Signature Perspectives – Global Moderate Asia Focused
Signature Funds Portfolios
Global Moderate Asia Focused – As of 31 May 2012

Performance Review

Investment Objective
Seeks to achieve growth through both capital appreciation accumulation of interest income over a mid to long term investment horizon. The portfolio invests in a diversified blend of mutual funds across only traditional asset classes; equity, fixed-income, commodities & cash, with a higher exposure to Asia and Emerging Markets versus a standard Global Moderate Portfolio.

A diversified, balanced portfolio strategy, with a 60% central allocation to equity, and a focus on Asia across various asset classes.

Investment Process
The strategy combines a fundamentally based top-down investment approach to asset allocation and bottom-up mutual fund selection. It leverages SCB’s experienced and professional in-house Portfolio Management and Fund Selection Teams. A disciplined investment and due diligence processes combine to create an actively managed diversified portfolio strategy around a defined central allocation.

Features & Benefits
- Active Asset Allocation & Mutual Fund Selection
  - Diversification across asset class, geography and fund managers
- Stringent due diligence and active management of portfolios by experienced portfolio management team
- Portfolio delivered as a segregated managed account

Risks
- Returns are not guaranteed and the value of investments can fall as well as rise. You may get back significantly less than you invested, and all your capital is at risk
- The portfolio owns a broad selection of foreign currency denominated assets. This exposes investors to moves, up and down, in applicable foreign exchange markets relative to their selected portfolio base currency
- Currency forward contracts are permitted and when held in the portfolio exposes the investor to additional counterparty risk

General Information
Inception Date 30/09/2008
Investment Time Horizon Medium to Long Term
Base Currency US Dollar
Benchmark 25% Citigroup World Government Bond Index, 15% HSBC Asian Local Bond Overall, 20% MSCI Daily TR Net World USD Index, 15% MSCI Daily TR Net AC Asia Pacific ex-Japan Equities Index, 15% MSCI Daily TR Net Emerging Markets Index
Minimum Investment US$ 100,000

Top 10 Portfolio Holdings
<table>
<thead>
<tr>
<th>Holdings</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Aberdeen Asian Equities</td>
<td>16.0%</td>
</tr>
<tr>
<td>MFS MERIDIAN GL EQ-11-FD</td>
<td>15.0%</td>
</tr>
<tr>
<td>LM-WA Asian Opps Fund - AA$</td>
<td>10.0%</td>
</tr>
<tr>
<td>UBS L EQ USA GRW-USD-P-ACC-FD</td>
<td>9.2%</td>
</tr>
<tr>
<td>Templeton Global Bond</td>
<td>7.7%</td>
</tr>
<tr>
<td>EASTSPRING INV ASIAN BD-A-FD</td>
<td>7.1%</td>
</tr>
<tr>
<td>Schroder Asia Total Return C</td>
<td>6.4%</td>
</tr>
<tr>
<td>VALUE PARTNERS CLASSIC FND-C</td>
<td>4.1%</td>
</tr>
<tr>
<td>AB Global High Yield</td>
<td>3.1%</td>
</tr>
<tr>
<td>Schroder ISF Euro Govt Bond</td>
<td>3.0%</td>
</tr>
</tbody>
</table>
Asset Allocation Overview

### Asset Class Breakdown
- Fixed Income: 37.0%
- Cash & Equivalents: 4.2%
- Commodity: 2.2%
- Equity: 56.5%

### Fixed Income Breakdown
- Emerging Corporate: 19.2%
- Developed Corporate: 13.7%
- Emerging Sovereign: 47.6%
- Developed Sovereign: 16.2%
- Others: 3.3%

### Equities Breakdown
- Global: 26.5%
- Asia Pacific: 54.0%
- Europe: 3.2%
- N. America: 16.3%

### Performance

#### Cumulative

<table>
<thead>
<tr>
<th></th>
<th>1 month</th>
<th>3 months</th>
<th>6 months</th>
<th>YTD</th>
<th>1 Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Portfolio</td>
<td>-6.0%</td>
<td>-6.0%</td>
<td>1.9%</td>
<td>2.1%</td>
<td>-8.6%</td>
</tr>
<tr>
<td>Benchmark</td>
<td>-6.5%</td>
<td>-7.4%</td>
<td>0.9%</td>
<td>0.8%</td>
<td>-8.1%</td>
</tr>
</tbody>
</table>

#### Annualised

<table>
<thead>
<tr>
<th></th>
<th>3yr</th>
<th>5yr</th>
<th>10yr</th>
<th>Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Portfolio</td>
<td>7.6%</td>
<td>---</td>
<td>---</td>
<td>5.2%</td>
</tr>
<tr>
<td>Benchmark</td>
<td>7.8%</td>
<td>---</td>
<td>---</td>
<td>6.0%</td>
</tr>
</tbody>
</table>

#### Statistics (3y annualised data)

- Risk (Standard Deviation): Portfolio 12.9% vs. Benchmark 13.0%
- Sharpe Ratio: Portfolio 0.6 vs. Benchmark 0.6

1 Performance is rounded to one decimal point. The portfolio performance is shown against the relevant benchmark performance. For further details on the relevant benchmarks and the composite return calculation methodology, please refer to the Important Information section. Past performance is not an indication of future performance.
Performance Review

• During May the portfolio returned -6.0%, outperforming the benchmark.

Outlook & Positioning

• In our last quarterly update we highlighted our expectation that following the strong performance in the first quarter of the year, investors would turn increasingly attentive to the risk premium of risky assets. Two full months following, and writing on the road as we conduct our annual due diligence assignment, it is clear from discussions and meetings we have had that investors are still unclear as to how markets will fare from here and as a result of this uncertainty, volatility has surged.

• In our view, the reassessment of the systemic risks around the world and the volatility that comes alongside it are to be expected, especially with the lack of decisiveness as well as the constraints that Eurozone politicians face under the current structure of the Eurozone. An example of this was the resignation of Holland’s prime minister during the month, exemplifying that austerity is easier said than done and that ultimately, European leaders will have to decide if the European Union is going to actually become a union or simply a group of nations with no common ground for implementation and execution of directives that could see them emerging from the crisis. This lack of unity, which stems beyond the Euro is, in our view, at the root of the problem. Until this is resolved, we are likely to see elevated borrowing costs for weaker European states on the back of disagreements, resignations, rejection of budgets and the like.

• Turning to the US economy, we continue to argue that the recovery here is better grounded, but again have been reminded that any moderation in economic and other indicators could be interpreted as an opportunity to take profit, or perhaps more accurately, price risks back more suitably. That said, we remain focused on the underlying fact that the economy is recovering, that the housing market looks increasingly encouraging and that, ultimately, there are American companies which continue to find ways to post healthy earnings growth despite profit margin pressures, namely by increasing market share.

• Over the month, our strategies continued to hold on well to the results we captured in the first quarter on the back of some of our risk reduction in February and March. With this in mind and our assessment that some risky assets are starting to look attractive, we took the opportunity that the recent market correction lent us to deploy a portion of our cash and despite the short-term cyclical challenges.
Signature Funds Portfolios
Global Moderate Asia Focused – As of 31 May 2012

Outlook & Positioning

• Against this backdrop and as mentioned in previous updates, we remain committed to focusing systematically on the risk paid for returns within our strategies and specifically the characteristics of the assets included in our portfolios, ensuring they add value consistently. As a result, we reiterate our small allocation to gold as a small diversifier, especially evident in recent weeks.

Portfolio Changes

• During the month positions in Schroder Taiwanese Equities and JF Thailand were closed and consolidated into existing positions in JF Korea and Aberdeen Asian Equities. The Schroder Asia Total Return position was reduced in favour of Aberdeen Asian Equities position thus adding back a little risk.

• We also added back some Emerging Market Debt exposure by reducing Templeton Global Bond Total Return and PIMCO Total Return Bond Fund positions and increasing Templeton Global Bond. The holding in GAM US were moved to UBS US Growth fund.
Benchmark Disclaimer

Signature Balanced Portfolios

- The benchmark for the Balanced Defensive Portfolio is 80% Citigroup World Government Bond Index and 20% MSCI Daily TR Net World USD Index.
- The benchmark for the Balanced Conservative Portfolio is 60% Citigroup World Government Bond Index and 40% MSCI Daily TR Net World USD Index.
- The benchmark for the Balanced Moderate Portfolio is 40% Citigroup World Government Bond Index and 60% MSCI Daily TR Net World USD Index.
- The benchmark for the Balanced Aggressive Portfolio is 20% Citigroup World Government Bond Index and 80% MSCI Daily TR Net World USD Index.

Signature Securities Portfolios

- The benchmark for the US Conservative Fixed Income Portfolio (Inception Date: 03/31/94) is the Citigroup Treasury Bond Index (1-5 yrs.), which tracks U.S. government debt obligations maturing in less than 5 years.
- The benchmark for the US Moderate Fixed Income Portfolio (Inception Date: 03/31/94) is the Citigroup Treasury Bond Index (1-10 yrs.), which tracks U.S. government debt obligations maturing in less than 10 years.
- The benchmark for the US Multi-Sector Fixed Income Portfolio (Inception Date: 10/31/06) is 65% Barclays US Intermediate Credit Bond Index, 25% Barclays MBS Fixed Rate Index and 10% Barclays Ba/B Index (From 1 September 2009 to date). Prior to this the benchmark was Barclays Intermediate Government/Credit Index from inception through 31 August 2009.
- The benchmark for the Global Fixed Income Portfolio (Inception Date: 03/31/94) is the Citigroup World Government Bond Index (1-10 yrs) from inception through to 31 December 2010.
- The benchmark for the Global Equities Portfolio (Inception Date: 04/30/94) is the MSCI Daily TR Net World USD Index.
- The benchmark for the US Equities Portfolio (Inception Date: 11/30/01) is the Standard and Poor's 500 Net Total Return Index.
- The benchmark for the Asia Pacific ex-Japan Equities Portfolio (Inception Date: 10/29/2010) is the MSCI Daily TR Net AC Asia Pacific ex-Japan USD Index.

Signature Funds Portfolios

- The benchmark for the Global Defensive Portfolio (Inception Date: 03/31/03) is 80% Citigroup World Government Bond Index and 20% MSCI Daily TR Net World USD Index.
- The benchmark for the Global Conservative Portfolio (Inception Date: 03/31/03) is 60% Citigroup World Government Bond Index and 40% MSCI Daily TR Net World USD Index.
- The benchmark for the Global Moderate Portfolio (Inception Date: 03/31/03) is 40% Citigroup World Government Bond Index and 60% MSCI Daily TR Net World USD Index.
- The benchmark for the Global Moderate (Asia focused) Portfolio (Inception Date: 09/30/08) is a blend of the following indices: Citigroup World Government Bond Index (25%), HSBC Asian Local Bond Overall (15%), MSCI Daily TR Net World USD Index (30%), MSCI Daily TR Net AC Asia Pacific ex-Japan Equities Index (15%), MSCI Daily TR Net Emerging Markets Index (15%) (From 1st April 2011 to date). Prior to this, the benchmark was a blend of: Citigroup World Government Bond Index (25%), HSBC Asian Local Bond Overall (15%), MSCI Daily TR Net Pacific ex Japan USD (25%), MSCI Daily TR Net Japan USD (12%), S&P 500® (11%), MSCI Daily TR Net Europe USD (6%), MSCI Daily TR Net Emerging Europe USD (3%) and MSCI Daily TR Net Emerging Latin America USD (3%) indices.
- The benchmark for the Global Aggressive Portfolio (Inception Date: 03/31/03) is 20% Citigroup World Government Bond Index and 80% MSCI Daily TR Net World USD Index.
- The benchmark for the Asia Pacific Ex-Japan Equities Portfolio (Inception Date: 05/31/05) is the MSCI Daily TR Net AC Asia Pacific ex-Japan Equities Index (From 1st April 2011 to date). Prior to this the benchmark was the MSCI AC Daily TR Net Pacific Ex Japan Index.
- The benchmark for the Emerging Markets Equities (Inception Date: 11/30/05) is the MSCI Daily TR Net Emerging Markets Index.
- The benchmark for the Dynamic Global Asset Allocation USD Portfolio (Inception Date: 03/30/07) is the MSCI Daily TR Net World USD Index.

© 2011 Citigroup Index LLC. All rights reserved

*Source: MSCI. Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties or originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified or the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI’s express written consent.

®S&P 500 and STANDARD & POOR’S are registered trademarks of Standard & Poor’s Financial Services LLC.
1. **Standard Chartered Bank**

   Standard Chartered Bank is incorporated in England and Wales with limited liability by Royal Charter 1853, Reference number ZC 18. The Principal Office of the Company is situated in England at 1 Aldermanbury Square London EC2V 7SB. Standard Chartered Bank is authorised and regulated by the Financial Services Authority under FSA register number 114276.

   The Standard Chartered Private Bank is the private banking division of Standard Chartered Bank. Banking activities may be carried out internationally by different Standard Chartered Bank branches, subsidiaries and affiliates (collectively referred to as “SCB” or “Standard Chartered Bank”) according to local regulatory requirements. With respect to any jurisdiction in which there is a Standard Chartered Bank entity, this document is distributed in such jurisdiction by, and is attributable to, such local Standard Chartered Bank entity. Recipients in any jurisdiction should contact the local Standard Chartered Bank entity in relation to any matters arising from, or in connection with, this document.

   This document has not and will not be registered as a prospectus in any jurisdiction and it is not authorised by any regulatory authority under any regulations.

2. **Purpose of document**

   This document is for informational purposes only. It is meant only for use as a reference tool. It has not been prepared for any particular person or class of persons. The products and strategies conveyed may not be suitable for everyone and should not be used as a basis for making business decisions. This document does not constitute investment advice nor is it an offer, solicitation or invitation to transact business in any country where the marketing or sale of these products and services would not be permitted under local laws.

3. **Discretionary service**

   Signature Portfolios are discretionary asset management services made available by Standard Chartered Bank. The investment manager of the Signature Portfolios is an affiliated Standard Chartered Bank entity and for certain strategies this investment manager function is delegated to selected Sub-advisors. Fees and charges apply. For further information on the Signature Portfolios, please ask your relationship manager for a copy of the Signature Portfolio Agreement (Discretionary Account). The terms of the Signature Portfolio Agreement (Discretionary Account) prevail over the disclosures set out in this document.

4. **Limitations of information**

   The information, data and any expression of opinion in this document (information): (a) are the property of Standard Chartered Bank; (b) are not intended to provide financial, legal, accounting or tax advice to any person and should not be relied upon in that regard; (c) may not be copied or distributed without the prior consent of Standard Chartered Bank; (d) are based on sources believed by Standard Chartered Bank to be reliable but it is not expressly or impliedly represented, warranted or guaranteed by Standard Chartered Bank as to its accuracy or completeness.

   Information contained in this document is current only as at its date and may no longer be true or complete when read by an investor. Opinions are subject to change without notice to you. This document does not purport to show you a comprehensive list of risks of investing in the Signature Portfolios. The investment objectives detailed in the document may not be achieved. The value of investments, and the income from them, can go down as well as up, and you may not recover the amount of your original investment. Where an investment involves exposure to a foreign currency, changes in rates of exchange may cause the value of the investment, and the income from it, to go up or down. Prior to transacting, you should obtain independent financial advice. In the event that you choose not to seek independent professional advice, you should consider whether the product is suitable for you. If you are in doubt about any of the contents, you should seek independent professional advice.

5. **Performance disclosure**

   Performance for the Signature Portfolios is shown on a composite return basis; however, only the USD denominated accounts in each Signature Portfolio strategy are included. Results of the composite are shown compared to the benchmark of the relevant Signature Portfolio. For additional information on the benchmark, please refer to the page titled Important Information – Benchmarks.

   The benchmark is used for comparative purposes only and generally reflects the risk or investment objective of the accounts in the composite. The benchmark is calculated on a total return basis with net dividends reinvested and is expressed in USD. Investments made by Standard Chartered Bank for the portfolios it manages according to respective strategies may differ significantly in terms of security holdings, industry weightings, and asset allocation from those of the benchmark.

   Net composite performance for each month is the weighted-average return of USD denominated accounts that have a continuous performance history for the month. That is, all accounts that have cash-flow activity during the month (in the form of inflow or outflow of cash) are stripped out from the composite return calculation shown in this document. To derive the composite return for a given period, the relevant historical monthly composite returns are chain-linked.

   Net composite performance is presented after the deduction of foreign withholding taxes. Dividends and interest received may be subject to withholding tax imposed by the country of origin and such taxes may not be recoverable. Past performance is not an indicator of future returns.

   The U.S. Dollar is the currency used to express performance. Returns include the effect of foreign currency exchange rates. Returns are presented net of management fees and include the reinvestment of all income.
6. Model Portfolios – Signature Securities Fixed Income Portfolios (other than US Multi-Sector mandate)

The Signature Securities Fixed Income Portfolios data for average yield to maturity and historical coupon yields is based on a model portfolio, that is, it is not actual data. The USD model portfolio is a working portfolio template upon which actual client accounts are based, implemented and maintained. All transaction costs and standard management fees associated with a client portfolio are reflected in the model portfolio. All coupons and dividends earned in the model portfolio are reinvested, with the exception of coupon paying model portfolios. Individual client portfolios may differ in composition and performance from the model portfolio, due to different management fee tiers applicable, the time of inception of the account and account size. No representation is made that the Signature Securities Fixed Income Portfolios (other than the US Multi-Sector mandate) will or is likely to achieve results similar to those shown. Past model portfolio results are neither an indicator nor guarantee of future results. Actual results will vary, perhaps materially, from the data shown in this document.

7. Conflicts of Interest

Standard Chartered Bank may act as a distributor of the products invested in the Signature Portfolios. Standard Chartered Bank receives fees including trail commissions for the products that it distributes. Standard Chartered Bank, and/or a connected company, may at any time, to the extent permitted by applicable law and/or regulation, be long or short any securities, currencies or financial instruments referred to on this document or have a material interest in any such securities or related investment, or may be the only market maker in relation to such investments, or provide, or have provided advice, investment banking or other services, to issuers of such investments. Accordingly, Standard Chartered Bank, its affiliates and/or subsidiaries may have a conflict of interest that could affect the objectivity of this document.

8. Standard Chartered Bank’s legal liability

Standard Chartered Bank is not responsible for any damages or losses arising from any use or reliance on the information contained in this document. The information is provided without obligation and on the understanding that any person who acts on it or changes it, his or her position in reliance on it does so entirely at its, his or her own risk. As such, to the extent permitted by law, Standard Chartered Bank accepts no liability and will not be liable for any loss or damage arising directly or indirectly (including special, accidental or consequential loss or damage) from your use of this document and the information contained herein, however arising, and including any damage or expense arising from, but not limited to, any defect, error, imperfection, fault, mistake or inaccuracy with this document, its contents or associated services, or due to any unavailability of the document or any part thereof or any contents or associated services.

9. Copyright

Standard Chartered Bank 2011. Copyright in all materials, text, articles and information contained herein is the property of, and may only be reproduced, redistributed or forwarded with permission of an authorised signatory of, Standard Chartered Bank. Copyright in materials created by third parties and the rights under copyright of such parties are hereby acknowledged. Copyright in all other materials not belonging to third parties and copyright in these materials as a compilation vests and shall remain at all times copyright of Standard Chartered Bank and should not be reproduced or used except for business purposes on behalf of Standard Chartered Bank or save with the express prior written consent of an authorised signatory of Standard Chartered Bank. All rights reserved. © Standard Chartered Bank 2011.

In Hong Kong:

This document is being distributed by Standard Chartered Bank (Hong Kong) Limited ("SCBHK"). SCBHK is regulated by the Hong Kong Monetary Authority and the Securities and Futures Commission ("SFC"). It is distributed on the express understanding that, whilst the information in it is believed to be reliable, it has not been independently verified by SCBHK. This document has not been and will not be registered as a prospectus in Hong Kong or authorised by the Hong Kong Securities and Futures Commission under the Securities and Futures Ordinance (Cap. 571).

In Jersey, Channel Islands:

Standard Chartered Private Bank is the Registered Business Name of Standard Chartered (Jersey) Limited ("SCJ") in Jersey. SCJ is a wholly owned subsidiary of Standard Chartered Bank. SCJ is regulated by the Jersey Financial Services Commission. It is also an authorised financial services provider under license number 9790 issued by the Financial Services Board of the Republic of South Africa. Copies of the latest audited accounts are available from the registered office and principal place of business: PO Box 80, 15 Castle Street, St Helier, Jersey, JE4 8PT.

In Singapore:

This document has been prepared as an information memorandum as defined in section 305 of the Securities and Futures Act (Cap 289, 2006 Ed) of Singapore and is distributed only to accredited investors as defined in section 4A of the Securities and Futures Act. Recipients in Singapore should contact Standard Chartered Bank Singapore branch in relation to any matters arising from, or in connection with, this document. In Singapore, Standard Chartered Private Bank is the Private Banking division of Standard Chartered Bank, Singapore branch.
Important Information

In Switzerland:
This document is distributed in Switzerland by Standard Chartered Bank (Switzerland) S.A. Investments in certain products presented herein involve a high degree of risk and are only suitable for sophisticated investors. Any information relating to funds, which are not registered in Switzerland, is only addressed to qualified investors in compliance with the Swiss Federal Act on Collective Investment Schemes (CISA). Any structured products mentioned herein are not collective investment schemes as per the CISA and are not subject to the authorisation or supervision by the Swiss Financial Market Supervisory Authority – FINMA. In relation to such products, the prospectus requirement under Article 1156 of the Swiss Code of Obligations is not applicable (Article 5 Para. 4 CISA).

Standard Chartered Bank (Switzerland) S.A. and/or its affiliates may have material interests in the subject or a related matter of this document. This document does not represent a financial analysis in the sense of the Swiss Banking Association Directives on the Independence of Financial Research. Therefore the Swiss Banking Association Directives on the Independence of Financial Research do not apply.

Restrictions:
Notwithstanding any of the above, this material cannot be offered or distributed to any person in the US or to US citizens or residents. If you are resident or domiciled in countries where fiscal or exchange control regulations may impinge on foreign or offshore investments, you should seek advice before proceeding.