



Fidelity Asian Values PLC

Half-Yearly Report

For the 6 months ended 31 January 2011

Managed by



Contents

Investment Objective & Performance Summary	1
Summary of Results	2
Half-Yearly Report	3
Directors' Responsibility Statement	6
Twenty Largest Investments	7
Financial Statements	10
Investor Information	21
Directory	22
Warning to Shareholders – "Boiler Room" Scams	23



Investment Objective & Performance Summary

The investment objective of the Company is to achieve long term capital growth through investment principally in the stock markets of the Asian Region (excluding Japan).

Performance (on a total return basis)

	Six months to 31 January 2011
Net asset value ("NAV") per share – undiluted	+19.6%
NAV per share – diluted	+16.5%
Ordinary share price	+17.5%
MSCI All Countries (Combined) Far East Free ex Japan Index – sterling adjusted	+15.4%

Standardised performance (on a total return basis %)

	Year to 31/01/07	Year to 31/01/08	Year to 31/01/09	Year to 31/01/10	Year to 31/01/11
NAV per share – undiluted	+8.7	+19.4	-31.6	+72.7	+33.5
NAV per share – diluted	+11.3	+19.4	-31.6	+72.7	+29.9
Share price	+6.7	+20.8	-28.5	+68.3	+30.3

Sources: Fidelity and Datastream

Past performance is not a guide to future returns

Summary of Results

	31 January 2011	31 July 2010	% change
Assets			
Total assets employed ¹	£150.5m	£122.9m	+22.5
Shareholders' funds	£141.2m	£117.2m	+20.5
NAV per share – undiluted	229.77p	192.19p	+19.6
NAV per share – diluted ²	223.58p	191.99p	+16.5
Borrowings as % of shareholders' funds	6.6%	4.9%	
Borrowings less cash as % of shareholders' funds	4.6%	3.8%	

Stock market data

MSCI All Countries (Combined) Far East Free ex Japan Index ³		329.33	287.48	+15.4%
Ordinary share price	period end	206.50p	175.75p	+17.5%
	high	213.00p	189.00p	
	low	174.00p	136.75p	
Discount to NAV – undiluted	period end	10.1%	8.6%	
	high	11.3%	13.7%	
	low	7.5%	2.8%	
Discount to NAV – diluted	period end	7.6%	8.5%	
	period end	32.50p	19.00p	
	high	38.80p	31.50p	
	low	16.30p	19.00p	

Returns for the six months to 31 January	2011	2010
Capital return per ordinary share – undiluted	38.03p	21.72p
Revenue (loss)/return per ordinary share – undiluted	(0.24p)	0.16p

Total returns⁴ for the six months to 31 January	2011	2010
NAV per share – undiluted	+19.6%	+14.5%
Ordinary share price	+17.5%	+12.1%
MSCI All Countries (Combined) Far East Free ex Japan Index ²	+15.4%	+8.2%

1 total assets less current liabilities, excluding loan liability

2 the diluted NAV is reported since the NAV of each of the Company's ordinary shares exceeds the subscription share exercise price. Hence if the subscription shares had converted into ordinary shares at the period end date, the NAV per ordinary share would have been diluted

3 total return index, sterling adjusted

4 includes reinvested income

PERFORMANCE

For the six months to 31 January 2011, the Company's net asset value registered double-digit returns and significantly outperformed its benchmark. The Company returned 19.6%, compared with 15.4% for the benchmark MSCI All Countries (Combined) Far East ex Japan Index. (All figures in sterling terms and on a total return basis).

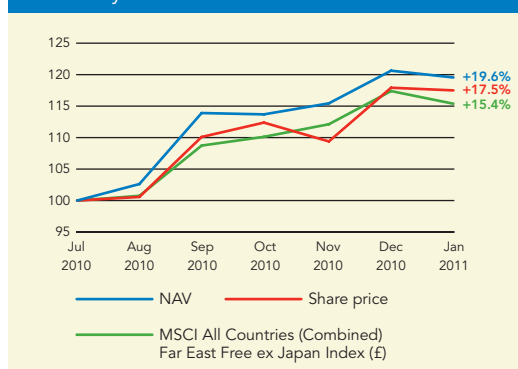
MARKETS

Far East Pacific ex Japan equities advanced strongly over the six-month review period. Strong foreign inflows characterised the period, indicating demand for growth-oriented securities in the region. Investor sentiment was boosted by the announcement of a second round of quantitative easing in the US and renewed strength in global recovery. There were positive earnings from Asian companies which drove share prices higher. Meanwhile, investors also kept a watch on the escalating sovereign debt crisis in the Eurozone and geopolitical tensions in the Korean peninsula. While investors were concerned about rising inflation they chose to focus on broader monetary policy, which remained largely accommodative. All sectors advanced with energy and industrials in the forefront of gains, while telecommunications and utilities lagged.

Macroeconomic data for the quarter ending December was positive. China's industrial production, retail sales, and fixed asset investment remained robust and surpassed consensus expectations. Growth in industrial output supported expansion in Singapore and South Korea. Inflation in China, Indonesia, Korea, Malaysia, Taiwan, and Thailand escalated during the fourth quarter; central banks in China, Taiwan,

and Korea raised interest rates in response. With the exception of Singapore, export growth in Asia ex Japan countries accelerated in November. The combined exports of China, Korea, Singapore, Taiwan, and Thailand (accounting for three quarters of the region's total) rose by 7.3% month-on-month on a seasonally adjusted basis, versus 3.3% in October and a 0.6% decline in September.

Total return performance for the six months to 31 January 2011



Sources: Fidelity and Datastream

PORTFOLIO REVIEW

The portfolio's overweight in consumer discretionary was beneficial. The position in SJM Holdings, a Macau-based casino operator, and retail supply chain manager Li & Fung were among the top contributors to relative returns. While the former benefited from an increase in earnings, the latter's acquisitions were endorsed by investors. Meanwhile, overall security selections within financials were positive. Not holding a stake in China Life Insurance enhanced value against the backdrop of dwindling market share, slow premium growth and an uncertain outlook for the

equity markets which contribute to its earnings. Selected high conviction positions also contributed to relative performance. Notably, a holding in Thailand-based Krung Thai Bank bolstered performance on account of better-than-expected profits and expectations that strong economic growth could help boost lending at higher margins. The overweight in information technology, in particular electronic equipment manufacturers such as Samsung Electronics, and non-exposure to telecommunications names were also positive for performance. Conversely, the overweight stance in China Merchants Bank eroded value given the tough operating environment. Additionally, share prices in car and battery producer BYD Company declined because of a fall in vehicle sales. Elsewhere, non-exposure to smartphone manufacturer HTC hurt relative performance as share prices surged in response to a sharp rise in earnings.

The portfolio continues to focus on research driven bottom-up stock picking. Companies throughout the region face a diverse set of challenges and opportunities with rapidly rising inflation and restrictive monetary and regulatory policy environment on the one hand, and increased focus on infrastructure and capacity building on the other. Moreover, with consumption growth likely to remain strong, the Manager has increased exposure to consumer discretionary and industrials. Conversely, the exposure to shares in financials and energy was decreased to reflect slow growth expectations.

As companies and regional government embark on infrastructure and capacity expansion, the Manager increased the holdings in machinery and construction and civil engineering firms. The Manager

introduced a holding in South Korean ship builder Hyundai Heavy Industries given the strong outlook for demand from offshore oil exploration industry and robust growth in non-shipping divisions. The Manager also bought new positions in Malaysia-based industrial groups in anticipation of benefits from the Economic Transformation Plan announced by the government. The holding in Ekovest Berhad reflects this conviction as the firm has extensive experience working with government bodies. Within consumer discretionary, the Manager bought casino and resorts operator Genting (Singapore) which benefits from rising consumer spending in the region. He also bought a stake in Brilliance China Automotive Holdings which is a luxury car distributor and is not likely to be impacted by the ongoing banking restrictions. Meanwhile, the Manager sold a position in Singapore-based bank DBS Group Holdings in absence of any growth catalysts and increased competition. Furthermore, he also offloaded the stake in China Overseas Land and Investment given a lack of demand amid rising regulatory restrictions on the property sector.

OUTLOOK FOR THE REGION

Loose monetary policies and increasing money supply in the west are making their way into South East Asia, attracted by higher relative growth, which is resulting in rising asset prices and inflationary pressures. This, in turn, could lead to short-term corrections in equity valuations. Nevertheless, healthy financial systems, robust domestic demand, low debt levels and high savings rates are all likely to support a multi-year growth cycle in Asia. Moreover, recent economic data, including industrial production and consumption, have also created room for local central

banks to further tighten their monetary policy. Given this environment, a bottom-up stock picking approach is most suitable to identify companies that have the potential to deliver strong long-term growth.

PRINCIPAL RISKS AND UNCERTAINTIES

The Board believes that the principal risks and uncertainties faced by the Company continue to fall in the following categories; market risks, performance risks, income-dividends risks, share price risks, gearing risks and control systems risks. Information on each of these is given in the Business Review section of the Annual Report for the year ended 31 July 2010.

GOING CONCERN

The Board receives regular reports from the Manager and the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements as outlined in the Annual Report for the year ended 31 July 2010.

By order of the Board

FIL Investments International
17 March 2011

Directors' Responsibility Statement

The Directors confirm to the best of their knowledge that:

- a) the condensed set of financial statements contained within the Half-Yearly financial report has been prepared in accordance with the UK Accounting Standards Board's Statement 'Half-Yearly Financial Reports';
- b) the Half-Yearly report narrative on pages 3 to 5 (constituting the interim management report) includes a fair review of the information required by Rule 4.2.7R of the FSA's Disclosure and Transparency Rules and their impact on the condensed set of financial statements and a description of the principal risks and uncertainties for the remaining six months of the financial year; and
- c) in accordance with Disclosure and Transparency Rule 4.2.8R there have been no related parties transactions during the six months to 31 January 2011 and therefore nothing to report on any material effect by such a transaction on the financial position or the performance of the Company during that period; and there have been no changes in this position since the last Annual Report that could have a material effect on the financial position or performance of the Company in the first six months of the current financial year.

The Half-Yearly financial report has not been audited or reviewed by the Company's Independent Auditor.

The Half-Yearly financial report was approved by the Board on 17 March 2011 and the above responsibility statement was signed on its behalf by Hugh Bolland, Chairman.

Twenty Largest Investments as at 31 January 2011

Country of Listing	Holding	Fair Value £'000	% ¹
CHINA	Tencent Holdings The company provides internet, mobile and telecommunications value-added services in China. It has an instant messaging community in China. It also provides advertising services.	5,620	3.7
	China Merchants Bank A commercial bank offering corporate banking, retail banking and treasury businesses. It is headquartered in Shenzhen.	5,039	3.3
HONG KONG	Hutchison Whampoa A diversified company that operates through its subsidiaries, in businesses like ports and related services, telecommunications, e-commerce, property and hotels, retail and manufacturing, energy, infrastructure, finance and investment.	5,664	3.8
	Hong Kong Exchanges & Clearing The company owns and operates the only stocks and futures exchanges in Hong Kong, and their related clearing houses.	5,412	3.6
	Li & Fung An investment holding company engaged in the trading of consumer products.	5,193	3.4
	Bank of China Hong Kong A leading listed commercial banking group in Hong Kong in terms of assets and customer deposits. With over 270 branches and 470 ATMs and other distribution channels in Hong Kong, the Bank and its subsidiaries offer a comprehensive range of financial products and services to retail and corporate customers.	3,449	2.3
	SJM Holdings The company offers amusement and recreation services. It operates casinos, hotels and other tourism-related services in Macau.	2,690	1.8
	Cheung Kong Holdings The company through its subsidiaries develops and invests in real estate. It also provides real estate agency and management services, operates hotels and invests in securities.	2,593	1.7
MALAYSIA	Genting Malaysia An investment holding company, which through its subsidiaries provides leisure and hospitality, gaming, and entertainment businesses. The company also operates plantations, develops and manages property, provides tours and travel related services, manufactures and trades paper, explores oil & gas, and provides money lending services.	2,720	1.8
SOUTH KOREA	Samsung Electronics The company specialises in the provision of communication products. It operates its businesses through five business divisions: communication, semiconductor, digital media, liquid crystal display (LCD) and home appliances.	8,957	6.0
	Hyundai Mobis The company manufactures and markets automotive parts and equipment such as automotive service components, modules and systems. It also contracts environmental projects including sewage treatment plant and industrial waste water treatment plant construction.	3,238	2.2
	LG Household and Healthcare The company produces consumer goods such as household cleaning and personal care products. It also sells beauty care, dental care, laundry and cleaning products, through its household division and markets skin care and make-up products through its cosmetics division.	2,757	1.8

Twenty Largest Investments as at 31 January 2011

Country of Listing	Holding	Fair Value £'000	% ¹
TAIWAN	Hyundai Heavy Industries The company builds ships for commercial and military purposes. It produces oil tankers, passenger and cargo vessels, and warships. The company also produces heavy industrial machinery, electrical components for engines and power trains, and industrial vehicles, such as cranes and bulldozers.	2,531	1.7
	KIA Motors The company manufactures, sells and exports cars, mini buses, trucks and commercial vehicles. It also produces various auto parts.	2,488	1.7
	Lock&Lock The company produces and sells plastic food storage and outdoor airtight containers. It also produces materials such as ceramic ware, pots, glass, and other kitchen items.	2,195	1.5
	Seoul Semiconductor The company manufactures parts of electronics products. Its products include light emitting diode (LED), custom display, LED dot matrix, photo and transistors.	2,144	1.4
	Hon Hai Precision The company is principally engaged in the production and sale of electronic products, which are applied in computer, communication and consumer electronics goods.	4,700	3.1
	Advanced Semiconductor Engineering A provider of semiconductor packaging and testing services. The company's services include semiconductor packaging, design and production of interconnect materials, front-end engineering testing, wafer probing and final testing services.	3,392	2.2
	Taiwan Semiconductor Manufacturing The company manufactures and markets integrated circuits and provides the following services: wafer manufacturing, wafer probing, assembly and testing, mask production and design services. Its integrated circuits are used in computers, communications, consumer electronics, automotive and industrial equipment services.	2,240	1.5
	Au Optonics The company designs develops, manufactures, assembles and markets flat panel displays. Its principal products are thin film transistor-liquid display (TFT-LCD).	2,115	1.4
	Twenty largest investments	75,137	49.9
	Other holdings	73,559	48.9
		148,696	98.8
Cash and other net current assets		1,836	1.2
		150,532	100.0

¹ % of total assets less current liabilities, excluding loan liability

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Income Statement

		for the six months ended 31.01.11 unaudited		
	Notes	revenue £'000	capital £'000	total £'000
Gains on investments designated at fair value through profit or loss		–	23,244	23,244
Income	2	1,099	–	1,099
Investment management fee		(749)	–	(749)
Other expenses		(295)	–	(295)
Exchange gains/(losses) on other net assets		2	(120)	(118)
Exchange gains/(losses) on loan		–	135	135
Net return before finance costs and taxation		57	23,259	23,316
Finance costs		(110)	–	(110)
Net (loss)/return on ordinary activities before taxation		(53)	23,259	23,206
Taxation on (loss)/return on ordinary activities	3	(96)	(10)	(106)
Net (loss)/return on ordinary activities after taxation for the period		(149)	23,249	23,100
(Loss)/return per ordinary share				
Undiluted	4	(0.24p)	38.03p	37.79p
Diluted	4	(0.24p)	37.96p	37.72p

A Statement of Total Recognised Gains and Losses has not been prepared as there are no gains and losses other than those reported in this Income Statement.

The total column of this Income Statement is the profit and loss account of the Company.

These financial statements have been prepared in accordance with the AIC Statement of Recommended Practice ("SORP") issued in January 2009.

for the year ended 31.07.10 audited			for the six months ended 31.01.10 unaudited		
revenue £'000	capital £'000	total £'000	revenue £'000	capital £'000	total £'000
–	25,432	25,432	–	13,310	13,310
2,446	–	2,446	978	–	978
(1,161)	–	(1,161)	(543)	–	(543)
(799)	–	(799)	(211)	–	(211)
9	181	190	2	233	235
–	(178)	(178)	–	(306)	(306)
495	25,435	25,930	226	13,237	13,463
(131)	–	(131)	(65)	–	(65)
364	25,435	25,799	161	13,237	13,398
(200)	–	(200)	(65)	–	(65)
164	25,435	25,599	96	13,237	13,333
0.27p	41.73p	42.00p	0.16p	21.72p	21.88p
n/a	n/a	n/a	n/a	n/a	n/a

Reconciliation of Movements in Shareholders' Funds

	Notes	share capital £'000	share premium account £'000	capital redemption reserve £'000
Opening shareholders' funds: 1 August 2009		15,235	–	1,785
Net recognised capital gains for the period		–	–	–
Net revenue after taxation for the period		–	–	–
Dividend paid to shareholders	6	–	–	–
Closing shareholders' funds: 31 January 2010		15,235	–	1,785
Opening shareholders' funds: 1 August 2009		15,235	–	1,785
Net recognised capital gains for the year		–	–	–
Bonus issue of subscription shares		609	–	–
Exercise of rights attached to subscription shares and conversion into ordinary shares		(2)	2	–
Issue of ordinary shares on exercise of rights attached to subscription shares		9	60	–
Net revenue after taxation for the year		–	–	–
Dividend paid to shareholders	6	–	–	–
Closing shareholders' funds: 31 July 2010		15,851	62	1,785
Net recognised capital gains for the period		–	–	–
Exercise of rights attached to subscription shares and conversion into ordinary shares		(23)	23	–
Issue of ordinary shares on exercise of rights attached to subscription shares		116	771	–
Taxation charged to capital		–	–	–
Net revenue loss after taxation for the period		–	–	–
Closing shareholders' funds: 31 January 2011		15,944	856	1,785

other non- distributable reserve £'000	other reserve £'000	capital reserve £'000	revenue reserve £'000	total equity £'000
7,367	19,239	47,523	985	92,134
–	–	13,237	–	13,237
–	–	–	96	96
–	–	–	(609)	(609)
<hr/> 7,367	<hr/> 19,239	<hr/> 60,760	<hr/> 472	<hr/> 104,858
7,367	19,239	47,523	985	92,134
–	–	25,435	–	25,435
–	(609)	–	–	–
–	–	–	–	–
–	–	–	–	69
–	–	–	164	164
–	–	–	(609)	(609)
<hr/> 7,367	<hr/> 18,630	<hr/> 72,958	<hr/> 540	<hr/> 117,193
–	–	23,259	–	23,259
–	–	–	–	–
–	–	–	–	887
–	–	(10)	–	(10)
–	–	–	(149)	(149)
<hr/> 7,367	<hr/> 18,630	<hr/> 96,207	<hr/> 391	<hr/> 141,180

Balance Sheet

	Notes	31.01.11 unaudited £'000	31.07.10 audited £'000	31.01.10 unaudited £'000
Fixed assets				
Investments designated at fair value through profit or loss		148,696	121,786	101,640
Current assets				
Debtors		2,060	1,187	262
Cash at bank		2,916	1,272	3,486
		<u>4,976</u>	<u>2,459</u>	<u>3,748</u>
Creditors – amounts falling due within one year				
Fixed rate unsecured loan	7	(9,352)	(5,729)	–
Other creditors		(3,140)	(1,323)	(530)
		<u>(12,492)</u>	<u>(7,052)</u>	<u>(530)</u>
Net current (liabilities)/assets		<u>(7,516)</u>	<u>(4,593)</u>	<u>3,218</u>
Total net assets		<u>141,180</u>	<u>117,193</u>	<u>104,858</u>
Capital and reserves				
Share capital	8	15,944	15,851	15,235
Share premium account		856	62	–
Capital redemption reserve		1,785	1,785	1,785
Other non-distributable reserve		7,367	7,367	7,367
Other reserve		18,630	18,630	19,239
Capital reserve		96,207	72,958	60,760
Revenue reserve		391	540	472
Total equity shareholders' funds		<u>141,180</u>	<u>117,193</u>	<u>104,858</u>
Net asset value per ordinary share				
Undiluted	9	229.77p	192.19p	172.06p
Diluted	9	<u>223.58p</u>	<u>191.99p</u>	<u>n/a</u>

Cash Flow Statement

	31.01.11 unaudited £'000	31.07.10 audited £'000	31.01.10 unaudited £'000
Operating activities			
Investment income received	910	2,257	944
Investment management fee paid	(349)	(1,145)	(261)
Directors' fees paid	(21)	(93)	(43)
Other cash payments	(176)	(720)	(138)
Net cash inflow from operating activities	364	299	502
Servicing of finance			
Interest paid	(93)	(215)	(195)
Net cash outflow from servicing of finance	(93)	(215)	(195)
Financial investment			
Purchase of investments	(76,371)	(91,819)	(36,787)
Disposal of investments	73,176	94,199	46,979
Net cash (outflow)/inflow from financial investment	(3,195)	2,380	10,192
Dividend paid to shareholders	–	(609)	(609)
Net cash (outflow)/inflow before financing	(2,924)	1,855	9,890
Financing			
Exercise of rights attached to subscription shares	887	52	–
2.24% fixed rate unsecured credit facility drawn down	3,758	–	–
2.65% fixed rate unsecured credit facility drawn down	–	5,857	–
5.60% fixed rate unsecured loan repaid	–	(6,890)	(6,890)
Net cash inflow/(outflow) from financing	4,645	(981)	(6,890)
Increase in cash	1,721	874	3,000

Notes to the Financial Statements

1 ACCOUNTING POLICIES

The Half-Yearly financial statements have been prepared on the basis of the accounting policies set out in the Company's annual report and financial statements for the year ended 31 July 2010.

2 INCOME

	31.01.11 unaudited £'000	31.07.10 audited £'000	31.01.10 unaudited £'000
Income from investments designated at fair value through profit or loss			
Overseas dividends	992	2,256	854
Overseas scrip dividends	107	190	124
Total Income	1,099	2,446	978

3 TAXATION ON (LOSS)/RETURN ON ORDINARY ACTIVITIES

	31.01.11 unaudited £'000	31.07.10 audited £'000	31.01.10 unaudited £'000
Overseas taxation suffered			
Revenue	96	200	65
Capital	10	–	–
Total	106	200	65

Notes to the Financial Statements

4 (LOSS)/RETURN PER ORDINARY SHARE

	31.01.11 unaudited	31.07.10 audited	31.01.10 unaudited
Undiluted			
Revenue	(0.24p)	0.27p	0.16p
Capital	<u>38.03p</u>	<u>41.73p</u>	<u>21.72p</u>
Total	<u>37.79p</u>	<u>42.00p</u>	<u>21.88p</u>

The undiluted returns per ordinary share are based on net (loss)/return on ordinary activities after taxation in the period and the weighted average number of ordinary shares in issue.

The revenue loss in the period was £149,000 (31.07.10: return £164,000; 31.01.10: return £96,000), the capital return in the period was £23,249,000 (31.07.10: £25,435,000; 31.01.10: £13,237,000) and the total return in the period was £23,100,000 (31.07.10: £25,599,000; 31.01.10: £13,333,000).

The weighted average number of ordinary shares in issue during the period was 61,134,742 (31.07.10: 60,945,935; 31.01.10: 60,942,501).

	31.01.11 unaudited	31.07.10 audited	31.01.10 unaudited
Diluted			
Revenue	(0.24p)	n/a	n/a
Capital	<u>37.96p</u>	<u>n/a</u>	<u>n/a</u>
Total	<u>37.72p</u>	<u>n/a</u>	<u>n/a</u>

The diluted returns per ordinary share represent the net (loss)/return on ordinary activities after taxation divided by the weighted average number of ordinary shares in issue during the period, as adjusted for the conversion of all outstanding subscription shares at the period end, into ordinary shares. For this purpose, the excess in the number of ordinary shares that would have been issued had all the outstanding subscription shares been converted, over the number of ordinary shares that could have been purchased, at the average market price during the period, with the 191.00 pence per share proceeds of the conversion, are treated as an issue of ordinary shares for no consideration at the start of the period. The weighted average number of ordinary shares for the period on this diluted basis was 61,242,998.

There was no dilution in the period ended 31 January 2010 as there were no subscription shares in issue, and none in the year ended 31 July 2010 as the average market price of the ordinary shares was below the exercise price of 191.00 pence.

Notes to the Financial Statements

5 INVESTMENT TRANSACTION COSTS

Included in gains on investments designated at fair value through profit or loss are the following costs of investment transactions:

	31.01.11 unaudited £'000	31.07.10 audited £'000	31.01.10 unaudited £'000
Purchases expenses	44	187	73
Sales expenses	40	312	163
	<u>84</u>	<u>499</u>	<u>236</u>

6 DIVIDENDS

No dividend has been declared in respect of the current period. The dividend payment of £609,000 shown in the Reconciliation of Movements in Shareholders' Funds for the year ended 31 July 2010 and for the six months ended 31 January 2010, represents the final dividend of 1.00p declared for the year ended 31 July 2009.

7 LOAN FACILITY

On 3 February 2010 the Company entered into a 364 day revolving credit facility for an amount up to US\$15,000,000 with ING Bank N.V. On 12 April 2010 US\$9,000,000 of this facility was drawn down, at an interest rate of 2.65%, and on 19 November 2010 the remaining US\$6,000,000 was drawn down, at an interest rate of 2.24%.

Both tranches of the facility were repaid on 3 February 2011 and a new 364 day revolving credit facility of US\$15,000,000 was entered into with ING Bank N.V. The full amount was drawn down on the same day at an interest rate of 2.0605% with interest payable on 3 May 2011.

Notes to the Financial Statements

8 SHARE CAPITAL

	31.01.11 unaudited shares	31.07.10 audited shares	31.01.10 unaudited shares
Issued, allotted and fully paid:			
Ordinary shares of 25 pence each			
Beginning of the period	60,978,843	60,942,501	60,942,501
Issue of ordinary shares of 25 pence each on conversion of subscription shares	464,534	36,342	–
End of the period	<u>61,443,377</u>	<u>60,978,843</u>	<u>60,942,501</u>
Subscription shares of 5 pence each			
Beginning of the period	12,151,870	–	–
Issue of subscription shares of 5 pence each	–	12,188,212	–
Exercise of rights attached to subscription shares and conversion into ordinary shares of 25 pence each	(464,534)	(36,342)	–
End of the period	<u>11,687,336</u>	<u>12,151,870</u>	<u>–</u>
	31.01.11 unaudited £'000	31.07.10 audited £'000	31.01.10 unaudited £'000
Ordinary shares of 25 pence each			
Beginning of the period	15,244	15,235	15,235
Issue of ordinary shares of 25 pence each on conversion of subscription shares	116	9	–
End of the period	<u>15,360</u>	<u>15,244</u>	<u>15,235</u>
Subscription shares of 5 pence each			
Beginning of the period	607	–	–
Issue of subscription shares of 5 pence each	–	609	–
Exercise of rights attached to subscription shares and conversion into ordinary shares of 25 pence each	(23)	(2)	–
End of the period	<u>584</u>	<u>607</u>	<u>–</u>
Total share capital	<u>15,944</u>	<u>15,851</u>	<u>15,235</u>

Notes to the Financial Statements

9 NET ASSET VALUE PER ORDINARY SHARE

The undiluted net asset value per ordinary share is based on net assets of £141,180,000 (31.07.10: £117,193,000; 31.01.10: £104,858,000) and on 61,443,377 (31.07.10: 60,978,843; 31.01.10: 60,942,501) ordinary shares, being the number of ordinary shares in issue at the period end.

The diluted net asset value per ordinary share has been calculated on the basis that the outstanding subscription shares of 11,687,336 at 31 January 2011 (31.07.10: 12,151,870; 31.01.10: nil) were exercised on that date. This basis of calculation is in accordance with guidelines laid down by the Association of Investment Companies and is provided to the London Stock Exchange on an ongoing basis.

10 UNAUDITED FINANCIAL STATEMENTS

The results for the six months to 31 January 2011 and 31 January 2010, which are unaudited, constitute non-statutory accounts within the meaning of s435 of the Companies Act 2006. The figures and financial information for the year ended 31 July 2010 are extracted from the latest published financial statements. These financial statements, on which the Independent Auditor gave an unqualified report, have been delivered to the Registrar of Companies.

CONTACT INFORMATION

Private investors call free on:

0800 41 41 10

9am to 6pm, Monday to Saturday.

Financial advisers call free on:

0800 41 41 81 Lines are open from

8am to 6pm, Monday to Friday

www.fidelity.co.uk/its

Existing investors who have specific queries regarding their holding or need to provide update information, for example a change of address, should contact the appropriate administrator:

Holders of ordinary shares:

Capita Registrars (Registrars to Fidelity Asian Values PLC), The Registry, 34 Beckenham Road, Beckenham, Kent, BR3 4TU.

Telephone: **0871 664 0300** (calls to this number cost 10p per minute plus network extras) Lines are open from 8.30am to 5.30pm, Monday to Friday.

If calling from overseas, telephone **+44 208 639 3399**

Email: ssd@capitaregistrars.com

Share Plan investors:

Fidelity Investment Trust Share Plan
BNP Paribas Securities Services, Block C
Western House, Lynchwood Business Park,
Peterborough PE2 6BP.

Telephone: **0845 358 1107** (calls to this number are charged at 4p per minute from a BT landline dependent on the tariff. Other telephone service providers' costs may vary.)

Fidelity ISA investors:

Fidelity, using the freephone number given, or by writing to:

UK Customer Service, Fidelity International,
Oakhill House, 130 Tonbridge Road,
Hildenborough, Tonbridge,
Kent, TN11 9DZ
www.fidelity.co.uk/its

Fidelity ShareNetwork:

<http://www.fidelity.co.uk/sharenetwork>

General enquiries should be made to Fidelity, the Investment Manager and Secretary, at the Company's registered office: FIL Investments International, Investment Trusts, Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey KT20 6RP.

Telephone: **01732 361144**

Fax: **01737 836892**

<http://www.fidelity.co.uk/its>

FINANCIAL CALENDAR 2010

31 January – Half-Yearly period end

22 March – Announcement of Half-Yearly results to 31 January

1 April – Posting of Half-Yearly report

31 July – Financial year end

October – Publication of Annual Report

November – Annual General Meeting

BOARD OF DIRECTORS

Hugh Bolland (Chairman)
Kate Bolsover
(Audit Committee Chairman)
William Knight
(Senior Independent Director)
Kathryn Matthews
Philip Smiley

MANAGER, SECRETARY AND REGISTERED OFFICE

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Chartered Accountants
and Registered Auditor,
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Beckenham,
Kent, BR3 4TU

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Speechly Bircham LLP
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London, EC4A 3LX

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WARNING TO SHAREHOLDERS – “BOILER ROOM” SCAMS

Over the year, many companies have become aware that their shareholders have received unsolicited phone calls or correspondence concerning investment matters. These are typically from overseas based ‘brokers’ who target UK shareholders, offering to sell them what often turn out to be worthless or high risk shares in US or UK investments. These operations are commonly known as ‘boiler rooms’. These ‘brokers’ can be very persistent and extremely persuasive, and a 2006 survey by the Financial Services Authority (“FSA”) reported that the average amount lost by investors is around £20,000. It is not just the novice investor that has been duped in this way; many of the victims had been successfully investing for several years. Shareholders are advised to be very wary of any unsolicited advice, offers to buy shares at a discount or offers of free company reports.

If you receive any unsolicited investment advice:

- Make sure you get the correct name of the person and organisation
- Check that they are properly authorised by the FSA before getting involved by visiting www.fsa.gov.uk/register
- Report the matter to the FSA either by calling 0845 606 1234 or visiting www.moneymadeclear.fsa.gov.uk
- If the calls persist, hang up.

If you deal with an unauthorised firm, you will not be eligible to receive payment under the Financial Services Compensation Scheme. The FSA can be contacted by completing an online form at www.fsa.gov.uk/pages/doing/regulated/law/alerts/overseas.html

Details of any share dealing facilities that the Company endorses will be included in Company mailings. More detailed information on this or similar activity can be found on the FSA website www.moneymadeclear.fsa.gov.uk





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