

New Star Global Emerging Markets Fund

Irish authorised OEIC, UCITS III compliant
at 30 September 2008

www.newstaram.com



Fund manager



Brian Coffey

Fund statistics

All information in this factsheet refers to the US\$ retail share class. The retail £ share class is currently closed to new investors.

NAV (per share)

US\$ class US\$13.05

£ class* £13.87

*£ share class hedged against the US\$

Fund size US\$5.8m

Equity market capitalisation

Large (>US\$5bn) 78.3%

Mid (>US\$1bn & <US\$5bn) 14.1%

Small (<US\$1bn) 7.6%

Fund at a glance

Fund aim

Long-term capital growth principally through investments in companies in emerging markets, typically in Eastern Europe, Latin America and Asia.

Investment style

- Top-down approach, focus on markets likely to deliver superior growth as a consequence of economic reform and foreign investment;
- Stock selection in close co-operation with New Star's regional specialists;
- Portfolio of between 80 and 100 companies for geographical diversification.

Launch date 16.08.2002

Base currency US dollar

Minimum investment and holding US\$5,000 or £3,500

Management fee 1.75% per annum

Subscription fee up to 5.25%

Redemption/switching fees Nil

Valuations Daily

Subscriptions/redemptions Daily

NAV Publications FT, Morningstar, www.newstaram.com

ISIN USD: IE0031946878

GBP: IE0031947173

Bloomberg NSGLOBID

Sedol 3194687

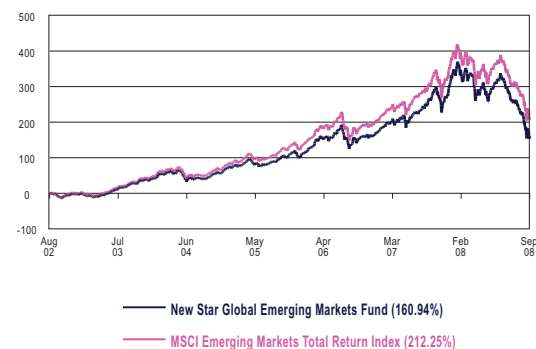
Valor 1657147

Registration Ireland, France, Spain, Italy, Switzerland, Netherlands, Denmark, Sweden, Finland, Luxembourg, Hong Kong, Singapore†

†recognised

International Investment Services
Phone: +353 1 475 8000
Email: dublin@newstaram.com

Performance since launch (%)



Performance overview (%)

	September 2008	Year to date	1 year	3 years	5 years	Since Launch
US\$ class	-19.58	-40.54	-37.24	19.98	105.37	160.94
£ class	-19.01	-39.20	-35.72	20.51	113.54	177.30
MSCI Emerging Markets Index (US\$)	-17.49	-35.37	-33.01	28.40	139.11	212.25

	2007	2006	2005	2004	2003
US\$ class	43.74	30.47	29.15	23.95	52.42
£ class	43.08	28.21	31.88	26.17	54.57
MSCI Emerging Markets Index (US\$)	39.78	32.60	34.50	26.00	56.30

Risk characteristics

	Alpha	Beta	Tracking error*	Correlation	Sharpe ratio*	Standard deviation (%)*
New Star Global Emerging Markets (US\$)	-0.28	1.04	3.48	0.99	0.65	22.16
MSCI Emerging Markets Index (US\$)	0.00	1.00	-	1.00	0.84	21.04

*Annualised figures

Peer group analysis

	September 2008	Year to date	1 year	3 years	5 years	Since Launch
Position in sector	135/221	149/200	122/183	66/120	55/93	49/77
Quartile ranking	3rd	3rd	3rd	3rd	3rd	3rd

Sector: Lipper Global Equity Emerging Markets

Top 10 holdings (%)

COMPANHIA VALE DO RIO DOCE	4.97
GAZPROM	4.06
LUKOIL	3.61
CHINA MOBILE	3.38
PETROLEO BRASILEIRO SA PETRO	3.14
PETROBRAS	3.13
PETROCHINA	3.00
TAIWAN SEMICONDUCTOR MANUFACTURING	2.61
MOBILE TELESYSTEMS	2.32
AMERICA MOVIL	2.24

TOTAL HOLDINGS 92

Sector breakdown (%)

FINANCIALS	22.39
ENERGY	22.31
TELECOMMUNICATIONS	13.91
INFORMATION TECHNOLOGY	10.00
CONSUMER DISCRETIONARY	9.25
INDUSTRIALS	8.36
MATERIALS	5.88
CONSUMER STAPLES	4.77
UTILITIES	2.47

Country breakdown (%)

BRAZIL	19.18
HONG KONG / CHINA	16.45
TAIWAN	12.18
RUSSIA	11.02
KOREA	10.40
MEXICO	7.04
INDIA	5.11
SOUTH AFRICA	4.24
POLAND	4.01
THAILAND	2.17
OTHERS	7.54

CASH 0.66%

Fund management commentary

September was an exceptionally difficult month for emerging market equities. The MSCI Emerging Markets Total Return Index fell 17.49%, taking the loss over the first nine months of 2008 to 35.37% in dollar terms. Emerging market equities continued to fall in early October as the world authorities sought to revive credit markets and encourage banks to trust each other.

During September and early October, most common measures of risk aversion reached exceptional levels. While the outlook is unlikely to be as dire as these measures would indicate, the crisis has real implications for the global economy and emerging economies will be affected regardless of their strong underlying characteristics.

The New Star Global Emerging Markets Fund continued to focus on soundly-managed economies and on large companies with good cashflow, sustainable debt levels and good management. While this common sense approach cannot insulate the fund from the market

maelstrom, it should position it well for when confidence returns and global investors revive their interest in emerging markets.

At the month end, valuations for many companies looked more attractive than for many years and should improve further as interest rates decline. China cut its interest rates by 0.54 percentage points during September and early October.

Over the coming months, the fund is likely to increase its Chinese exposure from its neutral weighting in September because the authorities have significant resources to support investment and hence the domestic economy. In addition, falling commodity prices are not a problem for China as a major consumer.

Past performance is not necessarily a guide to future performance. This document is for professional advisers, professional investors and financial institutions only and is not to be relied upon by private investors. If you invest indirectly through a third party provider you are advised to consult them directly as charges, performance and terms and conditions may differ materially and you may not have any legal relationship with New Star. Data source: Lipper, performance data in fund's base currency, net of fees, gross income reinvested. Source for ex-post risk characteristics, MAS RPU. Source for market capitalisation, Style Research. All data since inception unless otherwise indicated. The value of the investments in the fund may fall as well as rise as a result of market or exchange rate movements. Full details of the fund including risk factors can be found in the prospectus; and the simplified prospectus are available upon request via the contact details above. For your protection, calls are recorded and may be monitored. The manager of the fund is New Star Investment Funds (Ireland) Limited. The fund custodian is State Street Custodial Services (Ireland) Limited. New Star Global Investment Funds Plc is authorised by the Irish Financial Services Regulatory Authority (Irish Financial Regulator). The fund has been registered for distribution in Spain with the CNMV under number 407. This document has not been verified or approved by any relevant supervisory authority in the jurisdictions where the fund is registered. Issued by: New Star Asset Management (Bermuda) Ltd.