250 years of open minds
and uncommon perspectives.

FOR PROFESSIONAL INVESTORS ONLY

Baring Multi Asset Targeted Return strategy

Barings Asia Regional Conference 2015

October 2015

Khiem Do, Head of Asian Multi Asset



Baring Asset Management (Asia) Limited
19th Floor, Edinburgh Tower,
15 Queen's Road Central,
Hong Kong

Tel +852 2841 1411
Fax +852 2845 9050

www.barings.com

STRICTLY CONFIDENTIAL

Why Barings for your multi asset mandate?

Barings' Multi Asset Group is seasoned

- Strong team of experienced multi asset investors, with an average of over 21 years of industry experience
- Khiem Do has 38 years of industry experience, 19 years with Barings

Commitment to sharing knowledge and providing world-class client service experience

- Multi-layered knowledge sharing program that fits your needs
- Conferences and customised training programs

Commitment to the Asian market and multi asset investing

- Asia has been a key business focus for Barings for 25 years and represents 44% of total AUM
- Over 12 years of experience managing multi asset portfolios with US$5.9 billion of AUM in predominantly institutional assets

Excellent track record, well-recognised in the industry

- 7.26% annualised return and 7.06% risk*
- Well-recognised by investment consultants with numerous industry awards

Strong governance culture

- Robust operational set up and control function
- Strong and financially solid parent company

Barings' strong desire to be your strategic partner

*Source: Barings, all data as at 31 August 2015. Risk/ return data from 1 January 2003 to 31 August 2015 Risk (standard deviation of annualised returns). The composite returns should be considered as supplemental information which complements the multi asset GBP Inflation/Cash Targeted Solutions: High Return Composite presentation on the appendix.

Baring Strategic Policy Group
The members

	SPG Members	Job Titles	Experience
	**Marino Valensise** London	Head of Multi Asset Group Chairman of SPG	27 years of investment experience 16 years with Barings
	**Ken Lambden** London	Chief Investment Officer	29 years of investment experience 1 year with Barings
	**Khiem Do** Hong Kong	Head of Asian Multi Asset	38 years of investment experience 19 years with Barings
	**Hayes Miller** Boston	Head of North American Multi Asset *(Chairman of Equity Research sub group)*	35 years of investment experience 21 years with Barings
	**Christopher Mahon** London	Director Asset Allocation Research, Multi Asset Group *(Chairman of Economic & Currency Research sub group)*	16 years of investment experience 3 years with Barings
	**Sonja Laud** London	Investment Director, Multi Asset Income Multi Asset Group	13 years of investment experience 1 year with Barings
	**Alan Wilde** London	Head of Global Fixed Income	30 years of investment experience 11 years with Barings
	**David Bertocchi** London	Head of International & World Equity Group	17 years of investment experience 15 years with Barings
	**James Ross** London	Director of Investment Process	30 years of investment experience 2 years with Barings
	**James Ind** London	Investment Director	21 years of investment experience Joined Barings in September 2015
	**Merrick Styles*** London	Investment Director	10 years of investment experience Joins Barings in October 2015

Source: Barings, as at 30 September 2015. * Merrick Styles joins Barings in October 2015.

Multi Asset team
Structure overview



Khiem Do
Lead Manager
Head of Asian Multi Asset

Asia



Hyung Jin Lee
- Head of Asian Equities



Laura Luo, CFA
- Head of Hong Kong China Equities



Soo Hai Lim, CFA
- Investment Director Asian Equities



William Fong, CFA
- Head of China Research



David Leung
- Analyst Quantitative Research



Dr. Sean Chang
- Head of Asian Debt



Multi Asset hire in Hong Kong



Multi Asset hire in Taipei

Boston



Hayes Miller
- Head of North American Multi Asset



Matthew Whitbread
- Investment Manager, Multi Asset Group



Multi Asset hire in Boston

London



Marino Valensise
- Head of Global Multi Asset Group



Chris Mahon
- Director of Asset Allocation Research



Sonja Laud
- Investment Director Multi Asset Group



Malcolm Herring
- Investment Director, Multi Asset Group



Alison Huang
- Investment Manager, Multi Asset Group



Luca Dal Mas
- Investment Manager, Multi Asset Group



Michael Jervis
- Investment Analyst, Multi Asset Group



James Ind
- Investment Director, Multi Asset Group



Merrick Styles
- Hired, joining October 2015

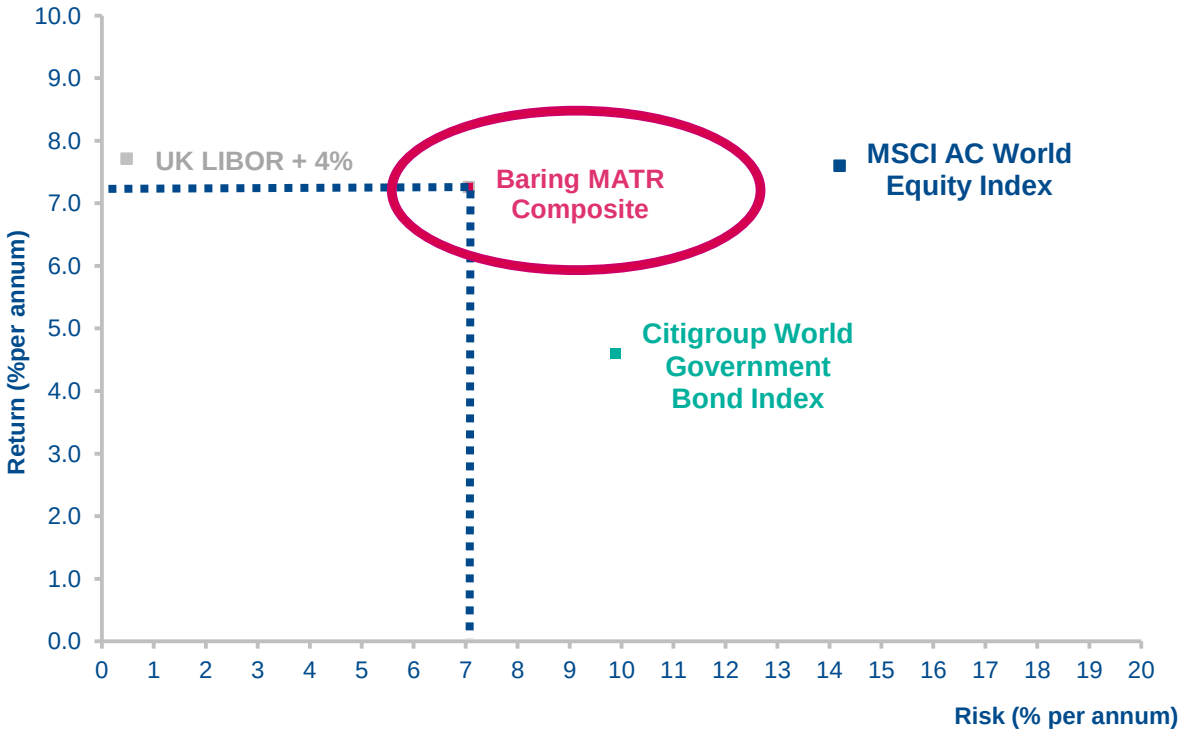
Source: Barings, as at 30 September 2015

Barings MATR composite performance track record

10-year return and risk (net of fees)

Barings MATR composite versus asset classes

Performance data are in GBP, net of fees, other indices' data are in gross terms



Sharpe Ratio of Barings MATR composite	
3 years	0.87
5 years	0.99
10 years	0.71

10 year risk/ return of Barings MATR composite	
Return (% p.a.)	7.26%
Risk (% p.a.)	7.06%

Achieving targeted return, with significantly lower volatility

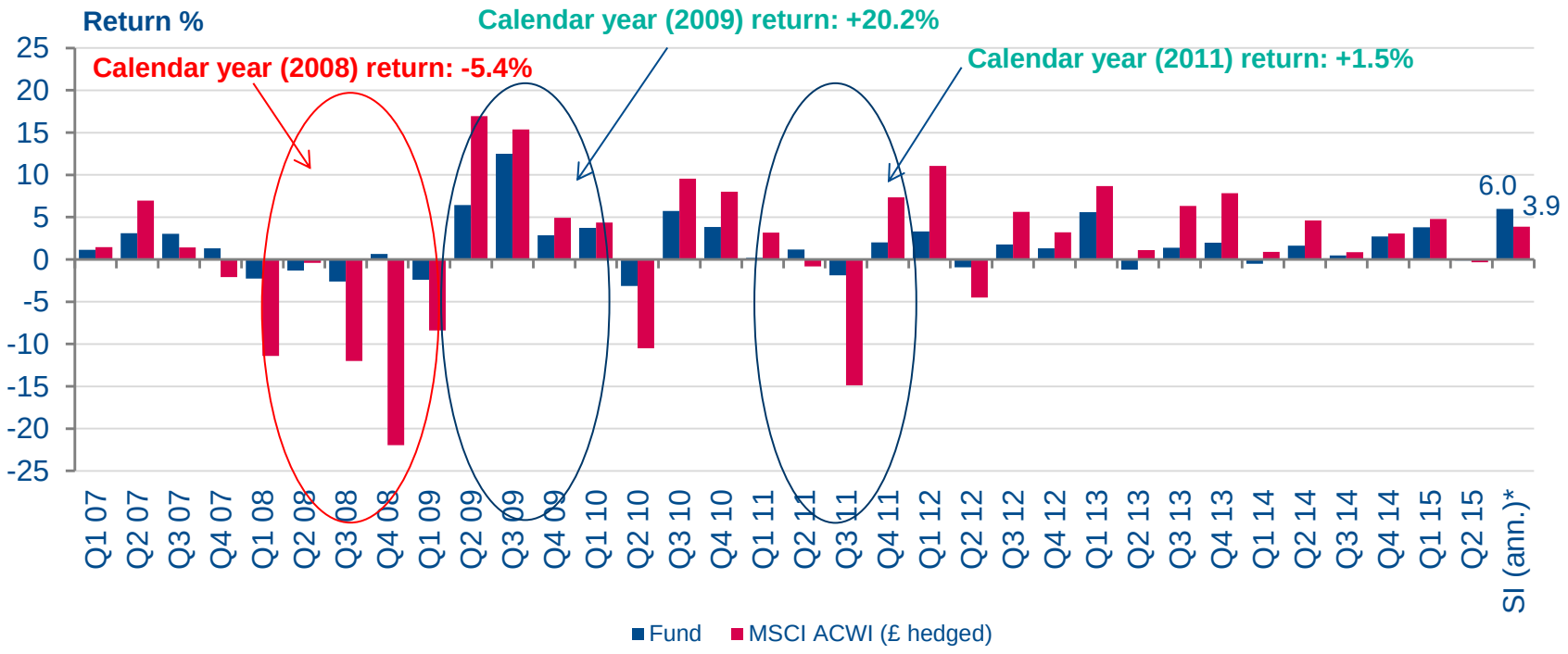
Source: Barings, as at 31 Aug 2015. Composite inception date was 30 Jun 1999

Risk = standard deviation of monthly returns, annualised. Composite returns should be considered as supplemental information which complements the Multi Asset GBP Inflation/Cash Targeted Solutions: High Return Composite presentation in the Appendix (RPI+4.5%). Reference to the MSCI AC World Equity Index and Citigroup WGBI is for illustrative purposes only.

Baring Dynamic Asset Allocation Fund

How we preserve capital in bad times and participate in good times

Quarterly returns since inception



Past performance is not an indication of current or future performance.
The performance data does not take into account the commissions and costs incurred on the issue and redemption of units.

Source: Barings and Morningstar, as at 31 August 2015. DAAF performance figures are shown for I Class shares in Sterling and net of mid to bid adjustments (where applied) on a NAV per share basis with gross income reinvested, Inception date 16 January 2007. Reference to the index is for comparative purposes only.

Barings multi asset offerings

Type	Approach	Target	Benchmark	Minimum size*	Liquidity	Pricing/ NAV
Unit trust / mutual fund	**Dynamic asset allocation funds****	Equity-like returns with bond-like volatility; preserve capital	LIBOR/ inflation + 4% p.a.	USD1m	Weekly	Daily priced
	Balanced fund	To achieve a long term annualised return in excess of inflation plus margin	Wage inflation/ inflation +2% p.a.	USD5,000	Daily	Daily priced
Segregated mandates	**Dynamic asset allocation**	Equity-like returns with bond-like volatility; preserve capital Customised target	LIBOR/ inflation + 2% to 4% p.a.	USD25 – 50m	Daily	Daily priced
	Balanced	To achieve a long-term annualised return in excess of inflation plus margin Customised target	Wage inflation/ inflation +2% p.a.	USD25 – 50m	Daily	Daily priced
Advisory	**Dynamic asset allocation**	Equity-like returns with bond-like volatility; preserve capital Customised target	LIBOR/ inflation + 2% to 4% p.a.	USD20 – 40m	Daily	Daily priced
	Balanced	To achieve a long term annualised return in excess of inflation plus margin Customised target	Wage inflation/ inflation +2% p.a.	USD20 – 40m	Daily	Daily priced

Source: Barings as at Dec 2014
* Subject to change
** The funds are not authorised by HKSFC for public sale in HK

Why dynamic asset allocation is critical

Best and worst performing asset classes

2008		2009		2010		2011		2012		2013		2014	
US Government bonds	**13.9**	**Emerging equities**	**79.0**	**Gold bullion**	**29.3**	**Gold bullion**	**11.0**	**Asia ex Japan equities**	**24.7**	**North America equities**	**32.6**	**North America equities**	**13.3**
World Government bonds	10.8	Asia ex Japan equities	73.0	Canadian equities	21.2	Global TIPS	10.6	European equities	22.5	European equities	28.7	Global equities	5.5
Gold bullion	3.1	Canadian equities	57.3	Emerging equities	19.2	US Government bonds	9.6	Emerging equities	18.6	Global equities	27.3	US Government bonds	4.9
Cash	2.9	UK equities	43.3	Asia ex Japan equities	17.0	World Government bonds	6.3	EMD local	16.7	Japanese equities	27.3	Global TIPS	4.0
Canadian equities	-45.1	Japanese equities	6.3	World government bonds	5.1	Asia ex Japan equities	-12.6	Gold bullion	5.5	World government bonds	-4.0	Japanese equities	-3.7
UK equities	-48.3	World Government bonds	2.5	Global TIPS	3.9	Japanese equities	-14.1	US Government bonds	1.9	Global TIPS	-4.8	UK equities	-5.3
Asia ex Japan equities	-50.3	Cash	0.7	European equities	2.4	European equities	-14.4	World government bonds	1.6	EMD local	-8.9	EMD local	-5.7
Emerging equities	**-53.1**	**US Government bonds**	**-3.6**	**Cash**	**0.3**	**Emerging equities**	**-18.1**	**Cash**	**0.4**	**Gold bullion**	**-27.3**	**European equities**	**-5.8**

The right asset class at the right time is key

Source: Barings as at 31 Dec 2014 (US$)

Baring Multi Asset Targeted Return strategy
Our philosophy

Seeking 'equity-like' returns with lower volatility than equities

- Active management of asset allocation
  - the most important generator of returns
- Understanding risk and diversification
  - recognising changing correlations and risk characteristics
- Simple building blocks
  - clear and transparent implementation

Disciplined process with strong risk controls

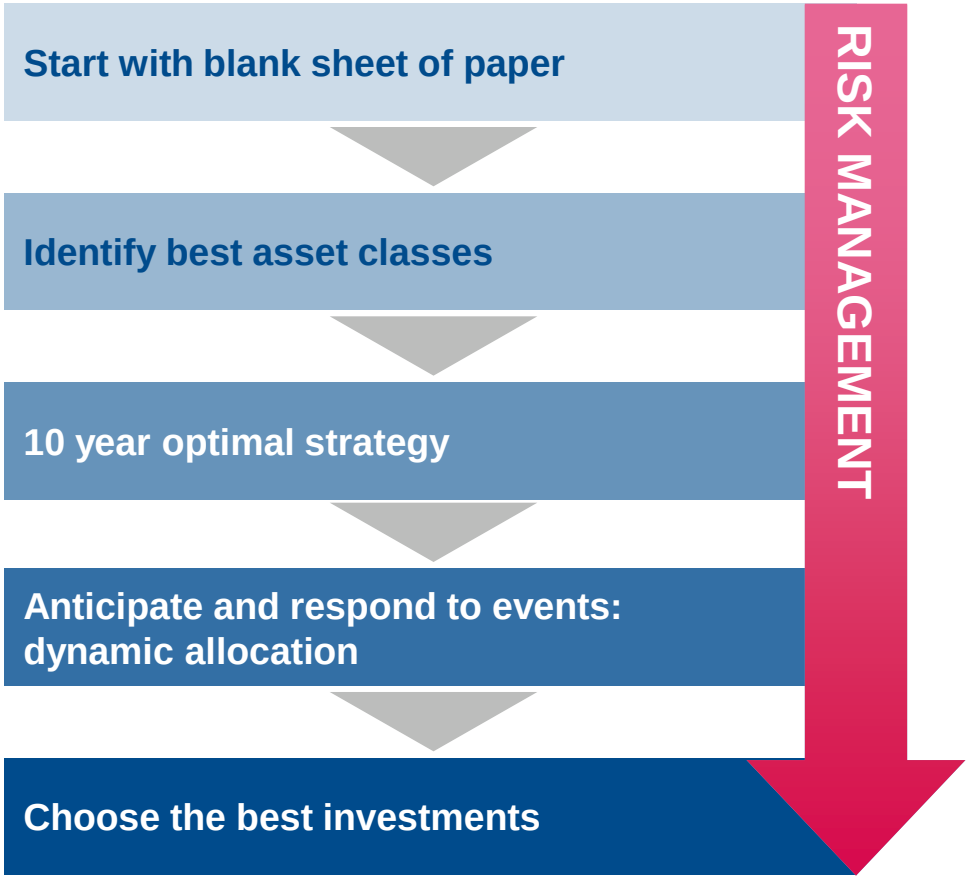
Baring Multi Asset Targeted Return strategy
Our approach

- We target cash/ inflation plus a margin, with a maximum of 70% of equity risk
- Focus on dynamic asset allocation
- Recognise that one disastrous year can destroy several years' growth
- Diversify in different ways at different times, using external managers where appropriate

A best practice solution for governance challenges

Baring Multi Asset Targeted Return strategy

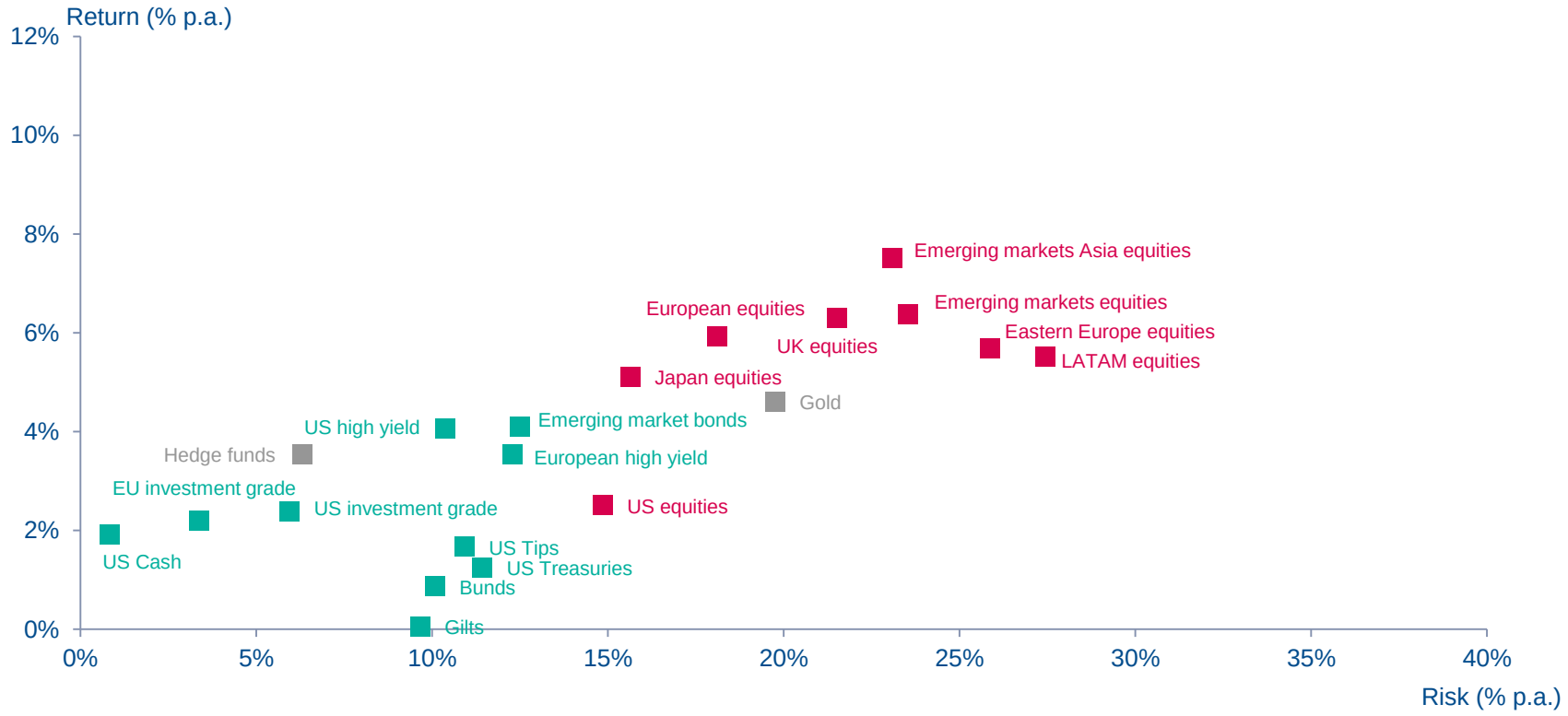
Our investment process



Source: Barings

Strategic asset allocation (SAA)
10-year forecast of returns of global asset classes

10-year returns forecast (annualised USD returns, 2015-2025)

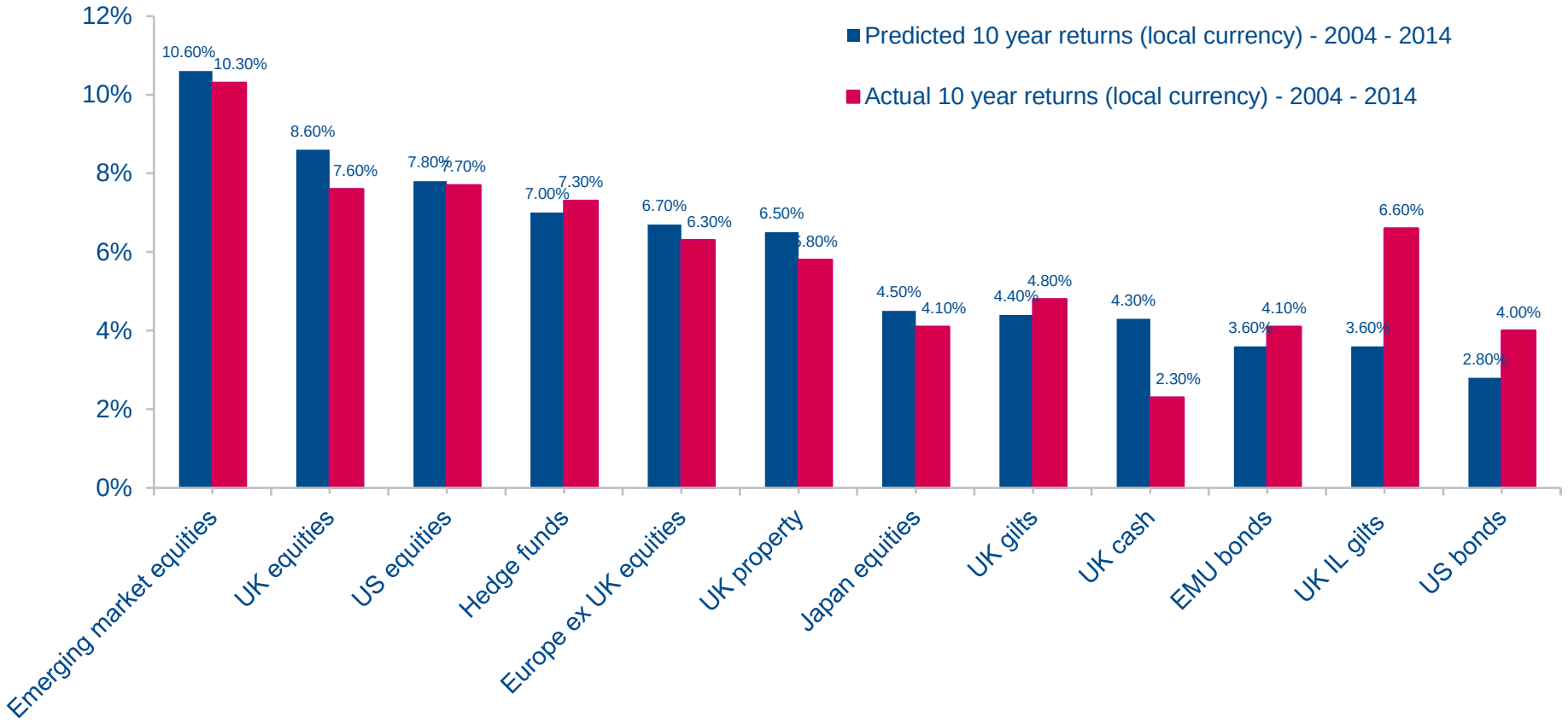


Source: Barings as at 27 Feb 2015
*Risk (standard deviation of annualised returns)

SAA: 10 years of 10 year forecasts

Solid proof of our proprietary research

Barings forecasts versus actual outcomes



Source: Barings as at 31 Mar 2015
Please refer to Important Information.

Monthly tactical asset allocation

Team structure

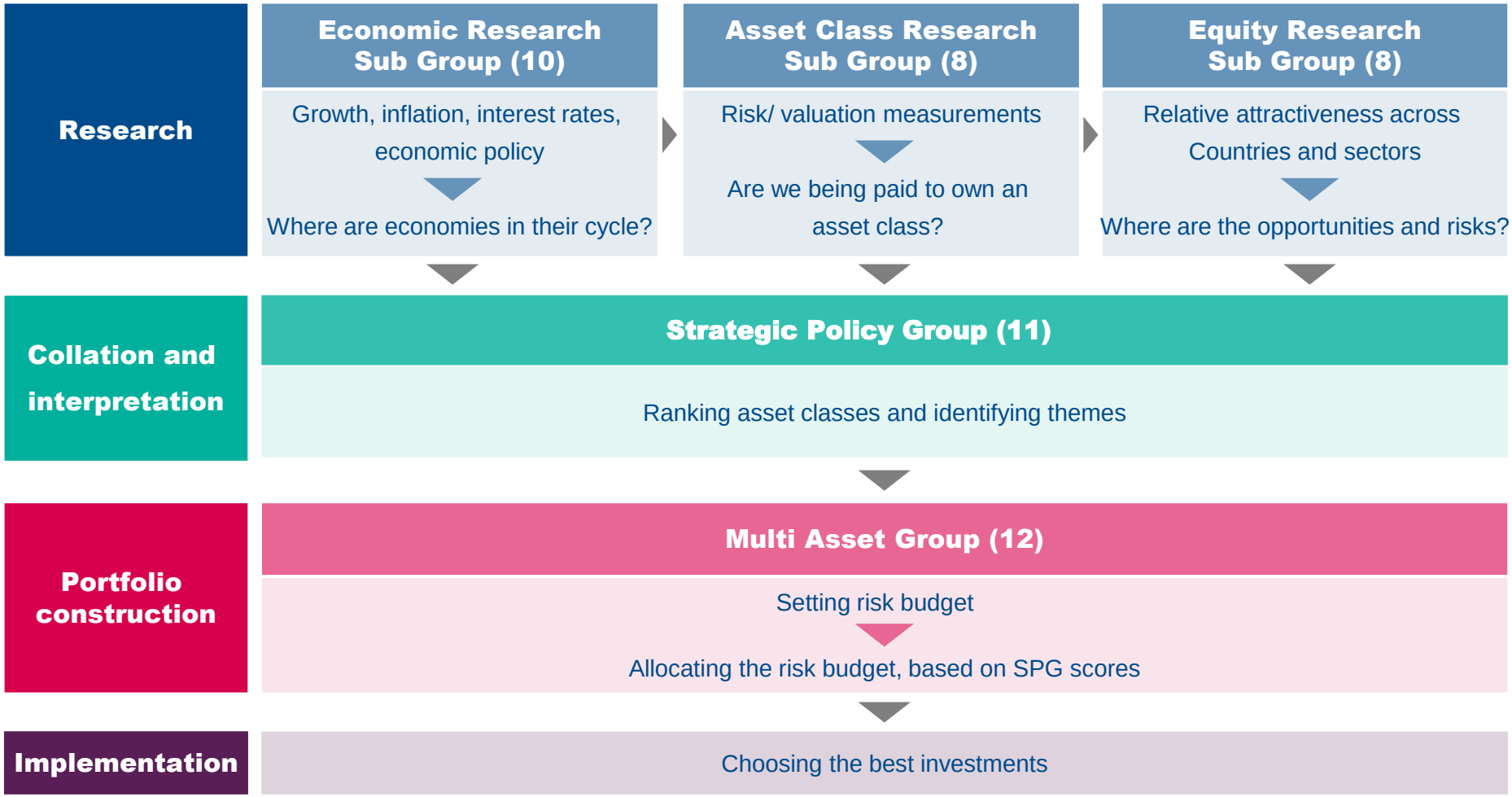
Research	**Economic Research Sub Group (10)**	**Asset Class Research Sub Group (8)**	**Equity Research Sub Group (8)**
	Chair: Christopher Mahon	Chair: Merrick Styles*	Chair: Hayes Miller

Collation and interpretation	**Strategic Policy Group (11)**
	Marino Valensise Ken Lambden, Jim Ross, Alan Wilde, David Bertocchi, Christopher Mahon, Hayes Miller, Khiem Do, Sonja Laud, James Ind and Merrick Styles*
Portfolio construction	**Multi Asset Group (12)**
	Marino Valensise Christopher Mahon, Malcolm Herring, Sonja Laud, Khiem Do, Hayes Miller, James Ind, Merrick Styles*, Matthew Whitbread, Alison El-Araby, Luca Dal Mas and Michael Jervis

Implementation	**DAA**	**MAF**	**DGF**	**DCF**	**Charities**	**EDAA**	**ADAA**	**IDAA**	**GDAA**	**DEMF**
	Marino Valensise	Christopher Mahon	Christopher Mahon	Alison El-Araby	Malcolm Herring	Merrick Styles*	Khiem Do	Khiem Do	Hayes Miller	Luca Dal Mas
	Christopher Mahon	Marino Valensise	Marino Valensise	Malcolm Herring	Alison El-Araby	Alison El-Araby	Luca Dal Mas	Luca Dal Mas	Matt Whitbread	Alison El-Araby

Source: Barings as at 30 September 2015. * Merrick Styles joins Barings in October 2015.
(Brackets) = number of people in the team. **Bold** = managers or chairs.

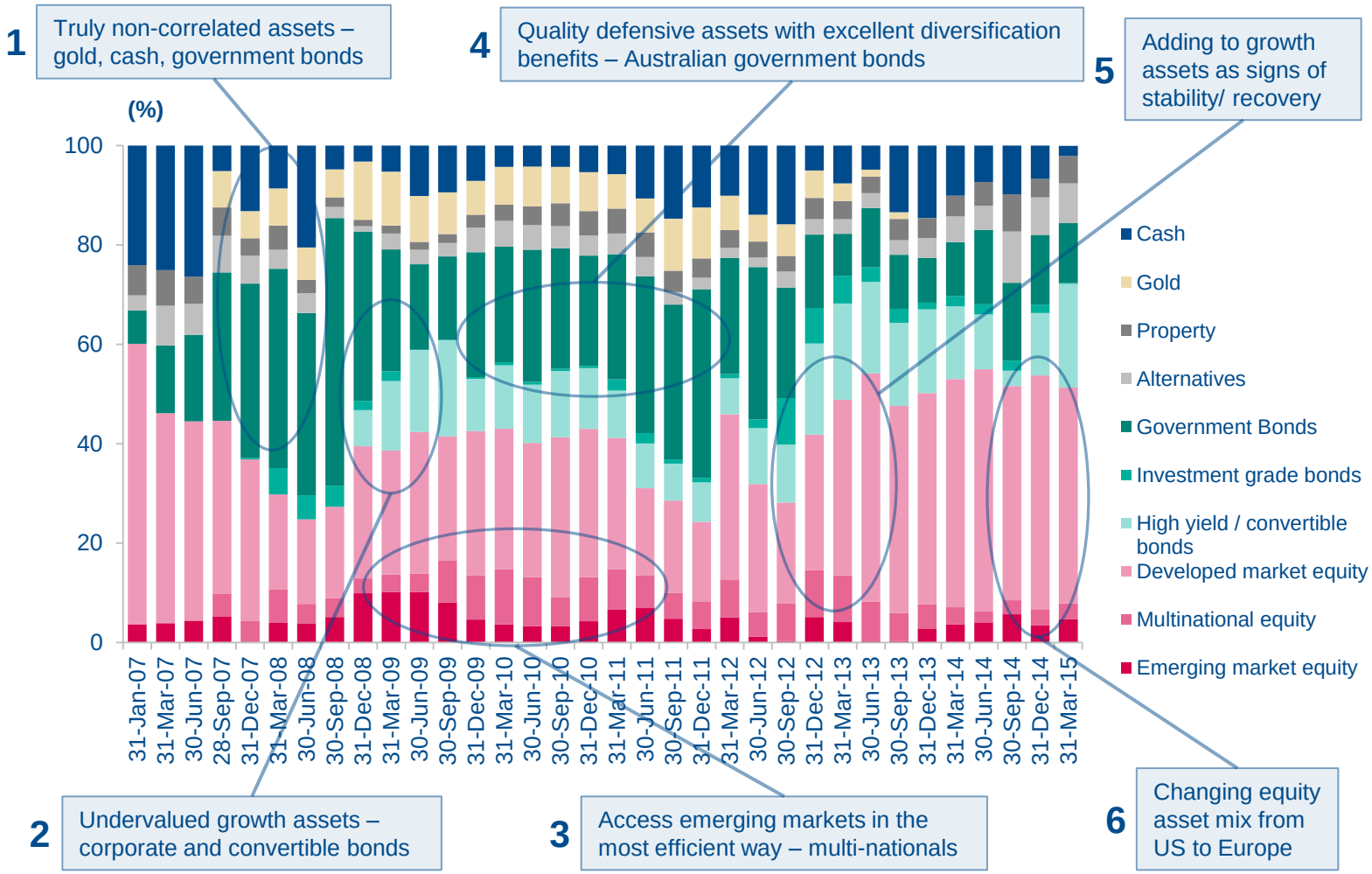
Tactical asset allocation
Process overview



Source: Barings as at 30 September 2015
(Brackets) = number of people in the team, figures include Merrick Styles who joins Barings in October 2015

Changes in asset allocation since inception

Baring Dynamic Asset Allocation Fund



Source: Barings as at 31 Mar 2015, gross exposure
Inception date: 16 Jan 2007

Barings global asset allocation
Current tactical direction

	Aggressively underweight [5]	Underweight [4]	Neutral [3]	Overweight [2]	Aggressively overweight [1]
Overall		Credit (Investment grade)	Credit (High yield) Government bonds Cash/ equity Index-linked bonds		Property
Equities		UK / Emerging Asia Singapore/ Canada / Australia Emerging LATAM	Emerging Europe US MSCI Hong Kong	Japan	Europe [2]
Sectors		Energy Utilities Materials	Industrials/ telecommunications Healthcare Information technology Consumer staples	Consumer discretionary Financials [1]	
Bonds			Japan/ EM Local US/ UK Germany/ Italy		
Currencies			JPY Gold/ Euro	GBP	

As at September 2015
revious score in brackets if score changed – [ ] means upgrade, and [ ] means downgrade
Source: Baring Asset Management as at September 2015

Barings multi asset offerings

Product	Baring Asia Balanced Fund
Currency	USD
Approach	Global Targeted Return Multi Asset Fund, with a bias towards Asian equity markets
Reference benchmark	Targeted Return: HK wage inflation plus 2% (i.e. target 5.5% - 7.5% p.a.). Targeted Risk: Volatility of returns significantly lower than that of Asian equities
Use of commodities	Not allowed
Use of high yield bonds (non-investment grade)	Not allowed
Leverage	Not allowed
Shorting	Not allowed
Lead investment manager	Khiem Do (Backed up by Luca Dal Mas and the broader Global Multi Asset Targeted Return team)
Means of investment	Pooled fund, daily pricing

This strategy is authorised by the HKSFC and is available for public sale in HK. Suggested targeted return is net of fee. Investment involves risk and returns are not guaranteed. Please do not make investment decisions based on this document alone.

Baring Asia Balanced Fund
Asset allocation

- **Portfolio overall risk position:** medium
- **Latest portfolio action:** modestly added to risk assets in the August correction
- **Added exposure to risk assets in past month:** added to developed market equities, sourced from Hong Kong-China equities and USD cash
- **Equity sub-portfolio:** added to Japan and US, and continued to reduce Hong Kong-China. Still overweight Japan and Europe.

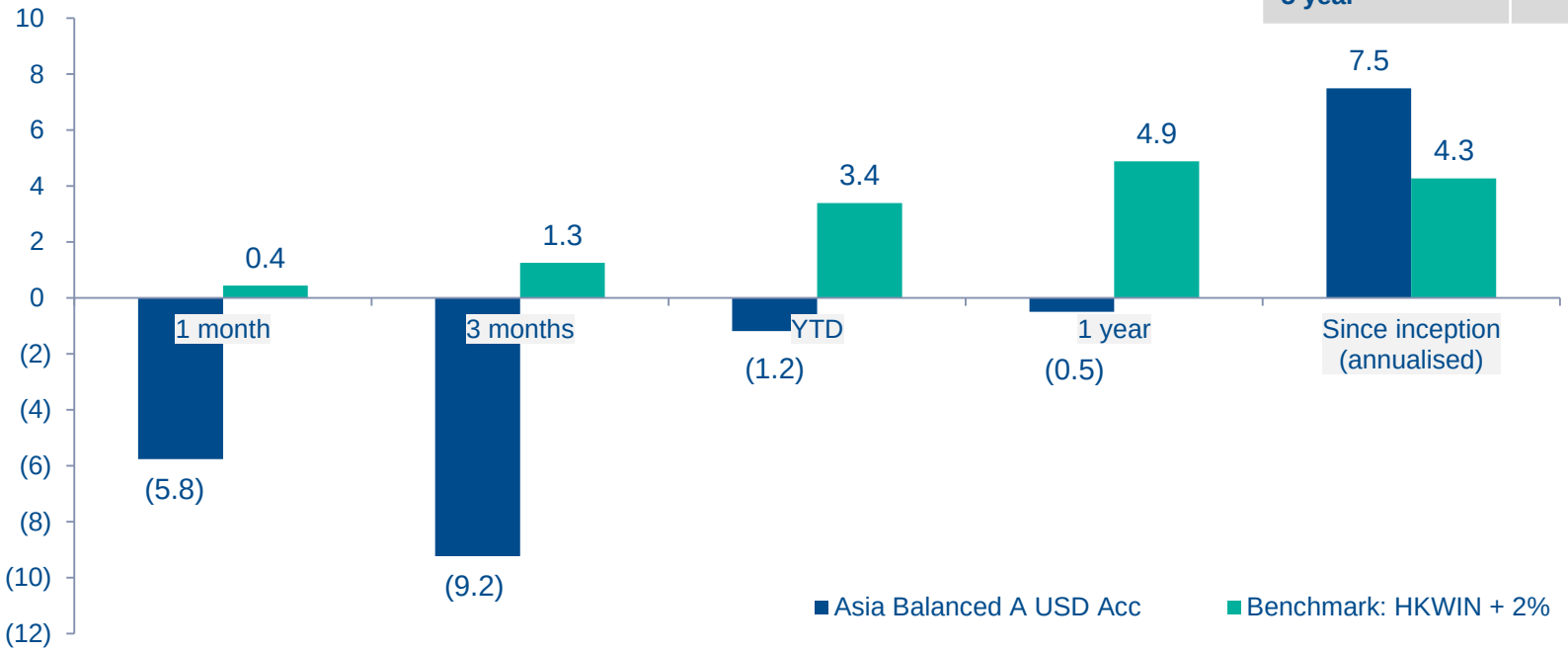
  Main focus in stock selection process is on companies which are leaders in their respective fields, with a solid business franchise and long-term track record in delivering profit growth, overlaid by selective cyclical and growth stocks
- **Fixed income sub-portfolio:** main emphasis is on capital preservation and, where it makes fundamental sense, incremental yield

Current portfolio	% of NAV	Asset class sub-total (% of NAV)
Bonds		**7.8**
OECD government bonds	6.5	
China bonds	1.3	
Equities		**71.6**
Hong Kong -China	19.9	
Other Asia and global emerging markets	6.4	
Developed markets	45.3	
Global income multi asset		**0.9**
Cash and T-bills		**19.7**
Total		**100%**

Source: Barings as at 31 Aug 2015

Baring Asia Balanced Fund
Performance as at 31 August 2015

Sharpe Ratio	
3 year	0.88
5 year	0.72



Investment involves risk. Past performance is not a guide to future performance.

This is not an offer to sell or an invitation to apply for any product or service of Baring Asset Management and is by way of information only.

Since Inception: 31 May 1996

Baring Asia Balanced A USD Acc gross up TER 1.7% p.a, original sourced from Morningstar with additional calculations, performance in USD.

Barings multi asset offerings

Product	Baring Asia Dynamic Asset Allocation Strategy (ADAA)
Currency	USD
Approach	Global Multi Asset Targeted Return strategy, with a focus on Asian markets
Reference benchmark	Targeted Return: Asia inflation plus 4% (i.e. target 7% - 8% p.a.) Targeted Risk: Volatility of returns less than 10% p.a. over the cycle
Use of commodities	Allowed
Use of high yield bonds (non-investment grade)	Allowed
Leverage	Not allowed
Shorting	Not allowed
Lead investment manager	Khiem Do (Backed up by Luca Dal Mas and the broader Global Multi Asset Targeted Return team)
Means of investment	Pooled fund, daily pricing

This strategy is not authorised by the HKSFC and is not for public sale in HK. Suggested targeted return is net of fee. Investment involves risk and returns are not guaranteed. Please do not make investment decisions based on this document alone.

Baring Asia Dynamic Asset Allocation strategy (ADAA)
Asset allocation

- **Portfolio overall risk position:** medium
- **Latest portfolio action:** modestly added to risk assets in the August correction
- **Added exposure to risk assets in past month:** added to developed market equities, sourced from Hong Kong-China equities and USD cash
- **Equity sub-portfolio:** added to Europe, Japan and US, and continued to reduce Hong Kong-China. Still overweight Japan and Europe.

  Main focus in stock selection process is on companies which are leaders in their respective fields, with a solid business franchise and a long term track record in delivering profit growth, overlaid by selective cyclical and growth stocks
- **Fixed income sub-portfolio:** main emphasis is on capital preservation, and, where it makes fundamental sense, incremental yield

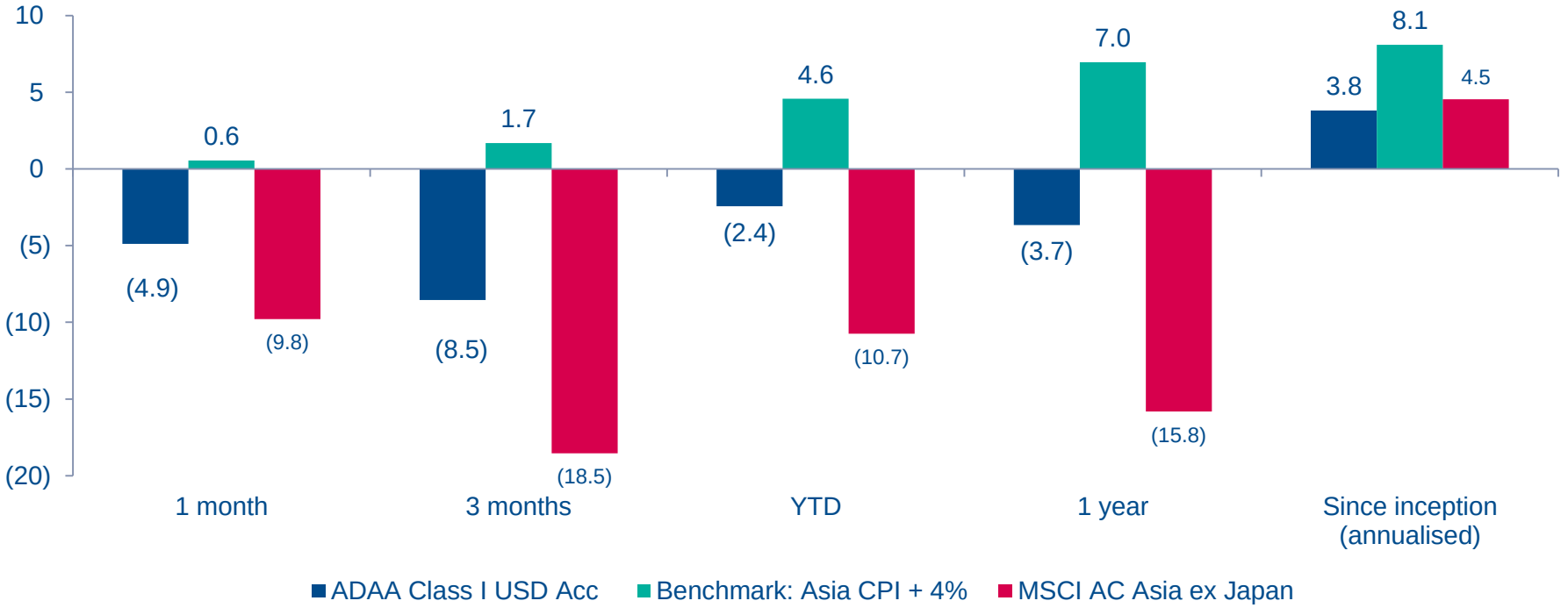
Current portfolio	% of NAV	Asset class sub-total (% of NAV)
Bonds		**7.1**
OECD government bonds	5.3	
Investment grade emerging market / Asian government bonds	1.7	
High yield global corporate bonds	0.1	
Equities		**63.9**
Asia Pacific ex Japan and Emerging Market Frontiers Fund	31.8	
Global ex Asia Pacific equities	32.1	
Global income multi assets		**2.1**
Cash and T bills		**26.9**
Alternatives (gold, etc.)		**-**
Total		**100%**

Source: Barings as at 31 Aug 2015

Baring Asia Dynamic Asset Allocation strategy (ADAA)

Performance as at 31 August 2015

Sharpe Ratio	
Since inception	0.52



Investment involves risk. Past performance is not a guide to future performance.

This is not an offer to sell or an invitation to apply for any product or service of Baring Asset Management and is by way of information only.

Since inception: 31 May 2012

Baring Asia Dynamic Asset Allocation I USD Acc gross up TER 1.21% p.a, original sourced from Morningstar with additional calculations, performance in USD.

Barings multi asset offerings

Product	International Dynamic Asset Allocation Strategy (IDAA)
Currency	USD
Approach	Global Multi-Asset Targeted Return strategy; conservative
Reference benchmark	Targeted Return: HK inflation plus 1% - 2% (i.e. target 6.5% p.a.). Targeted Risk: Volatility of returns less than 10% p.a.
Use of commodities	Not allowed
Use of high yield bonds (non-investment grade)	Not allowed
Leverage	Not allowed
Shorting	Not allowed
Lead investment manager	Khiem Do (Backed up by the Global Multi Asset Targeted Return team)
Means of investment	Segregated mandate

This strategy is not authorised by the HKSFC and is not for public sale in HK. Suggested targeted return is net of fee. Investment involves risk and returns are not guaranteed. Please do not make investment decisions based on this document alone.

International Dynamic Asset Allocation strategy (IDAA)

Representative portfolio asset allocation

- **Portfolio overall risk position:** medium
- **Latest portfolio action:** modestly added to risk assets in the August correction
- **Added exposure to risk assets in past month:** Added to developed markets equities, sourced from USD cash
- **Equity sub-portfolio:** Added to Europe, Japan and US. Still overweight Japan and Europe.

  Main focus in stock selection process is on companies which are leaders in their respective fields, with a solid business franchise and a long term track record in delivering profit growth, overlaid by selective cyclical and growth stocks
- **Fixed income sub-portfolio:** main emphasis is on capital preservation and, where it makes fundamental sense, incremental yield

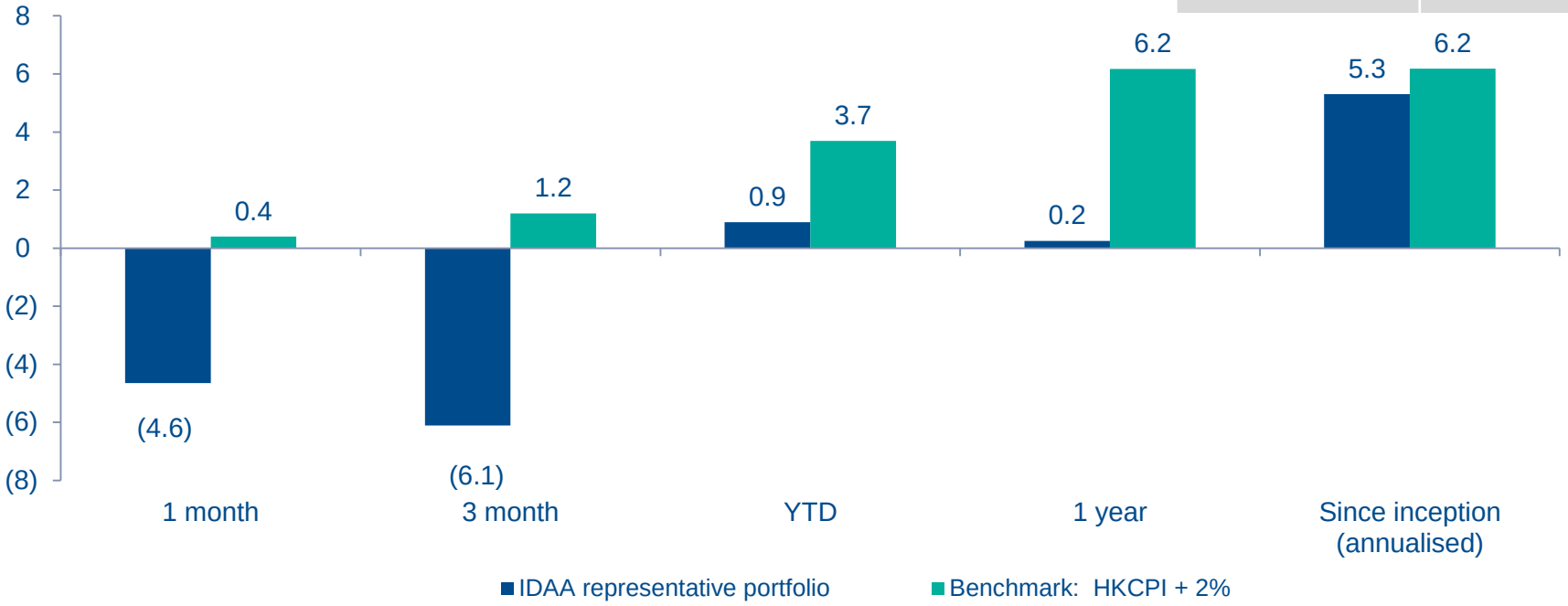
Current portfolio	% of NAV	Asset class sub-total (% of NAV)
Bonds		**19.6**
OECD government bonds	19.6	
Investment grade emerging market/ Asian government bonds	-	
Equities		**63.0**
Global ex Asia Pacific equities	50.3	
Asia Pacific ex Japan equities	12.7	
Cash and T bills		**17.4**
Alternatives	**-**	**-**
Total		**100%**

Source: Barings as at 31 Aug 2015

International Dynamic Asset Allocation strategy (IDAA)

Representative portfolio performance as at 31 August 2015

Sharpe Ratio	
Since inception	0.84



Investment involves risk. Past performance is not a guide to future performance. This is not an offer to sell or an invitation to apply for any product or service of Baring Asset Management and is by way of information only. Source: Barings, expressed in gross of management fees and USD term

The Multi Asset: Asia based Targeted Solutions: Global Tilt Composite does not have 36 monthly returns, 36 being the minimum number of observations required to calculate meaningful risk measures, as the Composite incepted on the 1st September 2013. The annualised arithmetic Sharpe Ratio displayed has therefore been calculated using annualised standard deviation based on weekly returns of a representative account within the Composite. This data must not been compared to Sharpe Ratios where the annualised standard deviation is based on monthly returns. For the purposes of the GIPS standards please treat this data as supplemental information to the Compliant Presentation for the Multi Asset: Asia based Targeted Solutions: Global Tilt Composite included with this presentation

Advisory solution

- Barings' multi asset team provides long-term returns forecast of key asset classes globally as well as short term tactical asset allocation directions
- Barings' 10 year risk/ return forecasts of major asset classes around the world has been deemed very useful to large institutions
- Our multi asset team's rigorous and disciplined scoring of economies and investment assets on a monthly basis has been much appreciated and used by large institutions, including sovereign wealth funds
- Barings has been acting as an "external CIO" to institutions around the world, including the Asia region
- We are currently advising on large mandates to institutions in Hong Kong, China, Taiwan and Korea

Barings multi asset team can be your strategic advisor

Risk management

Three areas of risk management

- Investment risk – portfolio management

- Operational risk – execution and settlement, Sentinel trade compliance system, counterparty oversight, third party due diligence

- Organisational risk – quantifying, managing and monitoring risks associated with processes, people and systems as well as from external events

Managing investment risk

1. Quantitative research Quantifying the risk drivers within the portfolio	2. Risk management Policing risk levels of the portfolio

Top-down portfolio analysis

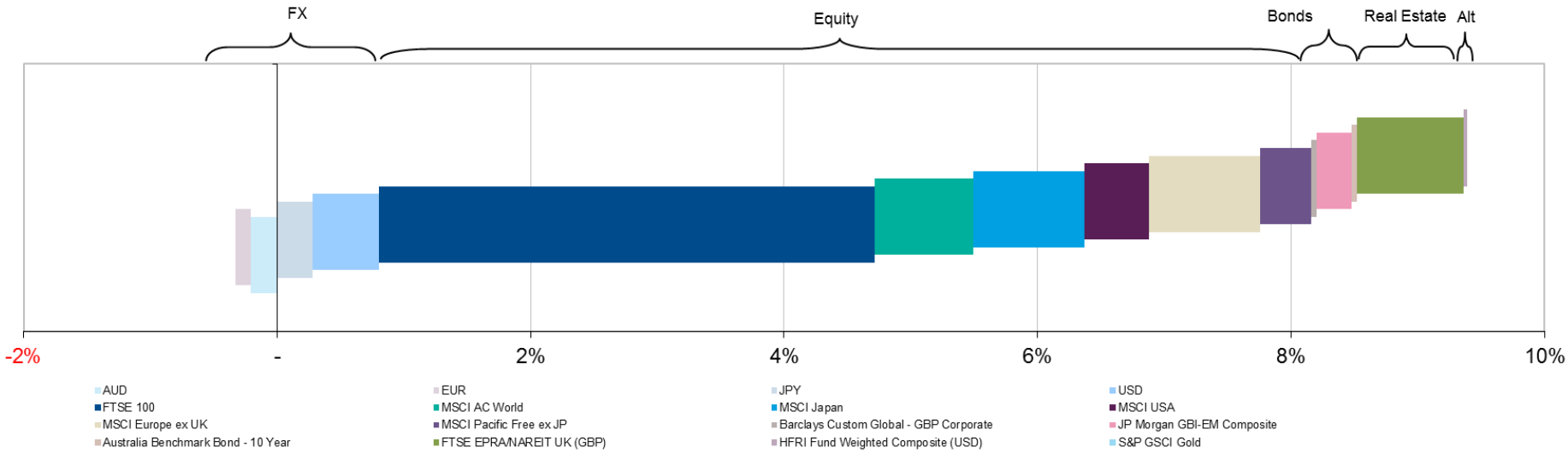
- Total portfolio risk – maximum of 85% equity risk
- Risk budgeting tool
  - Aggregate and disaggregate risks within the portfolio
  - Manually adjusting/ stressing correlations and volatilities
- Macro-sensitivity analysis – identify how the portfolio responds to changes in economic factors
- Stress testing – identify how the portfolio responds to different events (historic and potential)
- Value at risk and tail risk analysis – actual portfolio volatility
- Liquidity analysis

Bottom-up equity analysis

- Implied alpha – identify risk/ return expectations of portfolio holdings
- Style exposure analysis – style biases of equity holdings
- Macro-sensitivity analysis

Risk management
Decomposing the risk budget of a portfolio

Portfolio positions, by contribution to risk



The risk budget is decomposed according to conviction in positions

Source: Barings as at Dec 2013. NB: This analysis is based on the Dynamic Asset Allocation portfolio targeting Libor +4%
*Risk = standard deviation of annualised return from asset allocation derived from monthly historic volatilities and correlations in a five-year period ending 31 Dec 2013.

Risk management

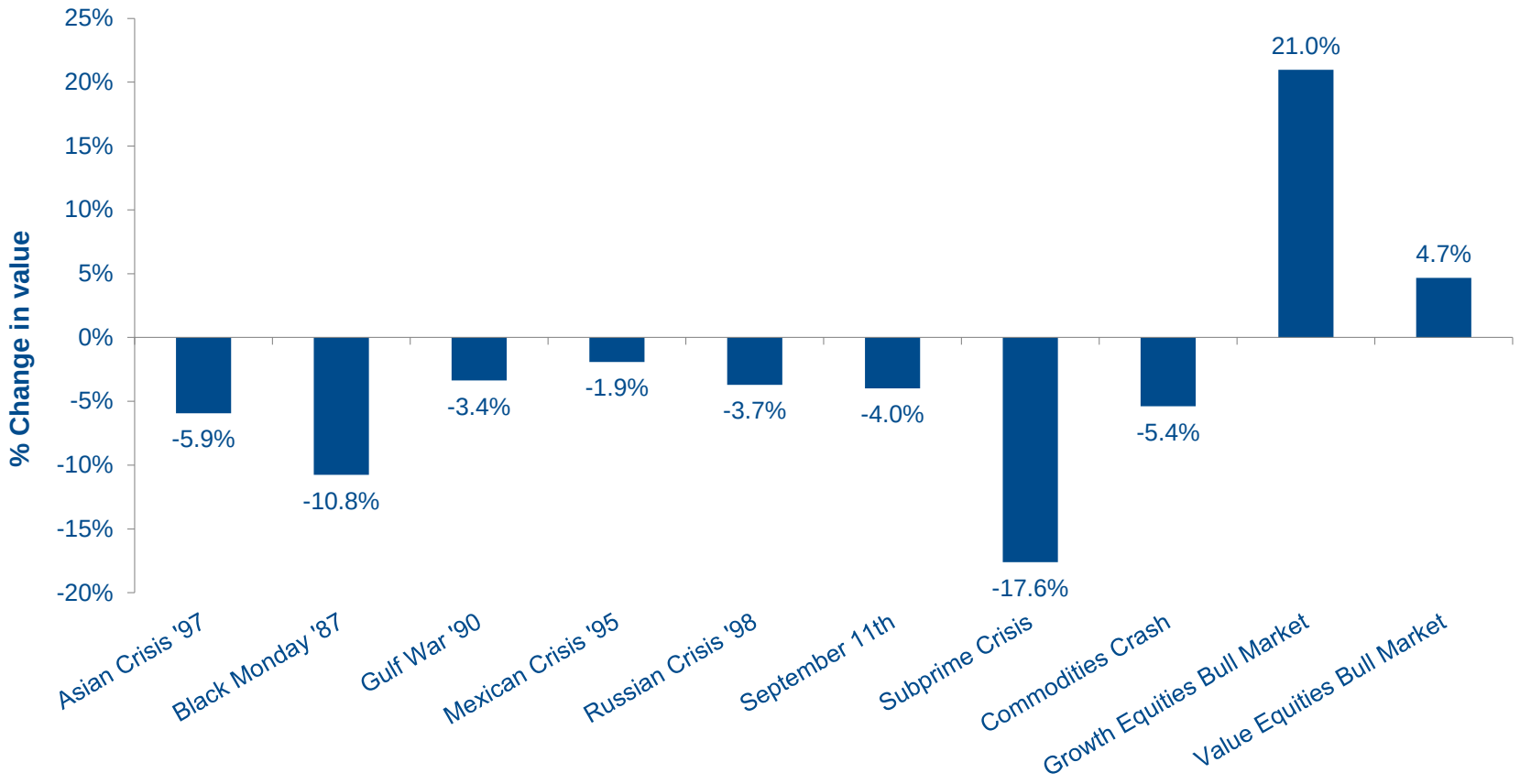
Sample of volatility control summary report

Multi asset funds' volatility summary control (weekly report)

	10 year monthly top down volatility							
Fund name	Fund vol.	Equity vol.	Relative to equity market volatility	Relative volatility internal limit	Calculated fund equity exposure including futures and delta adjusted options	Equity exposure limit	Base currency	Comparator equity index
A	12.18%	17.20%	**70.8%**	70%	62.0%		USD	MSCI AC Asia
B	9.66%	14.10%	**68.5%**	70%	67.1%		GBP	MSCI AC World
C	14.13%	16.56%	**85.3%**	85%	80.8%		USD	MSCI AC World
D	9.69%	16.51%	**58.7%**	85%	55.5%		HKD	MSCI AC World
E	9.55%	14.10%	**67.7%**	80%	55.6%		GBP	MSCI AC World

Source: Barings as at May 2014

Risk management
Sample of portfolio stress test



Shocking the portfolio with sudden falls in key markets to quantify potential drawdowns in portfolio

Source: Barings, as at 24 Sep 2014

Risk management
Sample of VaR risk control (daily report)

Daily VaR risk control report

	Fund A	Fund B	Fund C	Fund D	Fund E
Fund VaR	6.19%	4.16%	8.08%	3.47%	3.96%
Benchmark/ notional fund VaR	4.59%	4.17%	7.79%	4.76%	4.17%
Relative VaR	**135.05%**	**99.67%**	**103.72%**	**72.92%**	**94.95%**
BAM limit	**150.0%**	**120.0%**	**150.0%**	**160.0%**	**120.0%**
Fund expected shortfall	8.10%	5.27%	9.90%	3.80%	5.01%
Futures exposure	0.00%	13.66%	16.34%	0.00%	7.24%
Limit	**30%**	**30%**	**30%**	**30%**	**30%**
Sum of notionals	5%	37%	29%	0%	34%
Sum of notionals limit	25%	100%	50%	100%	-
Commitment leverage	0%	1%	9%	0%	0%
Commitment leverage limit	**-**	**20%**	**-**	**-**	**100%**

All VaR numbers 99% 10 day from risk metrics except where stated

Source: Barings, May 2014

Summary

Our proven investment approach

- Well-defined investment philosophy and process
- Robust controls and risk management

Our experienced multi asset team

- Average of more than 10 years' industry experience
- Proven track record, dedication and 11 years' experience managing Dynamic Asset Allocation portfolios
- Able to deliver equity-like returns with bond-like volatility for more than a decade

Our willingness to share

- Flexible and accommodative to your information sharing needs
- Ad-hoc and regular portfolio and asset allocation reviews
- Regional and global conferences

Our strong commitment

- Comprehensive and accommodating client service
- Access to Barings' Asia Management Committee

Barings is committed to being your long term strategic partner



Appendix

Choosing the best investments pragmatically

- Direct equities, direct bonds, in-house funds and third party funds
- No obligation to buy Barings' funds
- No double charging on Barings' funds – 100% rebate of AMC on long-only funds
- Large, liquid third party funds for specialist equity, bonds, alternatives and properties
- Index funds for shorter term allocations or where alpha is less likely

Simple and transparent building blocks

Third party fund selection: aims

- Sourcing appropriate liquidity for each asset class
- Diverse sources of alpha, differentiated by investment processes and managers
- Investigating opportunity set of passive instruments; for example, futures, index funds, ETFs
- Ongoing monitoring of funds which are currently in the portfolio
- Ad-hoc research requests for potential new asset classes

Core activity for DAA Fund: approximately one-third of assets in third party funds

Baring Multi Asset Targeted Return
Composite performance as at 31 Dec 2014

Composite Performance

Composite	Multi Asset: GBP Inflation / Cash Targeted Solutions: High Return		
Returns	Gross Performance	**Composite Inception**	31-Dec-99
Reporting Currency	GBP	**Composite Creation**	Apr-06
Date	31-Dec-14	**Composite Mnemonic**	SUP20
Primary Benchmark	RPI + 4.5%		

Calendar Periods

Year	Returns		Comparative Benchmark Returns		Composite Accounts (at year end)	Composite Assets (Millions)	Dispersion*			'Firm' Assets (Millions)	% of 'Firm' Assets	3 Year Standard Deviation (Ann.)**			
	Composite Gross	Benchmark	Benchmark 2	Benchmark 3			High	Median	Low			Composite	Benchmark	Benchmark 2	Benchmark 3
2014	4.54	6.98	6.53	4.55	9	4,363.29	6.04	5.35	4.30	22,316.70	19.55%	4.57	0.13	0.20	0.09
2013	8.68	7.68	7.68	4.52	11	10,688.35	11.27	9.87	8.37	31,736.72	33.68%	4.74	0.28	0.26	0.08
2012	6.17	7.85	7.97	4.92	13	7,417.12	8.81	6.22	3.63	31,869.43	23.27%	5.02	0.25	0.22	0.06
2011	1.79	9.93	9.71	4.92	22	5,089.58	2.69	-2.00	-3.64	28,608.49	17.79%	7.12	0.75	0.29	0.11
2010	11.02	9.33	8.45	4.77	48	3,881.25	15.28	12.71	10.06	32,256.19	12.03%	9.55	0.70	0.26	0.64
2009	21.31	3.95	7.28	5.29	32	2,627.00	25.91	22.40	17.74	28,907.56	9.09%	9.35	0.67	0.27	0.64
2008	-8.80	8.67	8.79	9.89	18	1,679.66	-4.86	-15.72	-21.76	22,605.10	7.43%	8.23	0.24	0.24	0.22
2007	8.86	8.99	7.44	10.41	22	1,071.38	12.09	6.36	1.29	27,687.71	3.87%	6.20	0.21	0.10	0.20
2006	12.18	7.83	7.45	9.10	21	595.57	12.85	10.73	9.01	21,365.35	2.79%	5.83	0.13	0.14	0.10
2005	20.31	7.46	7.15	9.00	19	428.54	22.04	19.82	16.30	20348.16	2.11%	7.55	0.08	0.11	0.16

Past performance is not a guide to future performance
Please use this report in conjunction with the attached disclosures

*The highest, lowest and median Gross of Fees annual return of all portfolios that were included in the composite for the entire year are presented as a measure of dispersion. If Dispersion displays N/A, no single constituent in the composite for full calendar year.

** If 3 year annualised ex post Standard Deviation is not shown, there are not 36 monthly Composite or Benchmark returns available since the inception of the Composite, inception of the Benchmark, or the inception of the firm. Standard Deviation is calculated using Gross of Fee returns. Returns for periods of less than one year are not annualised.

FIRM DEFINITION

For the purpose of GIPS compliance, the "Firm" is defined as the investment firm Baring Asset Management Limited (and its relevant subsidiaries which are registered with the appropriate regulatory authorities to undertake investment business in those jurisdictions in which they operate). Baring Asset Management Korea Limited, a wholly owned subsidiary of Baring Asset Management (Asia) Limited, which is in turn a wholly owned indirect subsidiary of Baring Asset Management Limited, is excluded from the Firm definition.

CHANGES TO FIRM DEFINITION

Prior to 20th December 2012, Baring Asset Management LLC was also included within the definition of the GIPS Firm. It was removed with effect from 20th December 2012, the reason being at that date it deregistered from the United States SEC, having assigned all of its clients to Baring International Investment Limited, a wholly owned subsidiary of Baring Asset Management Limited. At 31st December 2010, Baring Asset Management Inc. changed its Corporate Structure and became Baring Asset Management LLC, conducting the same business as Baring Asset Management Inc., which had been included in the GIPS Firm prior to 31st December 2010.

On 28th March 2013, Baring Asset Management (Asia) Limited acquired SEI Asset Korea Co., Ltd, a Korean Investment Management Company, which was renamed Baring Asset Management Korea Limited. Baring Asset Management Korea Limited is excluded from the definition of the "Firm" which has previously included all direct and indirect subsidiaries of Baring Asset Management Limited. Baring Asset Management Korea Limited claims compliance with the GIPS standards.

SIGNIFICANT EVENT

At 27th May 2011 the Private Client Business, comprising both Onshore and Offshore private clients was sold to SG Hambros. As of this date all Private Client portfolios were excluded From the "Firm" as defined herein. This is disclosed as a significant event for the purposes of the GIPS standards.

CLAIM OF COMPLIANCE

The firm as defined herein claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. The firm as defined herein has been independently verified for the periods from 1st July 1999 to 31st December 2013. The verification reports are available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Inception of the Firm is 1st July 1999. A complete list and description of all composites is available on request by sending an e-mail to gips@barings.com.

	Name	Description
Benchmark 1	RPI + 4.5%	UK Retail Price Index Plus 4.5%
Benchmark 2	UK CPI +5%	UK Consumer Price Index Plus 5%
Benchmark 3	3 month LIBOR +4%	3 Month London Inter Bank Offer Rate +4% per annum

Baring Multi Asset Targeted Return
Composite performance as at 31 Dec 2014

Composite Multi Asset: GBP Inflation / Cash Targeted Solutions: High Return
The "Firm" as defined herein is the international business operating under the brand name "Barings", Baring Asset Management Korea Limited, the Korean Domestic business, is a separate firm for GIPS purposes. Performance results are total, time-weighted and calculated monthly. Gross-of-fee performance results are presented before management and custody fees but after transaction costs and non-reclaimable foreign withholding taxes. Net-of-fee performance results are presented after management fees, transaction costs and non-reclaimable foreign withholding taxes but before custody fees. The actual returns will be reduced by the investment management (advisory) fees and other expenses. The Composite may contain portfolios with returns in different currencies to that of the Compliant Presentation, that have been converted into the currency of the Compliant Presentation.

The Baring Asset Management pricing policy (or the relevant Fund Administrator pricing policy) is applied to funds in this Composite. These policies include provision that where markets are closed due to holidays or political events, the prices of securities in that market may be adjusted. This may on occasion cause differences to the valuation sources used by the benchmark, and to other funds in the Composite. From 1st October 2012 the minimum portfolio size for inclusion in any Composite is set as £1,000,000. For Private Client Portfolios the minimum portfolio size for inclusion in any Composite was £250,000 prior to 27th May 2011.

The Composite is comprised of multi asset accounts managed for Sterling based clients, which can invest across a broad spectrum of assets with a targeted return. The investment strategy is to take an extended degree of risk in order to seek to achieve a return in line with the accounts investment objectives. Some accounts within the composite are permitted to use derivatives for efficient portfolio management and investment purposes. With effect from 1st April 2007 the Composite was renamed from 'Multi Asset Targeted Solutions GBP RPI +4.5% to + 5.5%'. Prior to 1st July 2006 the Composite was named 'Extended Risk Solutions GBP'. To be included in the composite, each account must be managed with a similar mandate for at least one full month.

Net-of-fee performance for the Firm is calculated at the constituent account level and deducted monthly using actual client fee schedules. Investment Trusts, Mutual Funds, other Common Investment Funds may apply a "Model Fee", deducted monthly. UK based Onshore and Offshore Funds* apply the Institutional Share Class flat fee rate, to which rebates may also apply, therefore this was the maximum fee payable by Institutional Investors in the fund. Where an Institutional Share Class is not available, a model fee may also be assigned based on the Institutional Share Class for a fund following the same strategy, the fee rate of another share class, or the highest fee rate in the equivalent institutional fee scale for the strategy. For North American commingled funds the fee applied was the maximum payable by participants in the fund prior to 1st January 2012, and a fee weighted by the rate paid by each participant in the fund from 1st January 2012. Composite net-of-fee performance reflects the weighted average of constituent account net-of-fee returns. *Compliant Presentations previously reflected a different approach to model fees for UK based Onshore and Offshore Funds, now replaced for all periods by the approach detailed above. That approach was to base the model fee prior to 1st January 2012 on the equivalent standard institutional Fee Scale, which was the maximum fee scale that Institutional clients would be charged for this product. Rebates apply to any Institutional clients invested in Common Investment Funds; therefore after rebates were applied this was the maximum fee scale payable by segregated Institutional Clients investing in this Composite Strategy.

Where performance fee arrangements exist the actual fee paid is applied. Where performance fees are billed annually, in between billing dates the base fee is applied, applying the performance fee for the entire period at the point that it becomes due. The Composite includes a Commingled Vehicle. For the Commingled Vehicle, Net of fees performance for inclusion in the Composite reflects the deduction of the highest applicable management fee ("Model Net Fee") that would be charged based on the fee schedule appropriate to you for this mandate. Please be advised that the Commingled Vehicle may include other participants that are subject to management fees that are inapplicable to you but are in excess of the Model Net Fee. Therefore, the actual performance of all the participants in the Commingled Vehicle on a net-of-fees basis will be different, and may be lower, than the Model Net Fee performance. However, such Model Net Fee performance is intended to provide the most appropriate example of the impact management fees would have by applying management fees relevant to you to the gross performance of the Commingled Vehicle.

Based on the above and taking into account individual client fee arrangements the fee deducted over the last 12 months to the stated reporting date for the composite was 0.52%. From 1st April 2004 to 31st March 2013, accounts in the Composite whose performance was based on Barings Internal Valuation used Temporary New Accounts to process Significant Cash Flows equal to or greater than 10% of the Portfolio. From 1st April 2011 to 31st October 2011 Baring Offshore and Onshore Funds in the Composite used Temporary New Accounts to process Significant Cash Flows equal to or greater than 10% of the Portfolio, no level of significance was defined for Baring Offshore and Onshore Funds accounts outside of these dates. From 1st April 2004 to 31st March 2013 Portfolios in the Composite whose performance is derived from an externally calculated NAV/Source had no Significant Cash Flow level defined. From 1st April 2004 to 31st March 2013 Institutional Charities in the Composite without the facility to use Temporary New Accounts were removed from the Composite if they experienced a Significant Cash Flow equal to or greater than 10% of the portfolio. From 1st April 2004 to 30th April 2011 Private Client Portfolios in the Composite were removed from the Composite if they experienced a Significant Cash Flow equal to or greater than 20% of the portfolio. From 1st April 2013 no accounts in the Composite had a level of significance defined for cash flows. A significant cash flow is defined as a single flow. Prior to 1st January 2012 a series of flows over a calendar month was also classed as a Significant Cash Flow. In the event it is not operationally possible to use a Temporary New Account to process a flow qualifying as a Significant Cash Flow, a qualifying account under the policy would be removed from the Composite from September 2010. No Account would be removed from a Composite if it was the only
account in the Composite, this was discontinued with effect from December 2012.

The Composite contains at least one fund valued using midday GMT prices and exchange rates calculated by the Fund Administrator. This may on occasion cause differences to the valuation and exchange rate sources used by the benchmark, and to other funds in the Composite. At 31st March 2011, the valuation basis for midday valued funds changed to a close of business price in each market, using the 4pm WM/Reuters exchange rate. The valuation was calculated by the Fund Administrator. From 1st April 2011 the valuations will continue to be valued on a close of business basis, using BAM's internal valuation system.

On January 1st 2003 the investment business of Barings (Guernsey) Limited was re-contracted to Baring Asset Management (C.I.) Limited, a legal subsidiary of Baring Asset Management Limited. The Barings (Guernsey) Limited portfolios included in this composite were therefore not contracted legally to BAM Ltd before January 1st 2003, the track record however is portable for GIPS purposes. This performance is representative of Baring Asset Management's fully discretionary management capabilities. All similar mandates would be managed by the same team following the same philosophy and process.

As at the reporting date 3 portfolios reinvests capital gains and part of income is paid away and the remainder is reinvested, 2 portfolios reinvests capital gains and but not income and 4 portfolios reinvest capital gains and income, (including dividends and other earnings).

The CPI & RPI calculations are based on the compounded monthly returns derived from each months quoted annual CPI/RPI figure. This composite may include performance from certain funds that are not offered in the US and not available to US residents. Some portfolios run according to Baring Asset Management's Multi Asset: GBP Inflation / Cash Targeted Solutions: High Return strategy, have on occasion, used equity index futures, Index call options, & Index put options, for the purpose of adjusting asset exposure, asset allocation, liquidity and efficient portfolio management. Leveraged strategies have not been employed. Certain Futures Contracts trade after the market close, and are priced after the market close for valuation purposes. This may on occasion cause differences in value due to the valuation timing used by the benchmark.

The individual portfolios within the composite have the following current target objectives: 3mth LIBOR +3%, 3mth LIBOR +4%; CPI +5%; RPI +4% (net of fees), RPI +4.5%.

Asia-based targeted solutions: global tilt
Composite performance as at 31 Dec 2014

Composite Performance

Composite	Multi Asset: Asia based Targeted Solutions: Global Tilt		
Returns	Gross Performance	Composite Inception	31-Aug-13
Reporting Currency	HKD	Composite Creation	Oct-13
Date	31-Dec-14	Composite Mnemonic	COM0629
Primary Benchmark	HKCPI +2.0%		

Calendar Periods

Year	Returns		Composite Accounts (at year end)	Composite Assets (Millions)	Dispersion*			'Firm' Assets (Millions)	% of 'Firm' Assets	3 Year Standard Deviation (Ann.)**	
	Composite Gross	Benchmark			High	Median	Low			Composite	Benchmark
2014	3.29	6.51	1	639.02	3.29	3.29	3.29	269,847.91	0.24%	N/A	N/A
From 31-Aug-13 to 31-Dec-13	7.14	2.10	1	426.23	N/A	N/A	N/A	407,567.66	0.10%	N/A	N/A

Past performance is not a guide to future performance
Please use this report in conjunction with the attached disclosures

*The highest, lowest and median Gross of Fees annual return of all portfolios that were included in the composite for the entire year are presented as a measure of dispersion. If Dispersion displays N/A, no single constituent in the composite for full calendar year.

** If 3 year annualised ex post Standard Deviation is not shown, there are not 36 monthly Composite or Benchmark returns available since the inception of the Composite, inception of the Benchmark, or the inception of the firm. Standard Deviation is calculated using Gross of Fee returns. Returns for periods of less than one year are not annualised.

FIRM DEFINITION

For the purpose of GIPS compliance, the "Firm" is defined as the investment firm Baring Asset Management Limited (and its relevant subsidiaries which are registered with the appropriate regulatory authorities to undertake investment business in those jurisdictions in which they operate). Baring Asset Management Korea Limited, a wholly owned subsidiary of Baring Asset Management (Asia) Limited, which is in turn a wholly owned indirect subsidiary of Baring Asset Management Limited, is excluded from the Firm definition.

CHANGES TO FIRM DEFINITION

Prior to 20th December 2012, Baring Asset Management LLC was also included within the definition of the GIPS Firm. It was removed with effect from 20th December 2012, the reason being at that date it deregistered from the United States SEC, having assigned all of its clients to Baring International Investment Limited, a wholly owned subsidiary of Baring Asset Management Limited. At 31st December 2010, Baring Asset Management Inc. changed its Corporate Structure and became Baring Asset Management LLC, conducting the same business as Baring Asset Management Inc., which had been included in the GIPS Firm prior to 31st December 2010.

On 28th March 2013, Baring Asset Management (Asia) Limited acquired SEI Asset Korea Co., Ltd, a Korean Investment Management Company, which was renamed Baring Asset Management Korea Limited. Baring Asset Management Korea Limited is excluded from the definition of the "Firm" which had previously included all direct and indirect subsidiaries of Baring Asset Management Limited. Baring Asset Management Korea Limited claims compliance with the GIPS standards.

SIGNIFICANT EVENT

At 27th May 2011 the Private Client Business, comprising both Onshore and Offshore private clients was sold to SG Hambros. As of this date all Private Client portfolios were excluded From the "Firm" as defined herein. This is disclosed as a significant event for the purposes of the GIPS standards.

CLAIM OF COMPLIANCE

The firm as defined herein claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. The firm as defined herein has been independently verified for the periods from 1st July 1999 to 31st December 2013. The verification reports are available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Inception of the Firm is 1st July 1999. A complete list and description of all composites is available on request by sending an e-mail to gips@barings.com.

	Name	Description
Benchmark 1	HKCPI +2.0%	Hong Kong Consumer Price Index Plus 2%

Asia-based targeted solutions: global tilt
Composite performance as at 31 Dec 2014

Composite Multi Asset: Asia based Targeted Solutions: Global Tilt

The "Firm" as defined herein is the international business operating under the brand name "Barings", Baring Asset Management Korea Limited, the Korean Domestic business, is a separate firm for GIPS purposes.

Performance results are total, time-weighted and calculated monthly. Gross-of-fee performance results are presented before management and custody fees but after transaction costs and non-reclaimable foreign withholding taxes. Net-of-fee performance results are presented after management fees, transaction costs and non-reclaimable foreign withholding taxes but before custody fees. The actual returns will be reduced by the investment management (advisory) fees and other expenses. The Composite may contain portfolios with returns in different currencies to that of the Compliant Presentation, that have been converted into the currency of the Compliant Presentation.

The Baring Asset Management pricing policy (or the relevant Fund Administrator pricing policy) is applied to funds in this Composite. These policies include provision that where markets are closed due to holidays or political events, the prices of securities in that market may be adjusted. This may on occasion cause differences to the valuation sources used by the benchmark, and to other funds in the Composite.

From 1st October 2012 the minimum portfolio size for inclusion in any Composite is set as £1,000,000. For Private Client Portfolios the minimum portfolio size for inclusion in any Composite was £250,000 prior to 27th May 2011.

The Composite is comprised of multi asset accounts investing on a global basis, which can invest across a broad spectrum of assets on an absolute return basis. Accounts within the Composite are denominated in Hong Kong Dollars, which is currently "pegged" to the USD. Investing in derivatives is not permitted with the exception of forward contracts for currency hedging. The currency hedging must be limited to solely protecting the portfolios from loss due to downward currency movements. Currency hedging for speculative purposes is not permitted. Investing in commodities and debt instruments with the credit rating below investment grade is not permitted. Investing more than 20% in the emerging markets is not permitted. The accounts should not, without authority of the client, invest in closed-ended investment company equities or in the shares of the Growth Enterprises Market in Hong Kong. Funds within the Composite are allowed to take up to 70% of Global Equity Benchmark risk.

To be included in the composite, each account must be managed with a similar mandate for at least one full month.

Net-of-fee performance for the Firm is calculated at the constituent account level and deducted monthly using actual client fee schedules. Investment Trusts, Mutual Funds, other Common Investment Funds may apply a "Model Fee", deducted monthly. UK based Onshore and Offshore Funds* apply the Institutional Share Class flat fee rate, to which rebates may also apply, therefore this was the maximum fee payable by Institutional Investors in the fund. Where an Institutional Share Class is not available, a model fee may also be assigned based on the Institutional Share Class for a fund following the same strategy, the fee rate of another share class, or the highest fee rate in the equivalent institutional fee scale for the strategy. For North American commingled funds the fee applied was the maximum payable by participants in the fund prior to 1st January 2012, and a fee weighted by the rate paid by each participant in the fund from 1st January 2012. Composite net-of-fee performance reflects the weighted average of constituent account net-of-fee returns. *Compliant Presentations previously reflected a different approach to model fees for UK based Onshore and Offshore Funds, now replaced for all periods by the approach detailed above. That approach was to base the model fee prior to 1st January 2012 on the equivalent standard institutional Fee Scale, which was the maximum fee scale that Institutional clients would be charged for this product. Rebates apply to any Institutional clients invested in Common Investment Funds; therefore after rebates were applied this was the maximum fee scale payable by segregated Institutional Clients investing in this Composite Strategy.

Based on the above and taking into account individual client fee arrangements the fee deducted over the last 12 months to the stated reporting date for the composite was 0.50%.

As at the reporting date all portfolios in the composite reinvest capital gains and income (including dividends and other earnings).

Each monthly return for the CPI/RPI is calculated on an average of the monthly rate over the prior 12 months.

From Inception all portfolios in the Composite used Temporary New Accounts to process Significant Cash Flows equal to or greater than 10% of the Portfolio. A significant cash flow is defined as a single flow. In the event it is not operationally possible to use a Temporary New Account to process a flow qualifying as a Significant Cash Flow, a qualifying account under the policy would be removed from the Composite

Important information

This document is issued by Baring Asset Management (Asia) Limited. This document is intended for receipt solely by persons who are professional investors/advisers and must not be circulated or distributed to any other persons. The information in this document does not constitute investment, tax, legal or other advice or recommendation or, an offer to sell or an invitation to apply for any product or service of Baring Asset Management. We reasonably believe that the information contained herein is accurate as at the date of publication. The information and any opinions expressed herein may change at any time. This document must not be used, or relied on, for purposes of any investment decisions. Baring Asset Management group and its affiliates/staff may own or have positions in any investment mentioned herein or any investment related thereto and from time to time add to or dispose of any such investment. This document may include forward looking statements which are based on our current opinions, expectations and projections as of the date on the cover hereof. We undertake no obligation to update or revise any forward-looking statements. Actual results could differ materially from those anticipated in the forward-looking statements.

Investment involves risks. Past performance is not a guide to future performance. Investors should read the offering documents for details and the risk factors. Investors should not only base on this document alone to make investment decision. This document has not been reviewed by the Securities and Futures Commission of Hong Kong.

Research Material

Baring Asset Management only produces research for its own internal use. Where details of research are provided in this document it is provided as an example of research undertaken by Baring Asset Management and must not be used, or relied upon, for the purposes of any investment decisions. The information and opinions expressed herein may change at anytime.

For data sourced from Morningstar: © Morningstar, Inc. all rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

An S&P Fund Management Rating represents an opinion only and should not be relied on when making an investment decision. “S&P” and “Standard & Poor’s” are trademarks of The McGraw-Hill Companies, Inc. Copyright 2013 © Standard & Poor’s Financial Services LLC.