

Henderson

Pacific Dragon Fund

FOR PROFESSIONAL INTERMEDIARIES' USE ONLY

Bottom-up stock-picking helps us to identify Henderson Pacific Dragon Fund (the 'Fund')

1. A high-conviction (40-60 stocks), high growth fund that invests in structural growth of Asia. Fund manager, Andrew Beal actively targets growth companies with long-term valuation upside and earnings catalysts.
2. Since Andrew Beal took over the underlying Henderson Horizon Fund - Asian Growth Fund in 2005, both feeder and underlying funds have outperformed the mean over 1, 2, 3 and 5 years.

Lump, % chg, Init S\$100.00, Offer-Bid, SGD, Gross Inc, No Cap				
Singapore Registered Funds	31/03/2009	31/12/2008	30/03/2007	31/03/2005
Equity Asia Pacific ex Japan	31/03/2010	31/03/2010	31/03/2010	31/03/2010
	% chg	% chg (p.a.)	% chg (p.a.)	% chg (p.a.)
Henderson Pacific Dragon Fund	53.24	-1.98	-0.57	7.40
Henderson Horizon Fund - Asian Growth Fund A2	54.52	-1.31	-0.35	7.98
Mean	49.91	-3.77	-1.99	7.10

Source: Morningstar, as at 31 March 2010

3. The Fund currently focuses on 4 core investment themes: China, Financials (inclusive of property), Industrials (ie infrastructure) and Information Technology, which account around 80% of the portfolio.
4. Through bottom-up stock selection, the top 10 active positions are as follows:

	Portfolio %	Benchmark %	Difference %
Tencent	4.09	0.82	3.3
Sands China	3.39	0.14	3.3
Bank Mandiri	3.45	0.20	3.3
Agile Property	3.26	0.10	3.2
Air China	3.01	0.10	2.9
Sun Hung Kai Properties	3.82	0.96	2.9
Advanced Semiconductor Engineering	3.03	0.18	2.9
Ctrip.com	2.77	--	2.8
Mediatek	3.48	0.71	2.8
Guangzhou R&F Properties	2.52	0.07	2.5

Source: Henderson Global Investors, as at 30 April 2010

Henderson

Pacific Dragon Fund

5. Stock stories

Ctrip	<ul style="list-style-type: none">• This Chinese Expedia.com has performed well as earnings have rebounded from the slowdown in travel experienced in 2008 and the market has started to discount its excellent long term growth prospects.• We bought the stock during the sub-prime crisis at very depressed levels because of its dominant market share in online travel in China and the rapid growth that we expect in the market over the next 5 years.
Tencent	<ul style="list-style-type: none">• Chinese Internet company with over 70% market share in instant messaging services, continue to see strong revenue growth from new product launches.
Bank Mandiri	<ul style="list-style-type: none">• Indonesia's largest commercial bank, formed as part of the Government of Indonesia's bank restructuring program.• With strong, professional management team, the company will continue to do well with strong loan growth and improving economic backdrop in Indonesia.
Mediatek	<ul style="list-style-type: none">• Market leader in wireless communications and digital multimedia solutions in Taiwan and dominant supplier of mobile phone chips to Chinese based manufacturers.• The company continues to perform well on continued strong market share gains in the global mobile handset chip market.

Note: Reference to individual companies or any securities is purely for the purpose of illustration only and should not be construed as a recommendation to buy or sell the same.

6. Despite current market weakness, we expect 2010 to be a good year for Asian equities. Asian equities' P/B is around 1.5x. We expect a return to previous levels of profitability in Asia over the next couple of years suggesting that book value can grow at around 15% per annum. 3 years book value could be 50% above the current level. We see an opportunity in consumption related stocks in China, India and elsewhere in the region. Financials and property remain significant positions for the Fund as we believe the market has overreacted to early cycle tighten measures in the region as economy activity has rebounded. Technology shares are also a significant position for us as we see upside in valuations and earnings as a result of stabilisation in Western economies and continued strong emerging market growth.

Henderson

Pacific Dragon Fund

Key investment risks to be considered before investing

- The Fund primarily invests in equity securities and equity instruments of companies in a variety of sectors across the Asia-Pacific region, excluding Japan.
- Investments in the Fund are exposed to varying degree of risks to economic, political, regulatory and social development changes in the Asia-Pacific region.
- The Fund may invest substantial sum of its assets in companies located in a single country within the Asia-Pacific region (including emerging market) which may involve a higher concentration of risk and market volatility, including liquidity risks for investments in emerging markets, than funds investing in developed markets and following a more diversified policy.
- Investments in the Fund involve varying degree of investment risks (eg. market, legal, financial, interest rate, currency, etc). In extreme market conditions, you may lose your entire investment in the Fund.
- The Fund may not be suitable for all investors. The intermediary who offers it to the investor should advise the investor why the product is suitable for him and how it is consistent with his investment objectives and meet his financial needs.

Note: The above investment risks summary may not have set out all the risks and other significant aspects involved in investing in the Fund. You are advised to read the Prospectus of the Fund for more details of the investment risks.

Henderson

Pacific Dragon Fund

Important Information

Henderson Global Investors (Singapore) Limited and its affiliates are referred to herein as Henderson Global Investors. This document has been produced based on Henderson Global Investors' research and analysis and represents our house view which is **solely for the use of professional intermediaries and not for general public distribution. All the information contained in the document is intended for information, illustration or discussion purposes only and should not be relied on for any investment decisions or regarded as a substitute for the exercise of your own judgement. The information contained in the document has not been reviewed or endorsed by the MAS.**

The contents of this document are prepared without consideration to the specific investment objective, financial situation and particular needs of any specific person. It does not constitute an advertisement and should not constitute or form part of any offer or solicitation to issue, sell, subscribe or purchase any investment in any jurisdiction and do not purport to represent or warrant the outcome of any investment strategy, program or product. Any information and views provided herein is subject to change without further notice. None of the material, nor its content, nor any copy of it, maybe altered in any way, transmitted to, copied or distributed to any other party, without prior express written permission of Henderson Global Investors. The information contained herein is obtained and / or compiled from sources believed to be reliable and current and Henderson Global Investors do not warrant, guarantee or represent, either expressly or impliedly, the accuracy, validity or completeness of such information. Henderson Global Investors or any directors or employees of Henderson Global Investors shall not be liable for any damages arising from any person's reliance on this information and shall not be liable for any errors or omissions (including but not limited to errors or omissions made by third party sources) in this information. Unless otherwise indicated, the source for all data is Henderson Global Investors.

Past performance of any fund, a security, an investment or manager and any opinions, forecasts, assumptions, estimates or valuations made are not necessarily indicative of the future or likely performance of the fund, the security, investment or manager. An investment in collective schemes/funds, and/or other investment products is subject to investment risks, including the possible loss of the principal amount invested. The value of the units and the income from the funds may fall as well as rise as a result of market and currency fluctuations.

Henderson Global Investors (Singapore) Limited Company Registration No. 199700782N

Date of issue: 21 May 2010

