

Investment Update



The following provides a summary of important changes to the Funds from 1 May 2009. Please refer to the new Product Disclosure Statement for complete information on each Fund.

Australian Equities		
Aberdeen Classic Series Australian Equities Fund	Aberdeen Select Investment Australian Equities Fund	Aberdeen Private Investment Australian Equities Fund
Aberdeen Classic Series Australian Small Companies Fund	Aberdeen Select Investment Australian Small Companies Fund	Aberdeen Private Investment Australian Small Companies Fund

The above-named Funds will now be managed according to the Aberdeen equities investment process. The Funds will continue to be run to the same investment objectives and there will be no changes to their benchmarks.

There is one change to the Small Companies Funds, whose allocation to Cash is now 0-10% (down from the previous 0-20%).

Aberdeen has a single investment process across all equity portfolios. This process is disciplined, transparent and replicable and has been in place for several years across the Aberdeen Group. We believe the advantage to our clients lies in its consistent application, irrespective of market conditions.

This approach has the following characteristics:

- Bottom-up investment, emphasising company fundamentals
- Benchmark aware but not benchmark driven
- Low turnover portfolios – we buy stocks and hold them for the long term
- First-hand proprietary research through face-to-face company meetings
- No investment made without prior company visit

Aberdeen's Australian Equity team is headed by Mark Daniels, who has been managing money for Aberdeen for 23 years. The team will manage the full range of Australian Equities portfolios, including all small and large capitalisation funds.

International Equities		
Aberdeen Classic Series International Equities Fund	Aberdeen Select Investment Actively Hedged International Equities Fund	Aberdeen Private Investment Actively Hedged International Equities Fund
Aberdeen Actively Hedged International Equities Fund	Aberdeen Select Investment Flexible International Equities Fund	
Aberdeen Fully Hedged International Equities Fund		

From 1 June 2009, these Funds will be managed by Aberdeen's highly rated Global Equity team, according to the Aberdeen equity investment process. Aberdeen will work with Capital International over the coming weeks to ensure the smooth transition of these portfolios to our process.

The same hedging strategies as are currently available will continue to be offered and will be managed by Aberdeen's currency teams based in Sydney and Singapore, in line with current hedging objectives.

From 1 June 2009, the investment objective of these Funds will be modified and the Funds' benchmarks will change. The new benchmark for the International Equities Funds and the Actively Hedged International Equities Funds will be the MSCI All Countries World Accumulation Index (ex Australia). The new benchmark for the Fully Hedged International Equities Fund will be the MSCI All Countries World Accumulation Index (ex Australia) Fully Hedged. The reason for these changes is to allow the Funds to invest in the broadest possible opportunity set, including emerging markets. By giving our fund managers free rein to invest anywhere in the world, we believe we are providing them with greater opportunities to deliver superior performance for investors.

Aberdeen’s global equity strategy is built around a high conviction ‘best ideas’ approach, designed to allow the Global Equity team to capitalise on the expertise of our regional equity research teams. The 13 members of the Global Equity team are based in Edinburgh, Scotland. Headed by Stephen Docherty, who has 15 years’ experience with Aberdeen, the team is a unique blend of different experience sets.

The Global Equity team draws on the research capabilities of our regional investment teams. Aberdeen has around 90 equity investment professionals located worldwide and we never invest in a company without having first interviewed management.

Through our own proprietary research each regional team decants its respective investment universe down to a concentrated portfolio of around 50 to 60 companies. These model regional portfolios represent the best ideas in each region following a rigorous appraisal of a business’s fundamentals and relative valuation. Only if a business passes Aberdeen’s consistent evaluation of ‘Quality’ and ‘Value’ will it go into the model. The aggregate of these regional models form the global buy list of around 350 companies.

The global buy list is then utilised by the Global Equity team to undertake comparative analysis and construct a final portfolio of around 50 stocks of truly diversified businesses. Aberdeen view risk as investing into a poor quality company or overpaying for a company. We therefore seek to minimise and diversify risk at a stock level.

Aberdeen’s Global Equity team has delivered outstanding long-term performance for Australian investors; the Aberdeen International Equity Fund is a top quartile performer over 3 and 5 years. Your investment in the above-listed Fund will be managed by the same team and according to this same, highly-rated process¹.

Diversified		
Aberdeen Capital Growth Fund	Aberdeen Select Investment Capital Growth Fund	Aberdeen Private Investment High Growth Fund
Aberdeen Sustainable Income Fund	Aberdeen Select Investment Sustainable Income Fund	Aberdeen Private Investment Capital Growth Fund
		Aberdeen Private Investment Sustainable Income Fund
		Aberdeen Private Investment Universal Equities Fund

There will be no significant changes to the style in which these diversified funds will be managed from 1 May 2009. Fund objectives and benchmarks (where these apply) remain the same.

Aberdeen’s diversified asset philosophy holds that, over the longer term, the relative returns of all asset classes are driven by economic fundamentals. By identifying inefficiencies in valuations between markets (which occur over both short and longer time periods), value can be added to clients’ portfolios through dynamic allocations to different assets and markets.

Aberdeen will apply its own global asset allocation process, taking specific regional and product objectives into account. Aberdeen’s Tactical Asset Allocation Committee consists of six members, with domestic and global experience in all relevant asset classes.

¹Source: Mercer IDPS Diversified Overseas Share Survey to 31 March 2009. Past performance is not a reliable indicator of future performance. You should not rely on past performance to make investment decisions. Aberdeen Asset Management Limited ABN 59 002 123 364 AFSL No. 240263 (Aberdeen) is the issuer of the Aberdeen International Equity Fund. All offers of units in the Fund are made in the Aberdeen Product Disclosure Statement (PDS) available from Aberdeen as set out above. You should consider the PDS in deciding whether to acquire, or to continue to hold units in the Fund. Aberdeen do not guarantee the repayment of capital, the performance or any distribution from the Fund. This document has not been prepared taking into account the particular objectives, financial situation or needs of any investor, so it is important that before acting investors should consider the appropriateness of the information, their own circumstances, objectives and financial situation and consult a financial and/or tax adviser.



Investment Update - continued

Australian Fixed Income, Diversified Fixed Income and Cash

Aberdeen Australian Fixed Income Fund	Aberdeen Private Investment Australian Fixed Income Fund
Aberdeen Passive-Enhanced Australian Fixed Income Fund	Aberdeen Private Investment Cash Fund
Aberdeen Cash Fund	
Aberdeen Cash Enhanced Fund	
Aberdeen Inflation Linked Bond Fund	
Aberdeen High Grade Bond Fund ²	
Aberdeen Balanced Fixed Income Fund	
Aberdeen Diversified Fixed Income Fund	

As an investor in one of the above-named Funds, you will be pleased to know that fund managers responsible for managing these Funds at Credit Suisse have joined Aberdeen. As a result, these Funds will continue to be managed to the same strategy, with the same objectives and benchmarks.

Aberdeen's combined domestic fixed income team consists of 14 investment professionals, making it one of the largest and most experienced in the Australian market. The Australian team is headed by Bill Bovingdon, who has more than 24 years' experience managing fixed income assets and is backed by a large and experienced global fixed income team which will be headed by Paul Griffiths who will be joining from Credit Suisse Asset Management.

The team has a shared philosophy that independent alpha teams can provide diversified returns that improve the risk/return attributes across a variety of fixed income product types. Our investment structure is transparent, independent and accountable.

We believe our extensive international research platform and integrated global process further differentiates the scope of investment capabilities that we can deliver to clients.

International Fixed Income

Aberdeen International Fixed Income Fund	Aberdeen Private Investment International Fixed Income Fund
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These Funds will continue to be managed by Credit Suisse, under the same process and by the same investment teams, until some time after June 2009.

From this time, Aberdeen will take management responsibility for these Funds and will continue to manage the Funds in the same way, with the same investment objectives and benchmarks.

²Pioneer Investments will continue to manage security selection for this Fund.

Contacting us

If you would like further information, please contact the Aberdeen Client Service team on 1300 366 890, or visit our website at www.aberdeenasset.com.au

Important Information

Issued by Aberdeen Investment Management Australia Limited ABN 57 007 305 384 AFSL No. 238390.

This is not an offer of securities or financial products, nor is it financial product advice. Any Fund referred to is a registered managed investment scheme of which Aberdeen Investment Management Australia Limited is the responsible entity. A Product Disclosure Statement (PDS) is available for each Fund and can be obtained by calling Aberdeen Client Services on 1300 366 890, online at www.aberdeenasset.com.au, or from your financial adviser. Applications can only be made on the application form contained in the current PDS. This document has been prepared without taking account of your individual objectives, financial situation or needs. You should obtain and consider the PDS before deciding whether to acquire, or to continue to hold units in a Fund.