75% 15/11/2024	576,052	2.6
Germany (Federal) 0.25% 15/02/2027	462,181	2.1
UK GILT 4.50% 07/12/2042	455,483	2.0

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Balanced Fund

#### DISCLOSURES

Subscriptions		S\$682,824
Redemptions		S\$1,558,039

	30 June 2018	30 June 2017
<b>Expense Ratio**</b> (including that of the Underlying Fund)	1.69%	1.71%
<b>Portfolio Turnover</b>	1.01%	2.46%
<b>Disclosures on the Underlying Fund -</b>		
<b>Portfolio Turnover</b>		
Stewart Investors Worldwide Leaders Fund	14.1%	6.5%
First State Global Bond Fund	75.6%	27.8%
<b>Expense Ratio**</b>		
Stewart Investors Worldwide Leaders Fund	1.68%	1.74%
First State Global Bond Fund	1.21%	1.21%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	S\$ 2,769
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#### Bank balances outstanding with HSBC as at 30 June 2018

	S\$ equivalent
Singapore Dollar	31,832
United States Dollar	29,997

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	Purchases		Currency	Sales	
		Amount			Amount
Singapore Dollar		1,168,366	United States Dollar		881,724

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Global Bond Fund Class I shares (constituting 39.01% of the Sub-Fund's Net Asset Value and at a market value of S\$6,897,263) and Stewart Investors Worldwide Leaders Fund Class I (constituting 60.01% of the Sub-Fund's Net Asset Value and at a market value of S\$10,608,748). In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Infrastructure

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	<b>Sub-Fund</b>	<b>Benchmark</b>
	%	%
3-mth	7.0	7.1
6-mth	-1.7	0.5
1-year	-1.3	2.6
3-year	6.9	8.4
5-year	9.4	10.7
10-year	4.8	5.1
Since Inception – 3 March 2008 (Calculated since date of first valuation)	4.1	4.4

Note: The Sub-Fund invests all or substantially all of its assets in Class A shares of the First State Global Listed Infrastructure Fund (a sub-fund of the England and Wales domiciled umbrella fund known as First State Investments ICVC).

Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the FTSE Global Core Infrastructure 50-50 Index. It was changed from UBS Global Infrastructure and Utilities 50-50 Index with effect from 1 April 2015 as the new benchmark is more representative of the Sub-Fund.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 31 May 2008: S&P Global Infrastructure Index
- From 1 June 2008 to 31 March 2015: UBS Global Infrastructure and Utilities 50-50 Index
- From 1 April 2015: FTSE Global Core Infrastructure 50-50 Index

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Global Infrastructure

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### MANAGER'S REPORT

Global listed infrastructure gave up ground early in 2018 on concerns for rising interest rates, before recovering as concerns for global trade and rising geopolitical uncertainty rekindled investor appetite for defensive, income generative assets.

#### Performance

The largest positive contributor to Fund performance was **NextEra Energy** (US: Electric Utilities), which outperformed on investor enthusiasm for its robust balance sheet and renewables-driven earnings growth. **Energys** (US: Electric Utilities) was buoyed by the announcement of a large share buyback program over the next two years, equivalent to 22% of shares on issue. **UGI Corp** (USA: Gas Utilities) gained on growing market recognition of its earnings growth potential and strong financial metrics. Normalised (cooler) weather conditions proved supportive of its utility and midstream business segments.

The largest detractor from Fund performance was **CCR** (Brazil: Tollroads), which was affected by media reports that the firm had been cited in a plea bargain from an anti-corruption probe regarding overpriced sponsorship contracts. **Jiangsu Expressway** (China: Tollroads) fell as indications of slower traffic growth and a broader EM sell-off overshadowed the stock's attractive valuation multiples and cash generative characteristics. **Dominion Energy** (US: Multi-utilities) was affected by regulatory changes, and a sharp rise in US Treasury yields during the first quarter.

#### Transactions

A position was initiated in **Ferrovial** (Spain: Tollroads) after earnings disappointments in its construction and services businesses overshadowed its exceptional infrastructure assets and growth optionality. The Fund also bought shares in **Severn Trent** (UK: Water Utilities), a stable, defensive business which pays a ~4% dividend yield and earns regulated returns linked to UK RPI.

**Central Japan Railway** (Japan: Railroads) was sold after a period of material outperformance moved it to a lower position within the investment process. The Fund also sold its holding in **Abertis** (Spain: Tollroads) as the Atlantia / ACS takeover saga drew close to a positive conclusion.

#### Outlook

The Fund invests in a range of global listed infrastructure assets including toll roads, airports, ports, railroads, utilities, pipelines and mobile towers. These sectors share common characteristics, like barriers to entry and pricing power that can provide investors with inflation-protected income and strong capital growth over the medium term.

Tollroads remain the Fund's largest sector overweight, owing to the appeal of their stable cash flows, high operating margins and effective barriers to entry. On a more cautious note, the Fund remains underweight airports and some US utilities. Despite strong growth prospects and high quality assets, these sectors continue to trade at valuations that we find difficult to justify based on company fundamentals.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Infrastructure

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE GLOBAL INFRASTRUCTURE</b>			
<b>England and Wales</b>			
First State Global Listed Infrastructure Fund	3,867,122	12,581,413	97.16
Total investments		12,581,413	97.16
Other net assets		367,124	2.84
Total net assets attributable to unitholders		12,948,537	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Dominion Resources Inc	269,731,563	7.2
Transurban Group	223,835,816	6.0
Atlantia SpA	195,245,023	5.2
American Tower Corp	189,978,298	5.1
NextEra Energy Inc	188,849,714	5.0
Southern Company	188,473,519	5.0
Kinder Morgan Inc	185,463,962	4.9
TransCanada Corp	173,049,538	4.6
Evergy Inc	172,297,149	4.6
East Japan Railway Company	171,544,760	4.6
<b>Top 10 holdings (as at 30 June 2017)</b>		
National Grid plc	310,047,436	6.9
Enbridge Inc	252,416,140	5.7
East Japan Railway Company	243,481,055	5.5
Kinder Morgan Inc	229,631,674	5.1
NextEra Energy Inc	222,036,852	5.0
American Electric Power Co Inc	200,592,649	4.5
Dominion Resources Inc	200,145,895	4.5
Transurban Group	199,252,387	4.5
Atlantia SpA	199,252,387	4.5
American Tower Corp	184,509,497	4.1

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Infrastructure

#### DISCLOSURES

Subscriptions		S\$897,432
Redemptions		S\$2,691,806
	<b>30 June 2018</b>	<b>30 June 2017</b>
Expense Ratio** (including that of the Underlying Fund)	1.90%	1.90%
Portfolio Turnover	3.82%	979.65%
<b>Disclosures on the Underlying Fund -</b>		
Portfolio Turnover	30.6%	37.0%
Expense Ratio**	1.54%	1.58%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	<b>S\$</b>
Bank service fees paid to HSBC	4,777
Interest received from Bank of HSBC	474

#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
British Pound Sterling	54,185
Singapore Dollar	235,497
United States Dollar	1,364

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	Purchases		Sales	
	Currency	Amount	Currency	Amount
British Pound Sterling	British Pound Sterling	319,023	British Pound Sterling	1,283,797
Singapore Dollar	Singapore Dollar	1,628,357	Singapore Dollar	835,864
United States Dollar	United States Dollar	1,052,458	United States Dollar	315,445

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Global Listed Infrastructure Fund Class A shares, constituting 97.16% of the Sub-Fund's Net Asset Value and at a market value of S\$12,581,413. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Property Investments

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

<b>Class A - Distribution</b>	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	7.0	9.7
6-mth	1.5	3.0
1-year	3.7	5.7
3-year	2.6	7.2
5-year	6.1	8.2
10-year	4.1	6.3
Since Inception – 11 April 2005 (Calculated since date of first valuation)	3.2	5.7

<b>Class A - Accumulation</b>	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	7.0	9.7
6-mth	1.5	3.0
1-year	3.7	5.7
3-year	n/a	n/a
5-year	n/a	n/a
10-year	n/a	n/a
Since Inception – 15 September 2015 (Calculated since date of first valuation)	2.2	7.3

Note: With effect from 17 January 2014, the Sub-Fund was converted to a feeder fund and invests all or substantially all of its asset in the First State Global Property Securities Fund (a Dublin-domiciled fund).

The performance prior to 17 January 2014 is in relation to the First State Global Property Investment Class A (Distribution) before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

First State Global Property Investment Class A (Accumulation) was inceptioned on 07 September 2015.

The benchmark of the Sub-Fund is the FTSE EPRA/NAREIT Developed Index. It was changed from UBS Global Real Estate Investors Index with effect from 17 January 2014 as the new benchmark is the most commonly used benchmark across funds in the same asset class.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 29 February 2008: Citigroup BMI World Property Index
- From 01 March 2008 to 16 January 2014: UBS Global Real Estate Investors Index
- From 17 January 2014: FTSE EPRA/NAREIT Developed Index

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Global Property Investments

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### MANAGER'S REPORT

The FTSE EPRA/NAREIT Developed Index (USD) rose 0.9% in 1H18, marginally outperforming the broader equity market.

Global REITs struggled over the first few months of 2018 in reaction to rising interest rates and trade tensions before returning to relatively strong returns as fears around rates were moderated, economic growth continued to accelerate, and M&A activity was strong across several markets.

### Performance

The largest positive contributors to performance were holdings in Japanese developer **Mitsui Fudosan** and UK retail landlord **Hammerson**. Japanese developers such as Mitsui continue to perform well, with the company reporting strong FY results and plans to carry out significant buybacks. Hammerson rose strongly following a bid for the company from Klepierre which was rejected by the board, and rose strongly again after abandoning its planned merger with Intu.

The largest detractors from the Fund's performance were positions in US data centre company **Equinix** and Hong Kong developer **Hang Lung Properties**. Equinix failed to dispel concerns on the impact of the Verizon portfolio integration on US revenue growth. Hang Lung struggled on negative news from the US/China trade conflict, even though the negative implication for the stock is not significant.

### Transactions

The Fund established a position in US industrial REIT **Prologis**, which has a coastal market-focused portfolio among the highest quality of its listed industrial peer group and an in-process development pipeline of \$3b. A position was also initiated in **Equity Residential**, the largest US apartment REIT. Equity Residential has a portfolio focused on six gateway markets which we expect to show improvement, and trades at an above average discount to NAV.

The Fund reduced its holdings in **Simon Property Group** after a better than expected holiday season. A position in **Vornado Realty** was also sold despite Vornado's attractive valuation, as the overall New York City office outlook is challenging with flat net effective rents and high tenant improvement costs.

### Outlook

US REITs have experienced significant volatility this year as earnings growth has decelerated to more normalised levels. Current sector exposures include high quality data centres, lodging REITs, industrial REITs, West Coast office REITs, and single and multi-family housing REITs.

In Europe and the UK, we continue to maintain a cautious stance with limited exposure, mainly in student accommodation in the UK, offices in Madrid and Paris, and residential apartments in Berlin and Finland.

Within Asia, the strategy is to have a balanced portfolio with exposure to both quality defensive names and stocks with strong growth potential in the region.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Property Investments

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE GLOBAL PROPERTY INVESTMENTS</b>			
<b>Dublin</b>			
First State Global Property Securities	1,142,590	19,660,968	99.46
Total investments		19,660,968	99.46
Other net assets		106,034	0.54
Total net assets attributable to unitholders		19,767,002	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Invitation Homes Inc	1,076,339	5.4
Prologis Inc	838,035	4.2
Sun Hung Kai Properties Ltd	820,163	4.1
Simon Property Group Inc	810,233	4.1
Kilroy Realty Corp	806,262	4.1
Unite Group plc	738,742	3.7
Equity Residential	708,954	3.6
Equinix Inc	663,279	3.3
Playa Hotels & Resorts N.V.	637,463	3.2
Inmobiliaria Colonial SA	635,477	3.2

#### Top 10 holdings (as at 30 June 2017)

Equinix Inc Com	1,610,896	6.5
General Growth Properties Inc	1,528,733	6.1
Simon Property Group Inc	1,344,488	5.4
Vornado Realty Trust	1,147,794	4.6
Mitsui Fudosan Co Ltd	1,095,509	4.4
UDR Inc	1,093,019	4.4
Sun Hung Kai Properties Ltd	1,045,713	4.2
CyrusOne Inc	1,038,244	4.2
Hudson Pacific Properties Inc	1,013,346	4.1
CapitaLand Mall Trust	975,999	3.9

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Property Investments

#### DISCLOSURES

<b>Subscriptions</b>		S\$2,567,456
<b>Redemptions</b>		S\$9,798,891
	<b>30 June 2018</b>	<b>30 June 2017</b>
<b>Expense Ratio**</b> (including that of the Underlying Fund)	1.98%	1.95%
<b>Portfolio Turnover</b>	117.71%	4.45%
<b>Disclosures on the Underlying Fund -</b>		
<b>Portfolio Turnover</b>	36.6%	31.3%
<b>Expense Ratio**</b>	1.69%	1.68%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	<b>S\$</b>
Bank service fees paid to HSBC	7,513

#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar	155,320
United States Dollar	1,363

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

	<u>Purchases</u>		<u>Sales</u>	
<b>Currency</b>	<b>Amount</b>	<b>Currency</b>	<b>Amount</b>	
Singapore Dollar	7,756,629	Singapore Dollar	748,989	
United States Dollar	564,810	United States Dollar	5,871,910	

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Global Property Securities Fund - Class I, constituting 99.46% of the Sub-Fund's Net Asset Value and at a market value of S\$19,660,968. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Resources

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	<b>Sub-Fund</b>	<b>Benchmark</b>
	%	%
3-mth	8.7	7.5
6-mth	-2.4	1.8
1-year	13.4	22.8
3-year	5.0	10.5
5-year	2.2	5.0
10-year	-6.2	-3.7
Since Inception – 5 September 2005 (Calculated since date of first valuation)	0.3	4.0

Note: The Sub-Fund invests all or substantially all of its assets in Class B shares of the First State Global Resources Fund (a sub-fund of the England and Wales domiciled umbrella fund known as First State Investments ICVC).

Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is a composite comprising 75% Euromoney Global Mining and 25% MSCI AC World Energy Indices. It was changed from HSBC Global Mining Index to the composite with effect from 1 November 2007 to better reflect the Sub-Fund's investment scope. With effect from 1 October 2013, HSBC Global Mining Index was renamed to Euromoney Global Mining Index.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 31 October 2007: Euromoney Global Mining Index
- From 01 November 2007: Composite comprising 75% Euromoney Global Mining Index and 25% MSCI AC World Energy Index

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Global Resources

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### MANAGER'S REPORT

Commodities were broadly lower during the six months to 30 June 2018. Industrial metals mostly fell, with zinc (-10.9%), copper (-10.0%), aluminium (-2.6%) and lead (-2.5%) all finishing in negative territory. Precious metals were also lower, as palladium (-10.8%), platinum (-8.8%), silver (-5.0%) and gold (-4.2%) all fell. Iron ore lost -14.6% and coking coal fell -5.7%. Thermal coal (+9.5%) and oil (+22.6%) bucked the broader trend on robust demand and tight supply.

### Performance

The Fund underperformed its benchmark during the six month period. The top contributors to relative performance were Suncor Energy (overweight), Grupo Mexico (not held), Freeport McMoRan (not held), Cameco Corporation (overweight) and Ero Copper (overweight).

The top detractors to relative performance were Trevali Mining (overweight), TMAC Resources (overweight), Pretium Resources (overweight), HudBay Minerals (overweight) and Detour Gold (overweight).

### Transactions

Among the largest additions were Petra Diamonds, Pretium Resources and Arc Resources. Among the largest reductions were Beadell Resources, Trevalli Mining and Western Areas. A new position was established in Technip FMC. Positions exited included Metro Mining, Sundance Energy and Highland Copper.

### Outlook

We remain constructive on the outlook for the mining sector. Positive global economic indicators suggest that the synchronous recovery in both developed and developing economies will continue in 2018. This should be supportive for both commodity prices and resources equities. Moreover the reporting season for the miners has highlighted a general short fall on most commodities, a reluctance to increase capex and a continued focus on costs and cash returns. More broadly the share prices of miners continue to discount around a 20% fall in EBITDA suggesting that the market does not anticipate that commodity prices can hold up despite the relatively tight supply/demand backdrop.

Thematics to watch in 2018 are likely to include ongoing supply constraint from miners and Chinese processing companies, a pick-up in merger and acquisition activity, inflation, and cash returns to shareholders. Efforts to reduce overcapacity in steel production on environmental grounds have boosted the profitability of steel mills, providing the impetus for stronger steel production and iron ore consumption in the short term. Over the longer term we also see potential for reduced demand for poor quality coking coal and lower grade iron ore owing to policies encouraging cleaner and more efficient steel production.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Resources

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#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE GLOBAL RESOURCES</b>			
<b>England and Wales</b>			
First State Global Resources Fund	67,841,108	394,255,850	99.59
Total investments		394,255,850	99.59
Other net assets		1,628,007	0.41
Total net assets attributable to unitholders		395,883,857	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
BHP Billiton	68,426,461	9.8
Rio Tinto	66,194,405	9.5
Vale SA	31,248,781	4.5
Chevron Corp	30,621,016	4.4
Teck Resources Ltd	23,855,097	3.4
Suncor Energy Inc.	23,227,331	3.3
GoldCorp Inc	22,320,558	3.2
Glencore Plc	22,250,806	3.2
Franco-Nevada Corp	20,437,261	2.9
Canadian Natural Resources Ltd	19,530,488	2.8

#### Top 10 holdings (as at 30 June 2017)

BHP Billiton	66,441,639	8.3
Rio Tinto	51,526,169	6.5
Glencore plc	41,157,125	5.2
Vale SA	39,402,364	4.9
Exxon Mobil Corp	27,438,084	3.4
Chevron Corp	26,401,179	3.3
Franco-Nevada Corp	25,284,513	3.2
Enbridge Inc	23,051,181	2.9
GoldCorp Inc	20,339,277	2.6
First Quantum Minerals Ltd	18,345,230	2.3

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Global Resources

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#### DISCLOSURES

**Subscriptions** S\$45,344,002

**Redemptions** S\$98,279,717

	30 June 2018	30 June 2017
<b>Expense Ratio**</b> (including that of the Underlying Fund)	1.65%	1.70%
<b>Portfolio Turnover</b>	3.67%	4.39%

#### Disclosures on the Underlying Fund -

<b>Portfolio Turnover</b>	11.2%	25.4%
<b>Expense Ratio**</b>	0.79%	0.82%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	S\$
Security processing fees paid to HSBC	3,390
Bank service fees paid to HSBC	23,487
Expense ratio rebate from the underlying fund manager	5,162

#### Bank balances outstanding with HSBC as at 30 June 2018

	S\$ equivalent
British Pound Sterling	376,414
Singapore Dollar	400,015
United States Dollar	1,363

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	<u>Purchases</u>		Currency	<u>Sales</u>	
		Amount			Amount
British Pound Sterling		5,332,979	British Pound Sterling		32,462,317
Singapore Dollar		64,776,052	Singapore Dollar		12,741,839
United States Dollar		4,501,359	United States Dollar		6,427,432

## **Semi-Annual Report for the period from 1 January to 30 June 2018**

### **First State Global Resources**

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#### **Others**

The Sub-Fund will terminate with effect from 4 December 2018.

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Global Resources Fund Class B shares (constituting 99.59% of the Sub-Fund's Net Asset Value and at a market value of S\$394,255,850). In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### **Soft dollar commissions**

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### **Commission Sharing Arrangement**

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional China Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	<b>Sub-Fund</b>	<b>Benchmark</b>
	%	%
3-mth	2.6	0.2
6-mth	3.6	0.3
1-year	22.0	13.7
3-year	12.1	8.2
5-year	13.5	12.8
10-year	8.9	6.8
Since Inception – 1 November 1993 (Calculated since date of first valuation)	9.1	4.9

Note: The Sub-Fund invests all or substantially all of its assets in the First State Greater China Growth Fund (a Dublin-domiciled fund) with effect from 18 October 2002.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the MSCI Golden Dragon Index. It was changed from CLSA China World Index and CLSA China B Index with effect from 2 January 2001 as the previous benchmark was not reflective of the Sub-Fund's investment scope. It did not have any weighting in Taiwan.

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## First State Regional China Fund

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### MANAGER'S REPORT

The MSCI Golden Dragon Index declined by 1.8% in US dollar terms over the period. Taiwan was the best performer, down just 0.7% over the period, followed by China, which declined by 1.7%. Hong Kong underperformed, falling by 2.5% over the period.

#### Performance

Key contributors to performance included CSPC Pharmaceutical, which rallied on better than expected earnings boosted by the inclusion of its flagship NBP product on China's National Reimbursement Drug List. ENN Energy outperformed, driven by growth expectations for the year ahead. China's environmental policies and "coal-to-gas" projects for local governments should continue to fuel higher levels of gas consumption.

On the negative side, AAC Technologies softened on concerns around weaker shipment expectations for the Apple iPhone in the second half of 2018 and Minth Group weakened on softer than expected results and fears of US protectionism impacting its North American business.

#### Transactions

Significant new purchases over the period included Silergy Corp, the largest analogue integrated circuit (IC) designer in Asia. Although Silergy is still small, we believe that its better-performing products, competitive pricing and good sales support should help it gain share in a market that has historically been dominated by incumbents in the West. We also purchased Mediatek, which had showed signs of a turnaround. Although the recovery is unlikely to follow a straight line, the smartphone business and other new growth areas seem to be progressing well.

We divested Giant Manufacturing on concerns around the level of competition in the industry. Sales may have bottomed, but capital raising by tech owners like Alibaba means that competition is likely to remain fierce. We sold Hangzhou Robam Appliances due to margins concerns on its single-product strategy.

#### Outlook

One of the key issues weighing on China at the moment is the potential trade war with the United States. However, the outlook for the China A-share market depends not only on the outcome of trade negotiations between the two countries, but also on the de-leveraging process in China.

Trade issues would have a longer-term impact on China's emerging industries and put pressure on sustainable economic growth. To counter the negative impact, there would likely be further reforms and opening measures. Reforms would be beneficial for well-run industry leaders, on hopes of better management incentives for state-owned enterprises and further consolidation of domestic industries.

Meanwhile, China's de-leveraging efforts are likely to have more of a near-term negative impact to economic growth. Companies that rely heavily on bank financing would be most affected, although those with excessive share pledges by controlling shareholders (as a way to raise funds) would also be penalised.

The above suggests a selective investment approach is needed when picking stocks. Companies that are cognizant of the risks and their responsibilities to shareholders are likely to do better than others during volatile times.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional China Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE REGIONAL CHINA FUND</b>			
<b>Dublin</b>			
First State Greater China Growth Fund	3,335,863	502,603,677	99.34
Total investments		502,603,677	99.34
Other net assets		3,329,428	0.66
Total net assets attributable to unitholders		505,933,105	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Taiwan Semiconductor Mfg Co Ltd	55,235,184	6.3
Tencent Holdings	53,394,011	6.1
CSPC Pharmaceutical Group Ltd	45,152,571	5.2
ENN Energy Holdings Ltd	36,823,456	4.2
AIA Group Ltd	36,034,382	4.1
China Merchants Bank Co Ltd	32,176,687	3.7
Midea Group Co Ltd	28,318,991	3.2
China Mengniu Dairy Co Ltd	27,003,868	3.1
Dairy Farm International Holdings Ltd	26,390,143	3.0
China Taiping Insurance Holdings Co Ltd	25,951,769	3.0
<b>Top 10 holdings (as at 30 June 2017)</b>		
Taiwan Semiconductor Mfg Co Ltd	56,285,760	7.5
Tencent Holdings	46,854,901	6.3
CK Hutchison Holdings Ltd	32,558,917	4.4
AIA Group Ltd	30,388,323	4.1
CSPC Pharmaceutical Group Ltd	28,891,361	3.9
Gree Electric Appliances Inc	27,095,007	3.6
AAC Technologies Holdings Inc	26,271,678	3.5
Advantech Corp	26,121,982	3.5
China Merchants Bank Co Ltd	25,972,285	3.5
President Chain Store Corp	24,849,564	3.3

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional China Fund

#### DISCLOSURES

Subscriptions		S\$78,096,522
Redemptions		S\$80,949,867
	<b>30 June 2018</b>	<b>30 June 2017</b>
<b>Expense Ratio**</b> (including that of the Underlying Fund)	1.71%	1.72%
<b>Portfolio Turnover</b>	6.18%	1.32%
<b>Disclosures on the Underlying Fund -</b>		
<b>Portfolio Turnover</b>	8.3%	5.2%
<b>Expense Ratio**</b>	1.59%	1.59%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	<b>S\$</b> 22,305
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#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar	863,886
United States Dollar	293,933

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

	<u>Purchases</u>		<u>Sales</u>	
Currency	Amount	Currency	Amount	
Singapore Dollar	14,528,782	Singapore Dollar	13,245,412	
United States Dollar	9,033,771	United States Dollar	10,991,160	

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Greater China Growth Fund Class I shares, constituting 99.34% of the Sub-Fund's Net Asset Value and at a market value of S\$502,603,677. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional India Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	Sub-Fund	Benchmark
	%	%
3-mth	4.7	3.4
6-mth	-1.9	-5.6
1-year	10.3	5.4
3-year	10.8	5.8
5-year	19.8	10.6
10-year	14.5	5.2
Since Inception – 22 August 1994 (Calculated since date of first valuation)	9.6	6.7

Due to the increase in the investment management fee of the Underlying Sub-Fund, the Annual Management fee for Units of the Regional India Fund will also increase from 1.50% to 1.75% effective from 1 July 2016.

With effect from 1 April 2016, the Sub-Fund is open for subscriptions again.

Note: The Sub-Fund invests all or substantially all of its assets in the First State Indian Subcontinent Fund (a Dublin-domiciled fund) with effect from 18 October 2002.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the MSCI India Index.

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional India Fund

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#### MANAGER'S REPORT

The MSCI India Index declined by 7.5% in US dollar terms over the six months to 30 June 2018. News of a US\$2 billion bank fraud at Punjab National Bank and the speculation around potential fraud at other banks penalised the whole sector. Meanwhile, external concerns over rising bond yields, US interest rate hikes and a potential global trade war added to heightened volatility in the equity markets. The rupee's weakening trend continued, as capital outflows and rising oil prices led to a widening trade deficit. In June, the Reserve Bank of India raised interest rates by 25bps in June – the first hike in more than four years – and increase its inflation forecast for the second half of the fiscal year.

#### Performance

Key contributors to performance included **Tech Mahindra**, which reported expanded margins, with additional tailwinds from FX weakness. Digital revenue has grown in excess of 20% and there are anecdotal signs of a recovery in the finance sector (its biggest customer segment). **Kotak Mahindra Bank** outperformed on robust growth in loans and net interest income. The bank is also poised to benefit from participating in the acquisition and resolution of India's stressed assets due to its conservative lending approach during the 2004/08 boom period.

On the negative side, **Blue Star** reported weaker than expected results, mainly due to slower activity in its Electro Mechanical projects business. GST also had an impact, as customers renegotiated their projects contracts. **Bharti Airtel** continued to face intense competitive pressure, as Reliance Jio released a further round of aggressive tariff.

#### Transactions

Significant new positions over the period included **Bosch (India)**, the market leader in fuel injection systems in India. Bosch has a dominant franchise, with more than 50% market share in most segments that it operates in. We believe there is significant growth potential from increased regulation on emission standards – the introduction of 'BS4' in 2017 led to double-digit growth in diesel and gasoline fuel injection systems; 'BS6', which is scheduled to come into effect in 2020, should grow the addressable market substantially. We also purchased **Infosys**, a company we had held before, but sold on concerns around the squabbling between the founders and the management. The new CEO, Salil S. Parekh, is the second outsider at the company and has the support of the ex-founders. We have been reassured by the strength of the franchise as, despite the noise around the political, the business had continued to perform well throughout. The valuation seemed reasonable, particularly on a relative basis compared to the other major Indian IT services companies.

We divested **Lupin** on concerns around the challenging environment in the US generics market and sold **Hindustan Unilever** on concerns around expensive valuations and high margins.

## **Semi-Annual Report for the period from 1 January to 30 June 2018**

### **First State Regional India Fund**

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#### **Outlook**

The team has travelled to almost all major Asian markets over the last six months. We have met more than 400 companies in this period. These meetings have informed our views about the companies we own, as well as the economies they operate in.

We met several of the fund's holdings during our visits to India. The introduction of the Goods and Services Tax (GST) is helping tax-compliant businesses gain market share from their unorganised competitors. Jyothy Laboratories' management spoke of the changes they made to their distribution network after GST was introduced. The company has used its cash flows from the fabric care business where it has dominant market share to build stronger positions in underpenetrated segments such as dishwashing, household insecticides and personal care. Management is also exploring opportunities for partnerships with global companies. Such a partnership could have a significant impact on the long-term evolution of the business.

On the other hand, we were disappointed by our recent interactions with Blue Dart Express. New competitors funded by venture capital have been burning cash to gain market share in the express logistics sector. Blue Dart has been forced to cut prices and stay out of certain markets. This has hurt the company's growth and profitability. Worryingly, these start-ups have poached members of Blue Dart's senior management. We also have concerns about the company's recent partnership with Vakrangee, a provider of retail access points to consumers in rural areas. Vakrangee has a poor reputation for corporate governance. We engaged with management about our concerns, who are re-assessing the merits of this partnership.

The portfolio remains positioned cautiously in this environment. We still have relatively high cash levels in the portfolio. This is entirely a bottom-up outcome and not a result of trying to time the market (which, in our opinion, is a futile exercise). Our conviction in the portfolio is as high as ever, with regards to the long term growth potential that it presents. We would happily own a lot more of our companies if prices were to fall – the ultimate test of our confidence in them.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional India Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE REGIONAL INDIA FUND</b>			
<b>Dublin</b>			
First State Indian Subcontinent Fund	759,672	109,806,496	98.99
Total investments		109,806,496	98.99
Other net assets		1,121,254	1.01
Total net assets attributable to unitholders		110,927,750	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
HDFC Bank Limited	52,746,574	7.0
Kotak Mahindra Bank Limited	50,014,377	6.6
Nestle India Ltd	45,916,082	6.1
Godrej Consumer Products Ltd	43,942,829	5.8
Housing Development Finance Corp Ltd	32,179,205	4.2
Ambuja Cements Ltd	31,572,050	4.2
Jyothy Laboratories Ltd	29,295,219	3.9
Bharti Airtel Ltd	28,915,748	3.8
SKF India Ltd	26,638,917	3.5
Blue Star Ltd	23,299,566	3.1
<b>Top 10 holdings (as at 30 June 2017)</b>		
Nestle India	51,761,812	8.2
Infosys Ltd	29,937,573	4.8
HDFC Bank Ltd	28,679,692	4.6
Housing Development Finance Corp	28,365,222	4.5
Kotak Mahindra Bank	24,717,366	3.9
Godrej Industries Ltd	18,553,748	3.0
Tech Mahindra Ltd	18,365,066	2.9
Blue Star Ltd	17,861,913	2.8
Wipro Ltd	17,799,019	2.8
HeidelbergCement India Ltd	16,478,244	2.6

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Regional India Fund

#### DISCLOSURES

Subscriptions		S\$19,431,919
Redemptions		S\$16,573,707
	<b>30 June 2018</b>	<b>30 June 2017</b>
Expense Ratio** (including that of the Underlying Fund)	2.05%	2.06%
Portfolio Turnover	9.06%	6.94%
<b>Disclosures on the Underlying Fund -</b>		
Portfolio Turnover	24.3%	29.6%
Expense Ratio**	1.89%	1.90%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

	<b>S\$</b>
Bank service fees paid to HSBC	10,549

#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
Singapore Dollar	464,765
United States Dollar	145,253

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

	<u>Purchases</u>		<u>Sales</u>	
Currency	Amount	Currency	Amount	
Singapore Dollar	6,690,990	Singapore Dollar	7,106,898	
United States Dollar	5,351,864	United States Dollar	5,086,719	

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Indian Subcontinent Fund Class I shares, constituting 98.99% of the Sub-Fund's Net Asset Value and at a market value of S\$109,806,496. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Singapore Growth Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	<b>Sub-Fund</b>	<b>Benchmark</b>
	%	%
3-mth	-0.6	-5.5
6-mth	4.4	-2.6
1-year	6.9	6.0
3-year	2.9	2.6
5-year	3.2	1.9
10-year	7.7	4.1
Since Inception – 28 July 1969 (Calculated since date of first valuation)	8.4	2.6

Note: The Sub-Fund invests all or substantially all of its assets in the First State Singapore and Malaysia Growth Fund (a Dublin-domiciled fund) with effect from 18 October 2002.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the market capitalisation weighted of MSCI Singapore Index and MSCI Malaysia Index. It was changed from DBS 50 Index and KLCI with effect from 1 December 2001 due to the discontinuation of the DBS 50 Index.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 30 November 2001: DBS 50 Index and KLCI
- From 01 December 2001: Market cap weighted of MSCI Singapore Index and MSCI Malaysia Index

\* Source: Lipper, First State Investments. No initial charges with income reinvested in Singapore dollars.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Singapore Growth Fund

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#### MANAGER'S REPORT

The MSCI Singapore and Malaysia Index declined by 4.5% over the six months to the end of June.

#### Performance

Key contributors to performance included **Nestle Malaysia**, which continued to deliver steady business performance and earnings growth. **Haw Par Corp** rose after posting decent earnings results.

On the negative side, **Jardine Cycle & Carriage** had been de-rated due to a competitive pressures for the Group's auto businesses. However, with newer models on the way, we believe this should improve. **Singapore Telecommunications** declined on disappointing earnings, with its domestic consumer business particularly weak.

#### Transactions

Significant new purchases over the period included **Kasikornbank**, which had fallen to attractive valuations. Kasikornbank had been de-rated due to high credit costs, weak loan growth and pressure on fee income. However, we are optimistic that the worst of it is over and the bank should benefit from a recovery in exports and the trickle-down effect of government infrastructure projects. We also purchased **TOA Paint (Thailand)**, a high quality franchise in decorative paints with a leading market share in Thailand and a growing business in ASEAN. Thailand sales had been depressed due to the mourning period following the death of King Bhumibol Adulyadej, but now looks set to reaccelerate. Valuations were reasonable when compared to regional peers.

We divested **Coca Cola Bottlers Japan**, which controls around 90% of the volume of Coke in Japan. We decided to take profits as the share price had risen on anticipation of improved profitability from the recent merger between Coca Cola East and Coca Cola West. We also sold **Glow Energy** on concerns over the lack of growth.

#### Outlook

We maintain our cautious approach due to structural weakness and inflationary pressures. On the whole, we remain focused on finding high-quality management teams and businesses that have, over time, delivered predictable and sustainable returns comfortably in excess of the cost of capital, despite the prevailing headwinds.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Singapore Growth Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>FIRST STATE SINGAPORE GROWTH FUND</b>			
<b>Dublin</b>			
First State Singapore and Malaysia Growth Fund	558,652	45,292,012	99.36
Total investments		45,292,012	99.36
Other net assets		293,230	0.64
Total net assets attributable to unitholders		45,585,242	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Haw Par Corp Ltd	5,338,192	8.0
Great Eastern Holdings Ltd	4,672,582	7.0
DBS Group Holdings Ltd	4,020,284	6.0
United Overseas Bank Ltd	3,820,601	5.7
Oversea-Chinese Banking Corp	3,561,013	5.4
Dairy Farm International Holdings Ltd	3,554,357	5.3
Jardine Matheson Holdings Ltd	2,988,589	4.5
Jardine Cycle & Carriage Ltd	2,476,069	3.7
Tan Chong International Ltd	2,203,169	3.3
Heineken Malaysia Bhd	2,109,984	3.2
<b>Top 10 holdings (as at 30 June 2017)</b>		
Haw Par Corp Ltd	4,730,318	6.4
Singapore Telecommunications	4,536,635	6.1
Great Eastern Holdings Ltd	3,940,690	5.3
Oversea-Chinese Banking Corp	3,910,893	5.3
United Overseas Bank Ltd	3,702,312	5.0
Dairy Farm International Holdings Ltd	3,233,005	4.3
Jardine Matheson Holdings Ltd	2,994,626	4.0
Sheng Siong Group Ltd	2,666,856	3.6
Jardine Cycle & Carriage Ltd	2,562,566	3.4
Glow Energy PCL	2,443,377	3.3

## Semi-Annual Report for the period from 1 January to 30 June 2018

### First State Singapore Growth Fund

#### DISCLOSURES

Subscriptions	S\$965,075
Redemptions	S\$2,733,685

	30 June 2018	30 June 2017
Expense Ratio** (including that of the Underlying Fund)	1.89%	1.90%
Portfolio Turnover	1.63%	1.33%
<b>Disclosures on the Underlying Fund -</b>		
Portfolio Turnover	12.6%	3.1%
Expense Ratio**	1.73%	1.73%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	S\$ 3,772
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#### Bank balances outstanding with HSBC as at 30 June 2018

	S\$ equivalent
Singapore Dollar	151,017
United States Dollar	1,363

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	Purchases		Sales	
	Currency	Amount	Currency	Amount
Singapore Dollar	Singapore Dollar	2,503,746	Singapore Dollar	309,393
United States Dollar	United States Dollar	234,050	United States Dollar	1,892,948

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the First State Singapore and Malaysia Growth Fund Class I shares, constituting 99.36% of the Sub-Fund's Net Asset Value and at a market value of S\$45,292,012. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### Stewart Investors Global Emerging Markets Leaders Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

*in Singapore dollars*

	<b>Sub-Fund</b>	<b>Benchmark</b>
	<b>%</b>	<b>%</b>
3-mth	0.3	-4.2
6-mth	-4.0	-4.6
1-year	5.7	7.5
3-year	5.0	6.4
5-year	5.5	6.9
10-year	5.7	2.6
Since Inception – 5 July 2004 <i>(Calculated since date of first valuation)</i>	8.8	7.9

Note: The Sub-Fund invests all or substantially all of its assets in the Stewart Investors Global Emerging Markets Leaders Fund (a subfund of the England and Wales domiciled umbrella fund known as First State Investments ICVC).

Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the MSCI Emerging Markets Index.

\* Source: Lipper, Stewart Investors. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## Stewart Investors Global Emerging Markets Leaders Fund

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### MANAGER'S REPORT

Emerging markets declined over the six months to 30 June 2018. Colombia and Peru were the strongest markets over the period, while the Philippines and Turkey were the weakest. At a sector level, Energy and Health Care outperformed, while Real Estate and Telecom Services lagged.

#### Performance

The fund outperformed its benchmark index over the period.

**Tata Consultancy Services** (India: Information Technology) and **Infosys** (India: Information Technology) both benefitted from strong results and weakness of the rupee, while **Uni-President Enterprises** (Taiwan: Consumer Staples) gained as it continued to show improvements in its China business.

On the negative side, **Tiger Brands** (South Africa: Consumer Staples) fell as it received results from a regulatory report which confirmed the presence of listeria in some of its facilities. The company has shut certain facilities and recalled products. **Idea Cellular** (India: Telecom Services) declined on concerns about competition and poor profitability, and **Tata Power Company** (India: Utilities) was weak due to negative tariff regulation.

#### Transactions

Over the six-month period significant purchases included **Ultrapar** (Brazil: Energy), a quality, reasonably valued Brazilian company, and **Aspen Pharmacare** (South Africa: Health Care), backing management to turn around this underperforming pharmaceutical company. We also bought **VTech** (Hong Kong: Information Technology), a cash-generative franchise with a strong balance sheet, which has evolved over the years from manufacturing PCs to electronic learning toys.

We sold **Bank Pekao** (Poland: Financials) due to a change in ownership with UniCredit's stake being sold to a state-owned insurer. We also sold **Mahindra & Mahindra** (India: Consumer Discretionary) on valuation concerns especially given the cyclical nature of earnings and **Coca-Cola HBC** (UK: Consumer Staples) on valuation concerns.

#### Outlook

In terms of valuation, much of GEM is less 'frothy' than a year ago. Regardless of whether the current fashion for complex corporate structures, domineering chairmen and acquisitions continues, as bottom-up stock pickers, we believe that valuations are beginning to look a little more attractive.

Our portfolio holdings are not dictated by a benchmark index, meaning we will continue to invest only in companies we consider to be of high enough quality. Some companies will continue to be uninvestible for us at any price, precisely because we focus on capital preservation and the potential downside to every investment.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### Stewart Investors Global Emerging Markets Leaders Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>STEWART INVESTORS GLOBAL EMERGING MARKETS LEADERS FUND</b>			
<b>England and Wales</b>			
Stewart Investors Global Emerging Markets Leaders Fund	1,310,458	13,815,223	99.24
Total investments		13,815,223	99.24
Other net assets		105,979	0.76
Total net assets attributable to unitholders		13,921,202	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Tata Consultancy Services Ltd	301,001,297	6.7
Uni President Enterprises	292,890,484	6.5
Infosys Ltd	227,102,775	5.0
Unilever plc	200,066,731	4.4
Tata Power Company Ltd	157,259,660	3.5
Remgro Ltd	150,951,249	3.4
Cipla Limited	148,247,645	3.3
Tiger Brands Ltd	144,192,238	3.2
Asustek Computer Inc.	128,421,212	2.9
Newcrest Mining Ltd	118,507,996	2.6
<b>Top 10 holdings (as at 30 June 2017)</b>		
Uni President Enterprises	243,802,705	4.8
Housing Development Finance Corp Ltd	209,407,303	4.1
Unilever plc	196,256,120	3.9
Tata Consultancy Services Ltd	193,727,046	3.8
Tata Power Company Ltd	168,436,309	3.3
Compania Cervecerias Unidas S.A.	151,744,422	3.0
Bank Pekao SA	149,215,349	3.0
Cipla Limited	132,523,462	2.6
Grupo Financiero Santander Mexico SAB de CV	132,523,462	2.6
MediaTek Inc	131,511,833	2.6

## Semi-Annual Report for the period from 1 January to 30 June 2018

### Stewart Investors Global Emerging Markets Leaders Fund

#### DISCLOSURES

<b>Redemptions</b>		S\$1,405,419
	<b>30 June 2018</b>	<b>30 June 2017</b>
<b>Expense Ratio**</b> (including that of the Underlying Fund)	1.84%	1.77%
<b>Portfolio Turnover</b>	9.96%	11.15%
<b>Disclosures on the Underlying Fund -</b>		
<b>Portfolio Turnover</b>	16.8%	13.2%
<b>Expense Ratio**</b>	1.56%	1.57%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	<b>S\$</b> 1,738
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#### Bank balances outstanding with HSBC as at 30 June 2018

	<b>S\$ equivalent</b>
British Pound Sterling	32,583
Singapore Dollar	28,509
United States Dollar	1,323

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

<b>Currency</b>	<b><u>Purchases</u></b>	<b>Amount</b>	<b>Currency</b>	<b><u>Sales</u></b>	<b>Amount</b>
Singapore Dollar		1,510,282	British Pound Sterling		826,541

#### Others

As at 30 June 2018, the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the Stewart Investors Global Emerging Markets Leaders Fund Class A shares, constituting 99.24% of the Sub-Fund's Net Asset Value and at a market value of S\$13,815,223. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### Stewart Investors Worldwide Leaders Fund

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#### MANAGER'S REPORT

for the period from 1 January to 30 June 2018

#### Historical performance\*

in Singapore dollars

	<b>Sub-Fund</b>	<b>Benchmark</b>
	%	%
3-mth	5.5	4.7
6-mth	2.1	1.9
1-year	6.1	10.2
3-year	9.1	9.2
5-year	10.0	11.9
10-year	4.7	6.8
Since Inception – 24 August 1998 (Calculated since date of first valuation)	2.9	4.5

Note: The Sub-Fund invests all or substantially all of its assets in the Stewart Investors Worldwide Leaders Fund, a Dublin-domiciled fund.

The performance prior to 18 October 2002 is in relation to the Sub-Fund before its conversion to a feeder fund. Performance for 1 year and above has been annualised.

The benchmark of the Sub-Fund is the MSCI AC World Index. With effect from 24 February 2014, the benchmark was changed from MSCI World Index due to the change to the investment policy and approach of the underlying fund.

Accordingly, the benchmark performance set out above uses the performance of the following:

- Inception to 23 February 2014: MSCI World Index
- From 24 February 2014: MSCI AC World Index

\* Source: Lipper, Stewart Investors. No initial charges with income reinvested in Singapore dollars.

# Semi-Annual Report for the period from 1 January to 30 June 2018

## Stewart Investors Worldwide Leaders Fund

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### MANAGER'S REPORT

Global equity markets declined slightly in US dollar terms over the first half of 2018.

#### Performance

The fund outperformed its benchmark index over the period.

**Tata Consultancy Services** (India: Information Technology) benefitted from strong results and weakness of the rupee, and **Unicharm** (Japan: Consumer Staples) rose on margin improvement and strong sales growth across its Asian markets. **Wabtec** (US: Industrials) gained on operational improvements at the company.

On the negative side, **DIA** (Spain: Consumer Staples) declined on concerns about the franchise, balance sheet and ownership structure. **Henkel** (Germany: Consumer Staples) fell due to the impact of negative currency moves on results and as supply chain challenges continued to impact the company's North American operations. **Colgate Palmolive** (US: Consumer Staples) was weak on concerns about the long-term growth of the franchise.

#### Transactions

Major purchases during the period included **Cerner** (US: Health Care), a company which is well placed for taking costs out of the US healthcare system, and **Banco Bradesco** (Brazil: Financials), a high-quality Brazilian bank with a strong culture and long-term stewardship.

We sold **Novo Nordisk** (Denmark: Health Care) because of worries that excess profitability in the United States might pose a long-term risk to the franchise, and **DIA** (Spain: Consumer Staples) as we are concerned by recent ownership changes which in our view reduces the quality of stewardship. We also sold **Standard Bank** (South Africa: Financials) on valuation concerns.

#### Outlook

Valuations for high-quality companies remain full but acceptable. We prefer to back strong management teams who are focusing on sustainable development rather than descend the quality spectrum for notionally lower valuations.

## Semi-Annual Report for the period from 1 January to 30 June 2018

### Stewart Investors Worldwide Leaders Fund

#### DISTRIBUTION OF INVESTMENTS

As at 30 June 2018

	Holdings	Market Value S\$	% of NAV
<b>STEWART INVESTORS WORLDWIDE LEADERS FUND</b>			
<b>Dublin</b>			
Stewart Investors Worldwide Leaders Fund	1,569,909	26,329,020	99.05
Total investments		26,329,020	99.05
Other net assets		252,105	0.95
Total net assets attributable to unitholders		26,581,125	100.00

#### DISTRIBUTION OF INVESTMENTS (UNDERLYING FUND)

	Market Value S\$	% of NAV
<b>Top 10 holdings (as at 30 June 2018)</b>		
Henkel AG & Company	5,659,948	9.1
Unilever Plc	4,829,243	7.8
Beiersdorf AG	4,643,265	7.5
Tata Consultancy Services Ltd	3,855,956	6.2
Unicharm Corp	2,938,461	4.7
Merck KGaA	2,609,899	4.2
Colgate-Palmolive Company	2,120,156	3.4
Expeditors International of Washington Inc	1,965,173	3.2
Mahindra & Mahindra Ltd	1,834,988	3.0
Nestle S.A.	1,661,409	2.7

#### Top 10 holdings (as at 30 June 2017)

Henkel AG & Company	6,253,097	9.7
Unilever Plc	6,059,702	9.4
Berkshire Hathaway Inc	3,152,334	4.9
Waters Corp	2,978,279	4.6
Merck KGaA	2,636,615	4.1
Unicharm Corp	2,572,150	4.0
Oversea-Chinese Banking Corp	2,527,025	3.9
Beiersdorf AG	1,966,180	3.1
Novo Nordisk A/S	1,772,785	2.8
Colgate-Palmolive Company	1,759,892	2.7

## Semi-Annual Report for the period from 1 January to 30 June 2018

### Stewart Investors Worldwide Leaders Fund

#### DISCLOSURES

Subscriptions	S\$2,058,459
Redemptions	S\$2,410,676

	30 June 2018	30 June 2017
Expense Ratio** (including that of the Underlying Fund)	1.92%	1.96%
Portfolio Turnover	3.79%	4.77%
<b>Disclosures on the Underlying Fund -</b>		
Portfolio Turnover	14.1%	6.5%
Expense Ratio**	1.68%	1.74%

\*\* In accordance with IMAS guidelines, expense ratio is stated on an annualised basis.

The expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other funds, tax deducted at source or arising out of income received and dividends and other distributions paid to unitholders.

#### Related Party Transactions

In the normal course of business of the Sub-Fund, trustee's fees and registration fees have been paid or are payable to the Trustee, while management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return (Page 65 – 71). Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

#### For the 6 months period ended 30 June 2018

The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group.

Bank service fees paid to HSBC	S\$ 5,908
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#### Bank balances outstanding with HSBC as at 30 June 2018

	S\$ equivalent
Singapore Dollar	30,960
United States Dollar	144,531

#### Foreign exchange transacted with HSBC for the 6 months period ended 30 June 2018

Currency	Purchases		Sales	
	Currency	Amount	Currency	Amount
Singapore Dollar	Singapore Dollar	680,318	Singapore Dollar	262,225
United States Dollar	United States Dollar	196,272	United States Dollar	514,700

#### Others

As at 30 June 2018 the Sub-Fund did not hold any bonds, derivatives or other unit trusts, other than the Stewart Investors Worldwide Leaders Fund Class I, constituting 99.05% of the Sub-Fund's Net Asset Value and at a market value of S\$26,329,020. In addition, the Sub-Fund did not hold any investment constituting more than 5% of a company's outstanding share capital and/or debt issue. There were also no borrowings, outstanding currency forward contracts or material information that would adversely impact the valuation of the Sub-Fund.

#### Soft dollar commissions

In order to align with the policy of First State Investments internationally, the Investment Manager has ceased all of its soft dollar arrangements previously made with brokers with effect from 13 June 2005.

#### Commission Sharing Arrangement

There were no commission sharing arrangement in place during the period or at the period end 30 June 2018 or at the period end 30 June 2017.

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Total Return (Unaudited)**

For the financial period ended 30 June 2018

	First State Asia Opportunities Fund		First State Asian Growth Fund	
	30 June 2018 S\$	30 June 2017 S\$	30 June 2018 S\$	30 June 2017 S\$
<b>Income</b>	-	-	-	-
<b>Less: Expenses</b>				
Management fees	198,313	221,027	510,415	529,983
Management fee rebates	(199,735)	(222,702)	(507,493)	(527,513)
Registration fees	7,106	5,026	6,334	4,345
Trustee's fees	8,609	9,605	25,521	26,499
Audit fees	6,415	6,214	6,415	6,214
Others	9,130	11,678	16,958	22,399
	29,838	30,848	58,150	61,927
<b>Net loss</b>	(29,838)	(30,848)	(58,150)	(61,927)
<b>Net gains or losses on value of investments</b>				
Net gains on investments	199,873	2,077,669	860,356	5,228,108
Net foreign exchange gains/(losses)	6,249	(12,726)	8,725	(24,754)
	206,122	2,064,943	869,081	5,203,354
<b>Total return for the period before taxation</b>	176,284	2,034,095	810,931	5,141,427
<b>Less: Income tax</b>	-	-	-	-
<b>Total return for the period after income tax</b>	176,284	2,034,095	810,931	5,141,427

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Total Return (Unaudited)**

For the financial period ended 30 June 2018

	First State Asian Quality Bond		First State Bridge	
	30 June 2018 S\$	30 June 2017 S\$	30 June 2018 S\$	30 June 2017 S\$
<b>Income</b>				
Dividends	-	-	4,317,392	5,646,979
Interest	-	-	3,165	469
	-	-	4,320,557	5,647,448
<b>Less: Expenses</b>				
Management fees	58,566	61,327	9,460,995	8,023,935
Management fee rebates	(58,010)	(60,550)	(9,464,072)	(8,021,683)
Registration fees	3,426	4,147	28,077	8,579
Trustee's fees	5,552	4,600	567,660	481,436
Audit fees	6,415	6,214	6,415	6,214
Others	7,837	10,903	197,677	205,906
	23,786	26,641	796,752	704,387
<b>Net (loss)/income</b>	(23,786)	(26,641)	3,523,805	4,943,061
<b>Net gains or losses on value of investments and financial derivatives</b>				
Net (losses)/gains on investments	(99,597)	(122,676)	7,546,144	80,342,720
Net (losses)/gains on forward foreign exchange contracts	(230,066)	624,651	(19,169,229)	29,567,044
Net foreign exchange gains/(losses)	1,799	(23,167)	3,568,256	(4,410,272)
	(327,864)	478,808	(8,054,829)	105,499,492
<b>Total (deficit)/return for the period before taxation</b>	(351,650)	452,167	(4,531,024)	110,442,553
<b>Less: Income tax</b>	-	-	-	-
<b>Total (deficit)/return for the period after income tax</b>	(351,650)	452,167	(4,531,024)	110,442,553

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Total Return (Unaudited)**

For the financial period ended 30 June 2018

	First State Dividend Advantage		First State Global Balanced Fund	
	30 June 2018 S\$	30 June 2017 S\$	30 June 2018 S\$	30 June 2017 S\$
<b>Income</b>				
Dividends	12,448,523	17,125,261	-	-
Interest	4,627	3,787	-	-
	<u>12,453,150</u>	<u>17,129,048</u>	<u>-</u>	<u>-</u>
<b>Less: Expenses</b>				
Management fees	17,019,969	14,750,165	109,535	116,066
Management fee rebates	(16,940,646)	(14,716,510)	(113,532)	(120,886)
Registration fees	53,663	18,441	3,767	3,407
Trustee's fees	850,999	737,508	6,572	6,964
Audit fees	6,415	6,214	6,415	6,214
Others	378,797	403,525	5,621	7,673
	<u>1,369,197</u>	<u>1,199,343</u>	<u>18,378</u>	<u>19,438</u>
<b>Net income/(loss)</b>	<u>11,083,953</u>	<u>15,929,705</u>	<u>(18,378)</u>	<u>(19,438)</u>
<b>Net gains or losses on value of investments</b>				
Net gains on investments	23,477,372	249,395,181	266,579	1,041,428
Net foreign exchange gains/(losses)	6,989,077	(5,579,447)	(4,202)	(5,989)
	<u>30,466,449</u>	<u>243,815,734</u>	<u>262,377</u>	<u>1,035,439</u>
<b>Total return for the period before taxation</b>	<u>41,550,402</u>	<u>259,745,439</u>	<u>243,999</u>	<u>1,016,001</u>
<b>Less: Income tax</b>	-	-	-	-
<b>Total return for the period after income tax</b>	<u>41,550,402</u>	<u>259,745,439</u>	<u>243,999</u>	<u>1,016,001</u>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Total Return (Unaudited)***For the financial period ended 30 June 2018*

	First State Global Infrastructure		First State Global Property Investments	
	30 June 2018 S\$	30 June 2017 S\$	30 June 2018 S\$	30 June 2017 S\$
<b>Income</b>				
Dividends	222,223	161,908	-	-
Interest	474	165	-	-
	<u>222,697</u>	<u>162,073</u>	<u>-</u>	<u>-</u>
<b>Less: Expenses</b>				
Management fees	99,137	110,925	174,534	182,543
Management fee rebates	(96,117)	(108,278)	(173,679)	(181,044)
Registration fees	3,882	3,792	6,898	6,985
Trustee's fees	4,957	5,546	8,727	9,127
Audit fees	6,415	6,214	6,415	6,214
Others	8,938	9,738	12,526	14,987
	<u>27,212</u>	<u>27,937</u>	<u>35,421</u>	<u>38,812</u>
<b>Net income/(loss)</b>	<u>195,485</u>	<u>134,136</u>	<u>(35,421)</u>	<u>(38,812)</u>
<b>Net gains or losses on value of investments</b>				
Net (losses)/gains on investments	(501,919)	1,181,320	(45,059)	22,039
Net foreign exchange gains/(losses)	14,216	(221,866)	89,290	(7,943)
	<u>(487,703)</u>	<u>959,454</u>	<u>44,231</u>	<u>14,096</u>
<b>Total (deficit)/return for the period before taxation</b>	<u>(292,218)</u>	<u>1,093,590</u>	<u>8,810</u>	<u>(24,716)</u>
<b>Add: Income tax</b>	-	-	-	-
<b>Total (deficit)/return for the period after income tax</b>	<u>(292,218)</u>	<u>1,093,590</u>	<u>8,810</u>	<u>(24,716)</u>

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Total Return (Unaudited)**

For the financial period ended 30 June 2018

	First State Global Resources		First State Regional China Fund	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
<b>Income</b>	-	-	-	-
<b>Less: Expenses</b>				
Management fees	3,137,324	3,378,159	3,759,467	3,124,823
Management fee rebates	(1,570,826)	(1,694,506)	(3,746,736)	(3,120,968)
Registration fees	16,151	6,963	19,611	4,903
Trustee's fees	156,866	168,908	187,973	156,241
Audit fees	6,415	6,214	6,415	6,214
Transaction costs	3,510	3,090	-	-
Others	58,593	110,276	95,315	82,939
	1,808,033	1,979,104	322,045	254,152
<b>Net loss</b>	(1,808,033)	(1,979,104)	(322,045)	(254,152)
<b>Net gains or losses on value of investments</b>				
Net (losses)/gains on investments	(8,642,621)	(25,021,548)	18,149,284	67,765,757
Net foreign exchange gains/(losses)	43,048	(89,045)	167,982	(213,266)
	(8,599,573)	(25,110,593)	18,317,266	67,552,491
<b>Total (deficit)/return for the period before taxation</b>	(10,407,606)	(27,089,697)	17,995,221	67,298,339
<b>Less: Income tax</b>	-	-	-	-
<b>Total (deficit)/return for the period after income tax</b>	(10,407,606)	(27,089,697)	17,995,221	67,298,339

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Total Return (Unaudited)***For the financial period ended 30 June 2018*

	First State Regional India Fund		First State Singapore Growth Fund	
	30 June 2018 S\$	30 June 2017 S\$	30 June 2018 S\$	30 June 2017 S\$
<b>Income</b>	-	-	-	-
<b>Less: Expenses</b>				
Management fees	948,058	716,740	350,963	344,158
Management fee rebates	(941,205)	(711,114)	(349,616)	(343,121)
Registration fees	9,682	4,480	4,082	2,907
Trustee's fees	40,631	30,717	17,548	17,208
Audit fees	6,415	6,214	6,415	6,214
Others	31,616	29,299	11,255	12,986
	95,197	76,336	40,647	40,352
<b>Net loss</b>	(95,197)	(76,336)	(40,647)	(40,352)
<b>Net gains or losses on value of investments</b>				
Net (losses)/gains on investments	(2,163,090)	10,869,508	2,043,280	3,945,087
Net foreign exchange (losses)/gains	(81,893)	(2,996)	103	(19,118)
	(2,244,983)	10,866,512	2,043,383	3,925,969
<b>Total (deficit)/return for the period before taxation</b>	(2,340,180)	10,790,176	2,002,736	3,885,617
<b>Less: Income tax</b>	-	-	-	-
<b>Total (deficit)/return for the period after income tax</b>	(2,340,180)	10,790,176	2,002,736	3,885,617

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Total Return (Unaudited)**

For the financial period ended 30 June 2018

	Stewart Investors Global Emerging Markets Leaders Fund		Stewart Investors Worldwide Leaders Fund	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
<b>Income</b>	-	-	-	-
<b>Less: Expenses</b>				
Management fees	109,199	125,947	193,161	187,241
Management fee rebates	(108,401)	(125,258)	(191,844)	(185,731)
Registration fees	3,403	2,175	4,330	3,592
Trustee's fees	6,285	6,297	9,658	9,362
Audit fees	6,415	6,214	6,415	6,214
Others	5,313	6,813	11,415	11,912
	22,214	22,188	33,135	32,590
<b>Net loss</b>	(22,214)	(22,188)	(33,135)	(32,590)
<b>Net gains or losses on value of investments</b>				
Net (losses)/gains on investments	(578,019)	1,238,026	579,519	2,343,949
Net foreign exchange (losses)/gains	(3,027)	824	5,100	(16,626)
	(581,046)	1,238,850	584,619	2,327,323
<b>Total (deficit)/return for the period before taxation</b>	(603,260)	1,216,662	551,484	2,294,733
<b>Less: Income tax</b>	-	-	-	-
<b>Total (deficit)/return for the period after income tax</b>	(603,260)	1,216,662	551,484	2,294,733

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

	First State Asia Opportunities Fund		First State Asian Growth Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>ASSETS</b>				
Portfolio of investments	21,725,209	25,925,431	65,308,518	69,628,091
Sales awaiting settlement	-	-	-	225,852
Other receivables	126,293	209,727	348,365	537,574
Cash and bank balances	139,353	157,616	2,091,519	490,432
<b>Total assets</b>	<b>21,990,855</b>	<b>26,292,774</b>	<b>67,748,402</b>	<b>70,881,949</b>
<b>LIABILITIES</b>				
Purchases awaiting settlement	-	-	-	118,940
Other payables	128,968	104,396	1,988,419	626,054
<b>Total liabilities</b>	<b>128,968</b>	<b>104,396</b>	<b>1,988,419</b>	<b>744,994</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	21,861,887	26,188,378	65,759,983	70,136,955

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

	<b>First State Asian Quality Bond</b>		<b>First State Bridge</b>	
	<b>30 June 2018</b>	<b>31 December 2017</b>	<b>30 June 2018</b>	<b>31 December 2017</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b>ASSETS</b>				
Portfolio of investments	10,473,440	13,581,671	1,587,468,298	1,468,842,320
Sales awaiting settlement	-	74,838	-	-
Other receivables	90,456	61,345	18,501,724	14,239,146
Cash and bank balances	49,660	324,330	3,669,618	3,650,561
Financial derivatives, at fair value	32,358	216,587	216,180	9,574,752
<b>Total assets</b>	<b>10,645,914</b>	<b>14,258,771</b>	<b>1,609,855,820</b>	<b>1,496,306,779</b>
<b>LIABILITIES</b>				
Distribution payable	-	-	17,931	-
Financial derivatives, at fair value	375,630	15,310	12,907,793	11,136
Purchases awaiting settlement	-	243,225	3,774,168	4,646,663
Other payables	41,169	181,957	7,125,077	5,678,149
<b>Total liabilities</b>	<b>416,799</b>	<b>440,492</b>	<b>23,824,969</b>	<b>10,335,948</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	10,229,115	13,818,279	1,586,030,851	1,485,970,831

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

	First State Dividend Advantage		First State Global Balanced Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>ASSETS</b>				
Portfolio of investments	2,415,796,462	2,109,778,598	17,506,011	18,214,126
Sales awaiting settlement	-	-	-	-
Other receivables	38,477,277	22,858,302	165,134	86,704
Cash and bank balances	5,615,207	4,489,628	61,829	60,533
<b>Total assets</b>	<b>2,459,888,946</b>	<b>2,137,126,528</b>	<b>17,732,974</b>	<b>18,361,363</b>
<b>LIABILITIES</b>				
Distribution payable	24,450,494	21,275,784	-	-
Purchases awaiting settlement	12,951,887	8,523,559	-	-
Other payables	10,058,395	9,757,570	54,373	51,546
<b>Total liabilities</b>	<b>47,460,776</b>	<b>39,556,913</b>	<b>54,373</b>	<b>51,546</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	2,412,428,170	2,097,569,615	17,678,601	18,309,817

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

	First State Global Infrastructure		First State Global Property Investments	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>ASSETS</b>				
Portfolio of investments	12,581,413	14,881,756	19,660,968	26,688,222
Sales awaiting settlement	21,602	-	72,266	-
Other receivables	111,484	275,818	177,743	304,299
Cash and bank balances	291,046	441,209	156,683	283,396
<b>Total assets</b>	<b>13,005,545</b>	<b>15,598,783</b>	<b>20,067,660</b>	<b>27,275,917</b>
<b>LIABILITIES</b>				
Purchases awaiting settlement	-	310,944	-	187,096
Other payables	57,008	61,400	300,658	99,194
<b>Total liabilities</b>	<b>57,008</b>	<b>372,344</b>	<b>300,658</b>	<b>286,290</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	12,948,537	15,226,439	19,767,002	26,989,627

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

	<b>First State Global Resources</b>		<b>First State Regional China Fund</b>	
	<b>30 June 2018</b>	<b>31 December 2017</b>	<b>30 June 2018</b>	<b>31 December 2017</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b>ASSETS</b>				
Portfolio of investments	394,255,850	457,714,925	502,603,677	488,861,929
Sales awaiting settlement	1,326,719	2,163,955	156,803	466,404
Other receivables	2,284,197	2,385,799	6,115,334	4,795,960
Cash and bank balances	777,792	489,361	1,157,819	524,386
<b>Total assets</b>	<b>398,644,558</b>	<b>462,754,040</b>	<b>510,033,633</b>	<b>494,648,679</b>
<b>LIABILITIES</b>				
Purchases awaiting settlement	-	-	499,041	1,282,944
Other payables	2,760,701	3,526,862	3,601,487	2,574,506
<b>Total liabilities</b>	<b>2,760,701</b>	<b>3,526,862</b>	<b>4,100,528</b>	<b>3,857,450</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	395,883,857	459,227,178	505,933,105	490,791,229

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

	First State Regional India Fund		First State Singapore Growth Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>ASSETS</b>				
Portfolio of investments	109,806,496	109,326,493	45,292,012	45,085,532
Sales awaiting settlement	-	-	31,361	45,438
Other receivables	901,540	1,296,812	217,638	196,789
Cash and bank balances	610,018	700,041	152,380	305,635
<b>Total assets</b>	<b>111,318,054</b>	<b>111,323,346</b>	<b>45,693,391</b>	<b>45,633,394</b>
<b>LIABILITIES</b>				
Purchases awaiting settlement	-	558,615	-	21,382
Other payables	390,304	355,013	108,149	260,896
<b>Total liabilities</b>	<b>390,304</b>	<b>913,628</b>	<b>108,149</b>	<b>282,278</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	110,927,750	110,409,718	45,585,242	45,351,116

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Financial Position (Unaudited)***As at 30 June 2018*

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	<b>Stewart Investors Global Emerging Markets Leaders Fund</b>		<b>Stewart Investors Worldwide Leaders Fund</b>	
	<b>30 June 2018</b>	<b>31 December 2017</b>	<b>30 June 2018</b>	<b>31 December 2017</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b>ASSETS</b>				
Portfolio of investments	13,815,223	15,857,054	26,329,020	26,171,910
Sales awaiting settlement	32,403	-	-	-
Other receivables	57,357	63,635	196,433	203,054
Cash and bank balances	62,415	63,389	175,491	164,322
<b>Total assets</b>	<b>13,967,398</b>	<b>15,984,078</b>	<b>26,700,944</b>	<b>26,539,286</b>
<b>LIABILITIES</b>				
Purchases awaiting settlement	-	-	-	36,083
Other payables	46,196	54,197	119,819	121,345
<b>Total liabilities</b>	<b>46,196</b>	<b>54,197</b>	<b>119,819</b>	<b>157,428</b>
<b>EQUITY</b>				
Net assets attributable to unitholders	13,921,202	15,929,881	26,581,125	26,381,858

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**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Movements of Unitholders' Funds (Unaudited)***For the financial period ended 30 June 2018*

	First State Asia Opportunities Fund		First State Asian Growth Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	26,188,378	24,677,751	70,136,955	69,963,215
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	176,284	3,381,581	810,931	9,712,069
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	850,285	4,614,855	8,192,180	16,823,209
Cancellation of units	(5,353,060)	(6,485,809)	(13,380,083)	(26,361,538)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(4,502,775)	(1,870,954)	(5,187,903)	(9,538,329)
Total (decrease)/increase in net assets attributable to unitholders	(4,326,491)	1,510,627	(4,376,972)	173,740
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>21,861,887</b>	<b>26,188,378</b>	<b>65,759,983</b>	<b>70,136,955</b>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Movements of Unitholders' Funds (Unaudited)***For the financial period ended 30 June 2018*

	First State Asian Quality Bond		First State Bridge	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	13,818,279	12,152,340	1,485,970,831	1,240,111,311
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	(351,650)	593,535	(4,531,024)	192,076,905
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	1,158,781	4,183,308	268,988,266	360,158,643
Cancellation of units	(4,155,396)	(2,579,670)	(134,079,221)	(266,216,802)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(2,996,615)	1,603,638	134,909,045	93,941,841
Distribution	(240,899)	(531,234)	(30,318,001)	(40,159,226)
Total (decrease)/increase in net assets attributable to unitholders	(3,589,164)	1,665,939	100,060,020	245,859,520
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>10,229,115</b>	<b>13,818,279</b>	<b>1,586,030,851</b>	<b>1,485,970,831</b>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Movements of Unitholders' Funds (Unaudited)***For the financial period ended 30 June 2018*

	First State Dividend Advantage		First State Global Balanced Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	2,097,569,615	1,867,770,247	18,309,817	18,615,395
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	41,550,402	463,715,745	243,999	1,378,080
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	605,152,807	574,972,378	682,824	1,793,070
Cancellation of units	(284,827,418)	(727,559,219)	(1,558,039)	(3,476,728)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	320,325,389	(152,586,841)	(875,215)	(1,683,658)
Distribution	(47,017,236)	(81,329,536)	-	-
Total increase/(decrease) in net assets attributable to unitholders	314,858,555	229,799,368	(631,216)	(305,578)
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>2,412,428,170</b>	<b>2,097,569,615</b>	<b>17,678,601</b>	<b>18,309,817</b>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Movements of Unitholders' Funds (Unaudited)***For the financial period ended 30 June 2018*

	First State Global Infrastructure		First State Global Property Investments	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	15,226,439	13,457,538	26,989,627	23,824,432
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	(292,218)	1,161,339	8,810	532,255
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	897,432	9,884,706	2,567,456	9,035,511
Cancellation of units	(2,691,806)	(8,812,225)	(9,798,891)	(6,065,844)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(1,794,374)	1,072,481	(7,231,435)	2,969,667
Distribution	(191,310)	(464,919)	-	(336,727)
Total (decrease)/increase in net assets attributable to unitholders	(2,277,902)	1,768,901	(7,222,625)	3,165,195
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>12,948,537</b>	<b>15,226,439</b>	<b>19,767,002</b>	<b>26,989,627</b>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Movements of Unitholders' Funds (Unaudited)***For the financial period ended 30 June 2018*

	First State Global Resources		First State Regional China Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	459,227,178	469,263,913	490,791,229	401,966,348
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	(10,407,606)	39,319,654	17,995,221	140,178,024
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	45,344,002	101,028,523	78,096,522	88,068,196
Cancellation of units	(98,279,717)	(150,384,912)	(80,949,867)	(139,421,339)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(52,935,715)	(49,356,389)	(2,853,345)	(51,353,143)
Total (decrease)/increase in net assets attributable to unitholders	(63,343,321)	(10,036,735)	15,141,876	88,824,881
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>395,883,857</b>	<b>459,227,178</b>	<b>505,933,105</b>	<b>490,791,229</b>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Movements of Unitholders' Funds (Unaudited)***For the financial period ended 30 June 2018*

	First State Regional India Fund		First State Singapore Growth Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	110,409,718	72,760,480	45,351,116	44,911,230
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	(2,340,180)	22,574,945	2,002,736	4,970,380
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	19,431,919	42,107,491	965,075	1,749,999
Cancellation of units	(16,573,707)	(27,033,198)	(2,733,685)	(6,280,493)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	2,858,212	15,074,293	(1,768,610)	(4,530,494)
Total increase in net assets attributable to unitholders	518,032	37,649,238	234,126	439,886
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>110,927,750</b>	<b>110,409,718</b>	<b>45,585,242</b>	<b>45,351,116</b>

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Movements of Unitholders' Funds (Unaudited)**

For the financial period ended 30 June 2018

	Stewart Investors Global Emerging Markets Leaders Fund		Stewart Investors Worldwide Leaders Fund	
	30 June 2018 S\$	31 December 2017 S\$	30 June 2018 S\$	31 December 2017 S\$
<b>Net assets attributable to unitholders at the beginning of financial period/year</b>	15,929,881	16,876,190	26,381,858	23,305,916
<b>Operations</b>				
Change in net assets attributable to unitholders resulting from operations	(603,260)	2,721,264	551,484	3,264,659
<b>Unitholders' contributions/ (withdrawals)</b>				
Creation of units	-	-	2,058,459	6,799,347
Cancellation of units	(1,405,419)	(3,667,573)	(2,410,676)	(6,988,064)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(1,405,419)	(3,667,573)	(352,217)	(188,717)
Total (decrease)/increase in net assets attributable to unitholders	(2,008,679)	(946,309)	199,267	3,075,942
<b>Net assets attributable to unitholders at the end of financial period/year</b>	<b>13,921,202</b>	<b>15,929,881</b>	<b>26,581,125</b>	<b>26,381,858</b>

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)***Statements of Portfolio (Unaudited)***As at 30 June 2018*

	Holdings at 30 June 2018	Fair value at 30 June 2018 S\$	Percentage of total net assets attributable to unitholders at 30 June 2018 %	Percentage of total net assets attributable to unitholders at 31 December 2017 %
<b><u>First State Asia Opportunities Fund <sup>(1)</sup></u></b>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Asia Opportunities Fund Class I	348,958	21,725,209	99.37	99.00
<b>Portfolio of investments</b>		21,725,209	99.37	99.00
<b>Other net assets</b>		136,678	0.63	1.00
<b>Net assets attributable to unitholders</b>		21,861,887	100.00	100.00
<b><u>First State Asian Growth Fund <sup>(1)</sup></u></b>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Asian Growth Fund Class I	1,029,394	65,308,518	99.31	99.27
<b>Portfolio of investments</b>		65,308,518	99.31	99.27
<b>Other net assets</b>		451,465	0.69	0.73
<b>Net assets attributable to unitholders</b>		65,759,983	100.00	100.00
<b><u>First State Asian Quality Bond <sup>(1)</sup></u></b>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Asian Quality Bond Fund Class I	475,033	10,473,440	102.39	98.29
<b>Portfolio of investments</b>		10,473,440	102.39	98.29
<b>Other net (liabilities)/assets</b>		(244,325)	(2.39)	1.71
<b>Net assets attributable to unitholders</b>		10,229,115	100.00	100.00

## First State Global Growth Funds

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

### Statements of Portfolio (Unaudited)

As at 30 June 2018

	Holdings at 30 June 2018	Fair value at 30 June 2018 S\$	Percentage of total net assets attributable to unitholders at 30 June 2018 %	Percentage of total net assets attributable to unitholders at 31 December 2017 %
<b><u>First State Bridge</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Asian Equity Plus Fund Class I	11,061,643	795,152,056	50.13	50.73
First State Global Umbrella Fund plc - First State Asian Quality Bond Fund Class I	35,936,303	792,316,242	49.96	48.12
<b>Portfolio of investments</b>		1,587,468,298	100.09	98.85
<b>Other net (liabilities)/assets</b>		(1,437,447)	(0.09)	1.15
<b>Net assets attributable to unitholders</b>		1,586,030,851	100.00	100.00
<b><u>First State Dividend Advantage</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Asian Equity Plus Fund Class I	33,607,004	2,415,796,462	100.14	100.58
<b>Portfolio of investments</b>		2,415,796,462	100.14	100.58
<b>Other net liabilities</b>		(3,368,292)	(0.14)	(0.58)
<b>Net assets attributable to unitholders</b>		2,412,428,170	100.00	100.00
<b><u>First State Global Balanced Fund</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Global Bond Fund Class I	322,197	6,897,263	39.01	38.61
First State Global Umbrella Fund plc - Stewart Investors Worldwide Leaders Fund Class I	632,563	10,608,748	60.01	60.87
<b>Portfolio of investments</b>		17,506,011	99.02	99.48
<b>Other net assets</b>		172,590	0.98	0.52
<b>Net assets attributable to unitholders</b>		17,678,601	100.00	100.00

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Portfolio (Unaudited)**

As at 30 June 2018

	Holdings at 30 June 2018	Fair value at 30 June 2018 S\$	Percentage of total net assets attributable to unitholders at 30 June 2018 %	Percentage of total net assets attributable to unitholders at 31 December 2017 %
<b><u>First State Global Infrastructure</u></b> <sup>(2)</sup>				
<b>Quoted</b>				
<b>Great Britain</b>				
First State Investments ICVC - First State Global Listed Infrastructure Fund Class A	3,867,122	12,581,413	97.16	97.74
<b>Portfolio of investments</b>		12,581,413	97.16	97.74
<b>Other net assets</b>		367,124	2.84	2.26
<b>Net assets attributable to unitholders</b>		12,948,537	100.00	100.00
<b><u>First State Global Property Investments</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Global Property Securities Fund Class I	1,142,590	19,660,968	99.46	98.88
<b>Portfolio of investments</b>		19,660,968	99.46	98.88
<b>Other net assets</b>		106,034	0.54	1.12
<b>Net assets attributable to unitholders</b>		19,767,002	100.00	100.00
<b><u>First State Global Resources</u></b> <sup>(1) (2)</sup>				
<b>Quoted</b>				
<b>Great Britain</b>				
First State Investments ICVC - First State Global Resources Fund Class B	67,841,108	394,255,850	99.59	97.93
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Global Resources Fund Class III	-	-	-	1.74
<b>Portfolio of investments</b>		394,255,850	99.59	99.67
<b>Other net assets</b>		1,628,007	0.41	0.33
<b>Net assets attributable to unitholders</b>		395,883,857	100.00	100.00

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Portfolio (Unaudited)**

As at 30 June 2018

	Holdings at 30 June 2018	Fair value at 30 June 2018 S\$	Percentage of total net assets attributable to unitholders at 30 June 2018 %	Percentage of total net assets attributable to unitholders at 31 December 2017 %
<b><u>First State Regional China Fund</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Greater China Growth Fund Class I	3,335,863	502,603,677	99.34	99.61
<b>Portfolio of investments</b>		502,603,677	99.34	99.61
<b>Other net assets</b>		3,329,428	0.66	0.39
<b>Net assets attributable to unitholders</b>		505,933,105	100.00	100.00
<b><u>First State Regional India Fund</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Indian Subcontinent Fund Class I	759,672	109,806,496	98.99	99.02
<b>Portfolio of investments</b>		109,806,496	98.99	99.02
<b>Other net assets</b>		1,121,254	1.01	0.98
<b>Net assets attributable to unitholders</b>		110,927,750	100.00	100.00
<b><u>First State Singapore Growth Fund</u></b> <sup>(1)</sup>				
<b>Quoted</b>				
<b>Ireland</b>				
First State Global Umbrella Fund plc - First State Singapore and Malaysia Growth Fund Class I	558,652	45,292,012	99.36	99.41
<b>Portfolio of investments</b>		45,292,012	99.36	99.41
<b>Other net assets</b>		293,230	0.64	0.59
<b>Net assets attributable to unitholders</b>		45,585,242	100.00	100.00

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore on 16 April 1998)

**Statements of Portfolio (Unaudited)**

As at 30 June 2018

	Holdings at 30 June 2018	Fair value at 30 June 2018 S\$	Percentage of total net assets attributable to unitholders at 30 June 2018 %	Percentage of total net assets attributable to unitholders at 31 December 2017 %
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**Stewart Investors Global Emerging Markets Leaders Fund** <sup>(2)</sup>

**Quoted**

**Great Britain**

First State Investments ICVC -

Stewart Investors Global Emerging Markets

Leaders Fund Class A

1,310,458	13,815,223	99.24	99.54
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**Portfolio of investments**

13,815,223	99.24	99.54
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**Other net assets**

105,979	0.76	0.46
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**Net assets attributable to unitholders**

13,921,202	100.00	100.00
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**Stewart Investors Worldwide Leaders Fund** <sup>(1)</sup>

**Quoted**

**Ireland**

First State Global Umbrella Fund plc -

Stewart Investors Worldwide Leaders Fund

Class I

1,569,909	26,329,020	99.05	99.20
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**Portfolio of investments**

26,329,020	99.05	99.20
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**Other net assets**

252,105	0.95	0.80
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**Net assets attributable to unitholders**

26,581,125	100.00	100.00
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<sup>(1)</sup> These sub-funds are invested wholly or substantially into other underlying funds domiciled in Dublin, Ireland and denominated in United States dollars ("US dollars").

<sup>(2)</sup> These sub-funds are invested wholly or substantially into other underlying funds domiciled in England and Wales and denominated in Great British Pounds.

Note: Information on investment portfolio by industry segments is not presented as the sub-funds are invested wholly or substantially into other underlying funds.

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore)***Supplementary Notes (Unaudited)***For the financial period ended 30 June 2018***1. Financial ratios**

	<b>First State Asia Opportunities Fund</b>			
	<b>Class A - Accumulation</b>		<b>Class B - Accumulation</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Expense ratio <sup>1</sup>	2.30	2.23	1.54	1.11
Turnover ratio <sup>2</sup>	2.15	6.16	2.15	6.16
	<b>First State Asian Growth Fund</b>		<b>First State Asian Quality Bond</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Expense ratio <sup>1</sup> (excluding preliminary expenses)	1.75	1.73	1.49	1.57
Expense ratio <sup>1</sup> (including preliminary expenses)	N/A	N/A	1.49	1.60
Turnover ratio <sup>2</sup>	4.20	3.17	7.15	208.88
	<b>First State Bridge</b>		<b>First State Dividend Advantage</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Expense ratio <sup>1</sup>	1.44	1.44	1.70	1.73
Turnover ratio <sup>2</sup>	204.63	161.15	381.42	410.93
	<b>First State Global Balanced Fund</b>		<b>First State Global Infrastructure</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Expense ratio <sup>1</sup>	1.69	1.71	1.90	1.90
Turnover ratio <sup>2</sup>	1.01	2.46	3.82	979.65

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore)

**Supplementary Notes (Unaudited)**

For the financial period ended 30 June 2018

**1. Financial ratios (continued)**

	<b>First State Global Property Investments</b>			
	<b>30 June 2018</b>		<b>30 June 2017</b>	
	<b>%</b>		<b>%</b>	
Expense ratio <sup>1</sup>	1.98		1.95	
Turnover ratio <sup>2</sup>	117.71		4.45	
	<b>First State Global Resources</b>		<b>First State Regional China Fund</b>	
	<b>30 June 2018</b>		<b>30 June 2017</b>	
	<b>%</b>		<b>%</b>	
Expense ratio <sup>1</sup>	1.65	1.70	1.71	1.72
Turnover ratio <sup>2</sup>	3.67	4.39	6.18	1.32
	<b>First State Regional India Fund</b>		<b>First State Singapore Growth Fund</b>	
	<b>30 June 2018</b>		<b>30 June 2017</b>	
	<b>%</b>		<b>%</b>	
Expense ratio <sup>1</sup>	2.05	2.06	1.89	1.90
Turnover ratio <sup>2</sup>	9.06	6.94	1.63	1.33
	<b>Stewart Investors Global Emerging Markets Leaders Fund</b>		<b>Stewart Investors Worldwide Leaders Fund</b>	
	<b>30 June 2018</b>		<b>30 June 2017</b>	
	<b>%</b>		<b>%</b>	
Expense ratio <sup>1</sup>	1.84	1.77	1.92	1.96
Turnover ratio <sup>2</sup>	9.96	11.15	3.79	4.77

## First State Global Growth Funds

(Constituted under a Trust Deed in the Republic of Singapore)

### Supplementary Notes (Unaudited)

For the financial period ended 30 June 2018

#### 1. Financial ratios (continued)

- <sup>1</sup> The expense ratios have been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). This is the sum of the Sub-Funds' expense ratio and the weighted average of the underlying funds' unaudited expense ratio.

The calculation of the Sub-Funds' expense ratios at financial period end was based on total operating expenses divided by the average net asset value respectively for the year. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Sub-Funds do not pay any performance fee. The average net asset value is based on the daily balances.

Total operating expenses, average net asset value and weighted average of the underlying Funds' unaudited expense ratio are as below:

	First State Asia Opportunities Fund			
	Class A - Accumulation		Class B - Accumulation	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
Total operating expenses	S\$72,898	S\$65,173	S\$ (7,526)	S\$ (3,656)
Average net asset value	S\$22,859,737	S\$25,211,701	S\$1,718,112	S\$666,888
Weighted average of the underlying Funds' unaudited expense ratio	1.98%	1.97%	1.98%	1.97%
	<hr/>			
	First State Asian Growth Fund		First State Asian Quality Bond	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
Total operating expenses (excluding preliminary expenses)	S\$109,240	S\$97,947	S\$49,254	S\$40,820
Total operating expenses (including preliminary expenses)	N/A	N/A	S\$49,254	S\$45,278
Average net asset value	S\$69,120,427	S\$71,166,289	S\$12,872,132	S\$12,145,417
Weighted average of the underlying funds' unaudited expense ratio	1.59%	1.59%	1.11%	1.06%
	<hr/>			
	First State Bridge		First State Dividend Advantage	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
Total operating expenses	S\$1,554,893	S\$1,514,875	S\$2,552,009	S\$2,738,188
Average net asset value	S\$1,468,070,386	S\$1,276,757,145	S\$2,152,392,909	S\$1,940,393,990
Weighted average of the underlying funds' unaudited expense ratio	1.33%	1.32%	1.58%	1.59%

**First State Global Growth Funds**

(Constituted under a Trust Deed in the Republic of Singapore)

**Supplementary Notes (Unaudited)**

For the financial period ended 30 June 2018

**1. Financial ratios (continued)**

	<b>First State Global Balanced Fund</b>		<b>First State Global Infrastructure</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
Total operating expenses	S\$37,065	S\$34,626	S\$58,796	S\$52,245
Average net asset value	S\$17,999,317	S\$18,602,144	S\$14,403,596	S\$14,553,105
Weighted average of the underlying funds' unaudited expense ratio	1.48%	1.52%	1.50%	1.54%
			<b>First State Global Property Investments</b>	
			<b>30 June 2018</b>	<b>30 June 2017</b>
Total operating expenses			S\$74,363	S\$67,575
Average net asset value			S\$24,641,752	S\$23,440,369
Weighted average of the underlying funds' unaudited expense ratio			1.68%	1.66%
	<b>First State Global Resources</b>		<b>First State Regional China Fund</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
Total operating expenses	S\$3,718,099	S\$3,910,832	S\$605,159	S\$576,771
Average net asset value	S\$432,823,940	S\$444,003,519	S\$479,243,412	S\$418,861,795
Weighted average of the underlying funds' unaudited expense ratio	0.79%	0.82%	1.58%	1.58%
	<b>First State Regional India Fund</b>		<b>First State Singapore Growth Fund</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
Total operating expenses	S\$189,040	S\$137,353	S\$78,874	S\$80,962
Average net asset value	S\$104,519,145	S\$76,470,674	S\$46,152,978	S\$46,376,165
Weighted average of the underlying funds' unaudited expense ratio	1.87%	1.89%	1.72%	1.72%
	<b>Stewart Investors Global Emerging Markets Leaders Fund</b>		<b>Stewart Investors Worldwide Leaders Fund</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
Total operating expenses	S\$44,517	S\$36,707	S\$66,768	S\$58,699
Average net asset value	S\$15,218,102	S\$17,096,877	S\$26,004,784	S\$23,871,535
Weighted average of the underlying funds' unaudited expense ratio	1.55%	1.56%	1.66%	1.72%

## First State Global Growth Funds

(Constituted under a Trust Deed in the Republic of Singapore)

### Supplementary Notes (Unaudited)

For the financial period ended 30 June 2018

#### 1. Financial ratios (continued)

- <sup>2</sup> The portfolio turnover ratios are calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the total value of purchases or sales of the underlying investments divided by the average daily net asset value respectively as below:

	First State Asia Opportunities Fund		First State Asian Growth Fund	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
Total value of purchases or sales of the underlying investments	498,019	1,591,048	2,884,611	2,256,276
Average daily net asset value	23,175,730	25,829,306	68,624,497	71,266,493

	First State Asian Quality Bond		First State Bridge	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
Total value of purchases or sales of the underlying investments	845,961	25,839,211	3,121,843,216	2,086,083,998
Average daily net asset value	11,824,805	12,370,326	1,525,630,736	1,294,522,714

	First State Dividend Advantage		First State Global Balanced Fund	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
Total value of purchases or sales of the underlying investments	8,721,163,041	8,149,802,199	177,694	460,531
Average daily net asset value	2,286,497,254	1,983,248,773	17,671,242	18,725,396

	First State Global Infrastructure		First State Global Property Investments	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
Total value of purchases or sales of the underlying investments	510,240	146,089,287	27,671,613	1,092,217
Average daily net asset value	13,343,449	14,912,435	23,507,730	24,538,260

	First State Global Resources		First State Regional China Fund	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	S\$	S\$	S\$	S\$
Total value of purchases or sales of the underlying investments	15,513,475	19,953,930	31,250,459	5,538,220
Average daily net asset value	422,374,078	454,405,567	505,511,072	420,172,531

**First State Global Growth Funds***(Constituted under a Trust Deed in the Republic of Singapore)***Supplementary Notes (Unaudited)***For the financial period ended 30 June 2018***1. Financial ratios (continued)**

	<b>First State Regional India Fund</b>		<b>First State Singapore Growth Fund</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
Total value of purchases or sales of the underlying investments	9,894,518	5,727,966	770,113	615,108
Average daily net asset value	109,228,542	82,583,162	47,176,215	46,267,089

  

	<b>Stewart Investors Global Emerging Markets Leaders Fund</b>		<b>Stewart Investors Worldwide Leaders Fund</b>	
	<b>30 June 2018</b>	<b>30 June 2017</b>	<b>30 June 2018</b>	<b>30 June 2017</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
Total value of purchases or sales of the underlying investments	1,463,813	1,888,232	985,034	1,200,603
Average daily net asset value	14,691,911	16,937,239	25,965,342	25,179,535



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