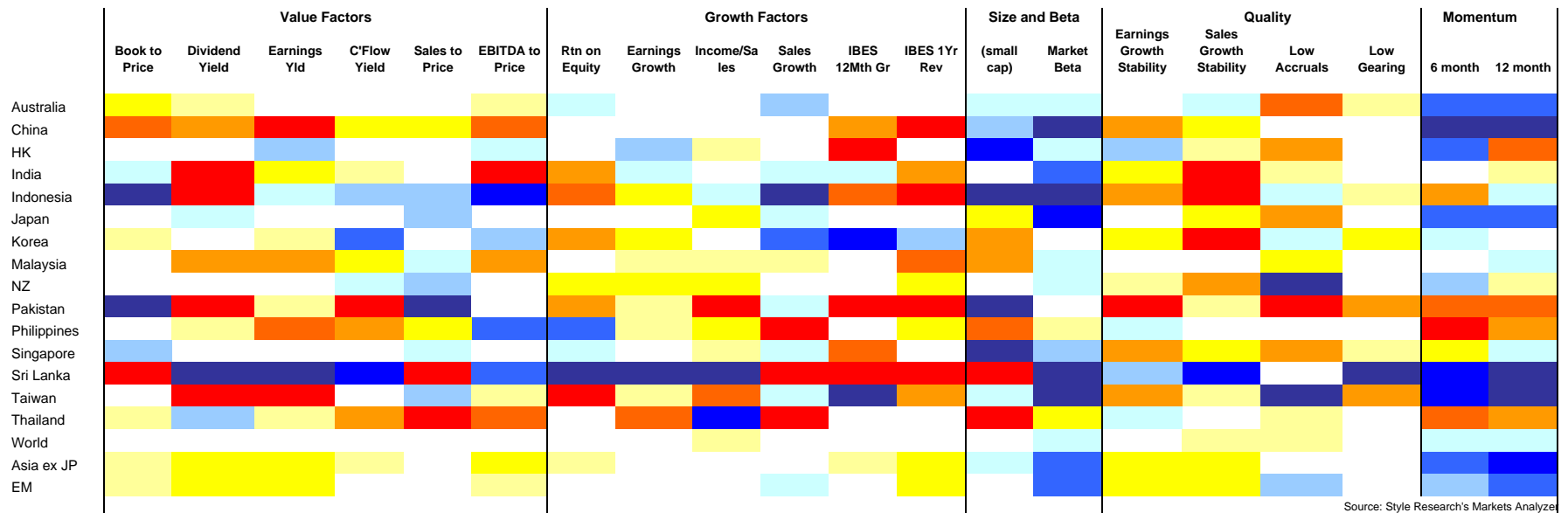


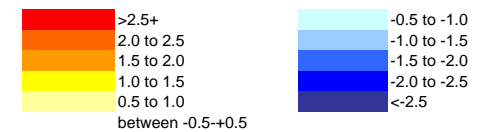
Monthly Style Summary - Asia

August 2010 - end July 2010

Style Reward Patterns over the last 3 months - Percentage Relative Gain



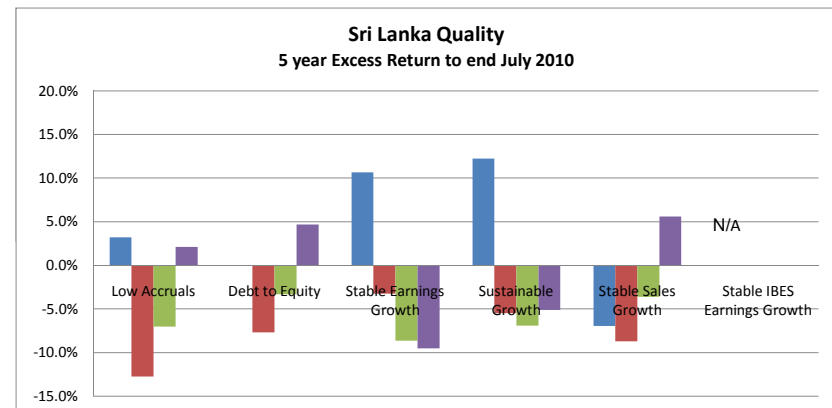
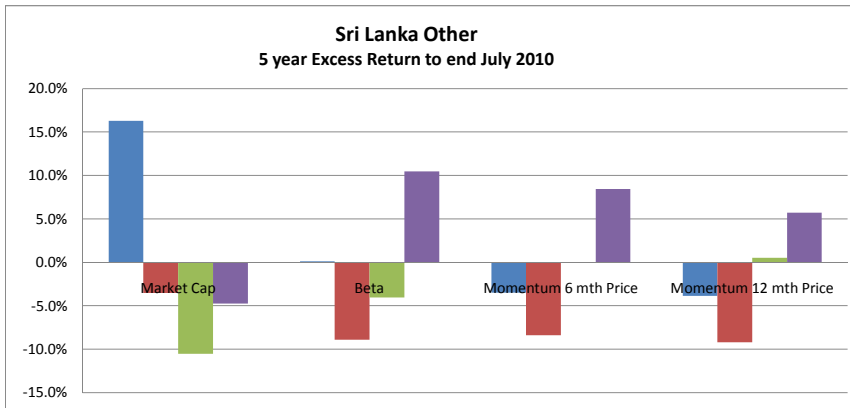
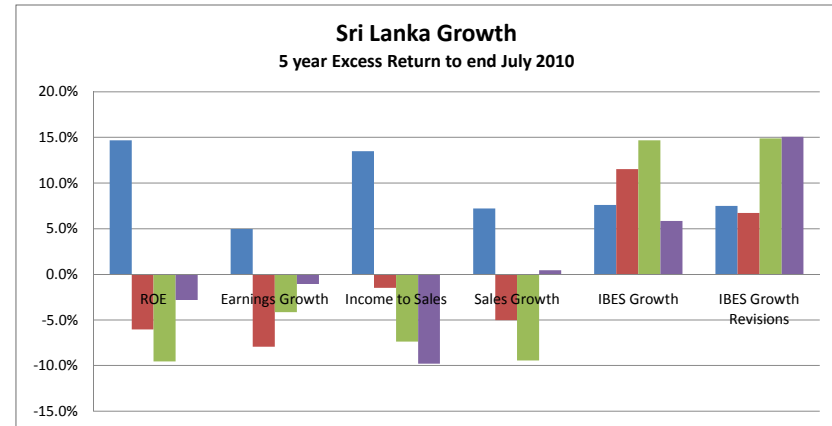
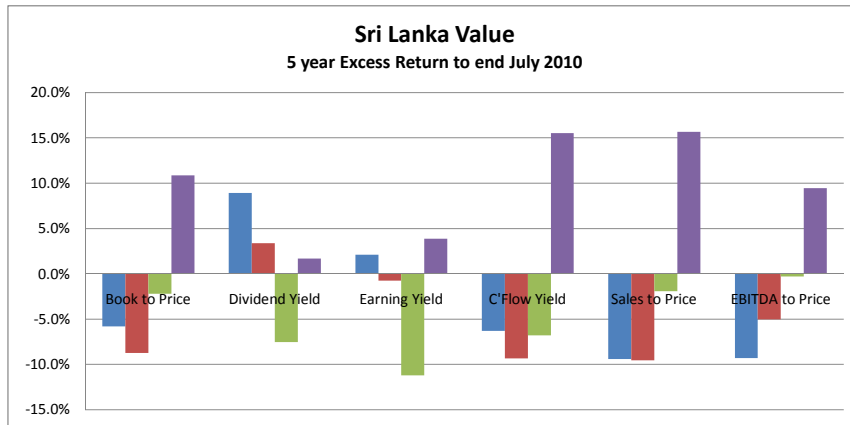
3 month return of factor less market return. Stocks selected within sectors to avoid distortion.
Country returns in local currency, except for World, Asia ex Japan and EM which are in Yen
Portfolio and benchmark market cap weighted, minimum stock size USD 100 million.
Top half of factor except for:
Size bottom 20% (small cap)
Low Accruals bottom 50% (high quality)
Low Gearing bottom 50% (high quality)



Over the three months, the overall pattern remains mixed with high beta and high momentum stocks underperforming.
Country differences are marked - China show strong returns to Value and Sri Lanka the reverse.
Unlike the global markets, Value is not outperforming growth in most markets.

Our longer term look at Sri Lanka shows much higher returns from some factors than in other countries covered. Top quartile Value strategies work very well as have low Growth ones.
Companies followed by analysts (with forecast earnings) have outperformed the broader market while small cap stocks have outperformed by over 15% pa. High debt to equity and beta stocks also perform well.
Like other countries in the region, high momentum stocks have performed well over the 5 year period.

Style Reward Patterns over the last 5 years - Percentage Relative Gain



Source: Style Research's Markets Analyzer

■ bottom quartile ■ 3rd quartile
■ 2nd quartile ■ top quartile

5 year return of factor less market return by quartile. Stocks selected within sectors to avoid distortion. Portfolio and benchmark are market cap weighted, minimum stock size USD 100 million



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