Pacific Assets Trust plc

Investment Manager

First State Stewart

Frostrow CAPITAL

Portfolio Manager: David Gait

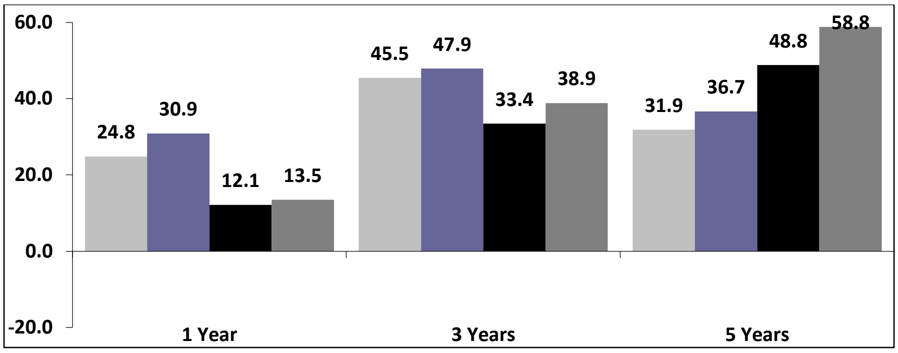
Information as at 31 January 2013 www.pacific-assets.co.uk

Investment Objective and Benchmark Index

To achieve long term capital growth through investment in selected companies in the Asia Pacific region and the Indian sub-continent, but excluding Japan, Australia and New Zealand (the 'Asia Pacific Region'). Up to a maximum of 20 per cent of the Company's total assets (at the time of investment) may be invested in companies incorporated and/or listed outside the Asia Pacific Region but whose economic activities are predominantly within the Asia Pacific Region. The benchmark index is the MSCI All Country Asia ex Japan Index (total return; sterling adjusted).

Cumulative Performance (%)

Trust: Pacific Assets Trust plc – NAV (ex income, total return)
Trust: Pacific Assets Trust plc – Share Price (total return)
Index: MSCI All Country Asia ex Japan (total return; £ adjusted)
Peergroup: Share Price (total return)



Discrete Performance – Calendar Years (%)

Percentage Growth	2008	2009	2010	2011	2012	YTD	First State*
NAV	-50.1	57.2	19.1	-13.3	27.2	4.6	34.5
Share Price	-47.9	62.3	19.1	-15.1	25.6	7.7	37.9
Index	-33.9	53.6	23.7	-16.4	17.3	4.3	21.5
Peergroup	-35.6	63.2	24.4	-15.2	15.6	5.6	27.0

Source: Morningstar. Past performance is not a guide to future performance. Peergroup performance basis: share price, percentage growth, bid to bid, net income reinvested in Sterling.

*Performance since First State was appointed as Investment Manager with effect from the 1st July 2010

Commentary

During January, the NAV was up 4.6%, the share price was up 7.7%, the index was up 4.3% and the Peergroup was up 5.6%.

Asia ex-Japan markets advanced in January, but underperformed global markets. The Philippines and Hong Kong outperformed, while South Korea and Malaysia lagged. At a sector level, Financials and Utilities gained the most, while Information Technology and Telecom Services underperformed. Manila Water Company rose as it delivered strong operational performance. Satyam Computer Services outperformed on the slow but steady restructuring of the business. On the negative side, AmorePacific Corp fell due to concerns about slowing sales growth. Public Bank fell on the back of concerns of slowing earnings growth.

Over the month we bought Dr. Reddy's Laboratories, a well-managed Indian generic drugs company with a growing international business. We also bought Standard Food Corp, a conservative, profitable franchise managed by its owner which is expanding its health foods business in Taiwan and China over time. No major positions were fully sold over the month. The Company remains defensively positioned and we are focused on companies with pricing power, strong sustainable cash flows and growing dividend yields.

Investment Manager Profile

First State Investment Management (UK) Limited was appointed as Investment Manager with effect from the 1st July 2010. First State is 100 per cent owned by the Commonwealth Bank of Australia and is headquartered in Edinburgh. Its Asia Pacific ex Japan/Global Emerging Markets team is responsible for the portfolio and has 21 investment professionals, a number of whom are located in the firm's offices in Hong Kong and Singapore. The First State team has specialised in Asian investment for 22 years and has built a highly creditable long term performance record managing a range of client portfolios including Scottish Oriental Smaller Companies Trust plc, an investment company which invests in smaller companies in the Asian Pacific region. First State has a disciplined research procedure which seeks to identify high quality companies.

Investment Policy

To invest in companies with the aim of generating long term growth for shareholders. The Company invests principally in listed equities but may invest in other securities, including preference shares, debt instruments, convertible securities and warrants. In addition, the Company may invest in open and closed-ended investment funds and companies, up to a limit of 10 per cent of total assets, or in some cases 15 per cent. The Company is able to invest in unlisted securities but these will be limited to those which are expected to be listed on a stock exchange or which cease to be listed and which may be appropriate to continue to hold. Risk is diversified by investing in different countries, sectors and stocks within the Asia Pacific region and the Indian sub-continent, excluding Japan, Australia and New Zealand. The Board has set a current limit for single investments of 7.5 per cent of total assets at the time of investment. The Company is not currently geared.

Pacific Assets Trust plc

Ten Largest Equity Holdings as at 31 January 2013 (% of total assets less current liabilities)

Name	Country	Total
Taiwan Semiconductor Manufacturing	Taiwan	5.7
Marico	India	5.3
Manila Water	Philippines	4.9
AmorePacific	South Korea	4.9
DBS Group	Singapore	4.2
Towngas China	Hong Kong	4.1
Satyam Computer Services	India	3.8
Singapore Telecommunications	Singapore	3.4
Public Bank	Malaysia	3.0
Kasikornbank	Thailand	2.9
Total		**42.2**

Portfolio Allocation as at 31 January 2013 (% of total assets less current liabilities)

India	18.6%
Singapore	14.8%
Taiwan	13.8%
South Korea	12.6%
Philippines	9.9%
Hong Kong	9.0%
Liquidity	7.3%
Malaysia	5.8%
Thailand	5.4%
China	1.8%
Indonesia	0.5%
Sri Lanka	0.2%
Bangladesh	0.2%
Japan	0.1%
Total:	**100.0%**

Source: All portfolio information sourced from Frostrow Capital LLP.

Standardised Discrete Performance (%)

Percentage Growth 12 Month Return	Jan 08-Jan 09	Jan 09-Jan 10	Jan 10-Jan 11	Jan 11-Jan 12	Jan 12-Jan 13
NAV	-42.2	56.8	21.4	-4.0	24.8
Share Price	-40.4	55.0	27.6	-11.5	30.9
Index	-27.7	54.2	26.4	-5.9	12.1
Peergroup	-27.9	58.4	30.8	-6.5	13.5

Source: Morningstar. Peergroup performance basis: share price, percentage growth, bid to bid, net income reinvested in Sterling.

Important Information

www.pacific-assets.co.uk

Fast Facts as at 31 January 2013

Launch Date	1985

Annual Management Fee
0.75% of net assets plus 0.20% of market cap (payable by the Trust)

Performance Fee
The performance fee is 12.5% of that portion of the NAV outperformance over the MSCI All Country Asia ex Japan Index, which exceeds a 1.75% hurdle, measured over a rolling three year period. See Annual Report for more details

Year / Half Year	31 January / 31 July
Capital Structure	116,848,386 Ordinary Shares

Trust Characteristics

Number of Holdings	53
Total Assets (£m)	£187.6
Market Capitalisation (£m)	£172.4
Dividend	June
Current Net Yield	1.8%
Gearing (AIC basis)	0%
Share Price (p)	147.50
NAV (p) (ex income)	158.01
(Discount) / Premium	(6.7%)

Codes

Sedol – Shares	0667438
ISIN – Shares	GB0006674385
Bloomberg – Shares	PAC LN
Epic – Shares	PAC

How to Contact Us

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