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# **DBSAM FUNDS**

**(Société d'Investissement à Capital Variable)**

**Unaudited Semi-Annual Report  
as at December 31, 2011**

R.C.S. Luxembourg: B 94.979

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# DBSAM FUNDS

## Management and Administration

### **Registered Office:**

69, route d'Esch  
L-1470 Luxembourg  
R.C.S. Luxembourg B 94979

### **Board of Directors:**

Ms Joyce Chua Peck Koon,  
Managing Director, Nikko Asset Management Asia Limited (Formerly known as DBS Asset Management Ltd)

Mr Phillip Yeo Phuay Lik,  
Senior Vice-President, Nikko Asset Management Asia Limited (Formerly known as DBS Asset Management Ltd)

Mr Chan Kum Kong,  
Senior Vice-President, Nikko Asset Management Asia Limited (Formerly known as DBS Asset Management Ltd)

### **Management Company:**

RBS (Luxembourg) S.A.  
33, rue de Gasperich  
L-5826 Hesperange

### **Promoter:**

Nikko Asset Management Asia Limited (Formerly known as DBS Asset Management Ltd)  
6, Shenton Way  
DBS Building, Tower One  
Singapore 068809

### **Custodian Bank and Paying Agent:**

RBC Dexia Investor Services Bank S.A.  
14, Porte de France  
L-4360 Esch-sur-Alzette

### **The functions of Administrative Agent are delegated to:**

RBC Dexia Investor Services Bank S.A.  
14, Porte de France  
L-4360 Esch-sur-Alzette

### **The functions of Transfer Agent are delegated to:**

RBC Dexia Investor Services Bank S.A.  
14, Porte de France  
L-4360 Esch-sur-Alzette

### **Investment Manager and Distributor:**

Nikko Asset Management Asia Limited (Formerly known as DBS Asset Management Ltd)  
6, Shenton Way  
DBS Building, Tower One  
Singapore 068809

### **Auditor:**

PricewaterhouseCoopers S.à r.l.  
400, route d'Esch  
B.P. 1443  
L-1014 Luxembourg

### **Legal Adviser:**

Arendt & Medernach  
14, rue Erasme  
B.P. 39  
L-2010 Luxembourg

# DBSAM FUNDS

## Management and Administration (continued)

### **Tax Agent in Singapore:**

Ernst & Young Solutions LLP  
One Raffles Quay, North Tower. Level 18  
Singapore 048583

### Mailing address:

Ernst & Young Solutions LLP  
Robinson Road  
PO Box 384  
Singapore 900731

# DBSAM FUNDS

## Statement of Net Assets as at December 31, 2011

		DBS Asia Credit Fund	Combined
	Notes	USD	EUR
<b>ASSETS</b>			
Investments at market value	(2)	10,442,457	8,064,296
Cash at bank		1,022,647	789,750
Interest receivable, net	(2)	160,103	123,641
Unrealised profit on forward foreign exchange contracts	(9)	46	36
<b>TOTAL ASSETS</b>		<b>11,625,253</b>	<b>8,977,723</b>
<b>LIABILITIES</b>			
Management fee payable	(3)	34,200	26,411
Taxes and expenses payable		75,122	58,014
<b>TOTAL LIABILITIES</b>		<b>109,322</b>	<b>84,425</b>
<b>NET ASSETS</b>		<b>11,515,931</b>	<b>8,893,298</b>
<b>Net asset value per share</b>			
Class I-USD (USD)		11.41	
Class P (EUR)		10.14	
<b>Number of shares outstanding</b>			
Class I-USD (USD)		1,005,180.325	
Class P (EUR)		3,240.000	

The accompanying notes form an integral part of these financial statements.

# DBSAM FUNDS

## Changes in the Number of Shares for the Period ended December 31, 2011

### DBS Asia Credit Fund

#### USD

##### Class I-USD (USD)

Number of shares outstanding at the beginning of the financial period	1,005,180.325
Number of shares issued	-
Number of shares redeemed	-
Number of shares outstanding at the end of the financial period	1,005,180.325

#### EUR

##### Class P (EUR)

Number of shares outstanding at the beginning of the financial period	3,240.000
Number of shares issued	-
Number of shares redeemed	-
Number of shares outstanding at the end of the financial period	3,240.000

## Statistics

### DBS Asia Credit Fund

#### USD

#### Net Assets

December 31, 2011	11,515,931
June 30, 2011	11,523,246
June 30, 2010	10,853,841

#### NAV per share at the end of the period

#### December 31, 2011

USD	
Class I-USD (USD)	11.41
EUR	
Class P (EUR)	10.14

#### June 30, 2011

USD	
Class I-USD (USD)	11.42
EUR	
Class P (EUR)	9.04

#### June 30, 2010

USD	
Class I-USD (USD)	10.76
EUR	
Class P (EUR)	10.13

# DBSAM FUNDS

## DBS Asia Credit Fund

### Statement of Investments as at December 31, 2011

(expressed in USD)

Description	Face Value	Currency	Cost	Market Value	% Net Assets
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Bonds</b>					
<b>Bermudas</b>					
CHINA ORIENTAL GP 8% 10-18.08.15	100,000	USD	97,500	85,750	0.75
NOBLE GROUP 4.875% 10-5.8.15 REGS	100,000	USD	103,375	91,000	0.79
NOBLE GROUP 8.5%08-30.5.13 REGS	100,000	USD	101,250	101,500	0.88
			<b>302,125</b>	<b>278,250</b>	<b>2.42</b>
<b>British Virgin Islands</b>					
HONG KONG ELECTRIC FINANCE 4.25% 10-14.12.20	100,000	USD	96,305	103,820	0.90
PCCW HKT CAPITAL NO.3 LTD 5.25% 05-20.07.2015	150,000	USD	152,250	157,140	1.37
PCCW HKT CAPITAL NO.4 LTD 4.25% 10-24.02.16	100,000	USD	99,607	100,570	0.87
SKYSEA INTL 4.875% 11-7.12.21	200,000	USD	195,416	201,740	1.75
STAR ENERGY 11.5%10-12.2.15REGS	125,000	USD	139,688	135,726	1.18
			<b>683,266</b>	<b>698,996</b>	<b>6.07</b>
<b>Cayman Islands</b>					
CHINA OVERSEAS FINANCE 5.5% 10-10.11.20	200,000	USD	175,153	188,040	1.63
COUNTRY GARDEN 10.5% 10-11.08.15	200,000	USD	183,437	180,260	1.57
EVERGRANDE REAL ESTATE 13% 10-27.1.15	100,000	USD	83,228	80,500	0.70
PHBS 6.625% 10-PERP	100,000	USD	90,250	90,570	0.79
			<b>532,068</b>	<b>539,370</b>	<b>4.69</b>
<b>Great Britain</b>					
BANK OF BARODA LONDON 4.75% 10-7.10.15	100,000	USD	99,740	96,990	0.84
			<b>99,740</b>	<b>96,990</b>	<b>0.84</b>
<b>Hong Kong</b>					
BANK OF EAST ASIA 8.5% 11-PERP FTF	200,000	USD	221,000	198,000	1.72
BANK OF EAST ASIA FRN 6.375% 11-4.5.22	200,000	USD	199,698	203,060	1.76
CHINATRUST COMM. 5.625% 05-PERP	450,000	USD	432,247	391,500	3.40
			<b>852,945</b>	<b>792,560</b>	<b>6.88</b>
<b>India</b>					
ICICI BK 5% 10-15.01.16 REGS	200,000	USD	198,870	193,640	1.68
			<b>198,870</b>	<b>193,640</b>	<b>1.68</b>
<b>Indonesia</b>					
BERAU CAPITAL RESOURCES 12.5% 10-8.7.15	100,000	USD	112,875	112,130	0.97
			<b>112,875</b>	<b>112,130</b>	<b>0.97</b>
<b>Malaysia</b>					
PENERBANGAN MALAYSIA BERHAD 5.625% 06-15.3.16	200,000	USD	220,354	221,800	1.93
PETRONAS CAPITAL 5.25% 09-12.08.19	200,000	USD	219,800	223,980	1.94
PRIME HLDG 5.375% 04-22.9.14	200,000	USD	205,600	210,360	1.83
PUBLIC BANK BERHAD 6.84% FRN 06-22.8.36	200,000	USD	212,750	201,000	1.75
TM GLOBAL INC 5.25% 04-22.9.14	100,000	USD	106,650	105,120	0.91
			<b>965,154</b>	<b>962,260</b>	<b>8.36</b>
<b>Singapore</b>					
CMT MTN 4.321% 10-8.4.15	200,000	USD	200,000	205,940	1.79
OCBC 09-18.11.19 VAR	100,000	USD	99,971	102,410	0.89
UNITED OVERSEAS BANK 5.375% 04-19 REGS	300,000	USD	292,500	314,850	2.73
			<b>592,471</b>	<b>623,200</b>	<b>5.41</b>

The accompanying notes form an integral part of these financial statements.

# DBSAM FUNDS

## DBS Asia Credit Fund

### Statement of Investments (continued) as at December 31, 2011

(expressed in USD)

Description	Face Value	Currency	Cost	Market Value	% Net Assets
<b>South Korea</b>					
DOOSAN INFRACORE 4.5% 11-23.11.16	500,000	USD	498,650	503,100	4.37
EXP-IMP BK KOREA 5.875% 09-14.1.15	300,000	USD	296,850	321,630	2.79
GS CALTEX 5.5% 04-25.8.14 REGS	100,000	USD	108,300	105,880	0.92
HANA BANK 5.375% 07-12.4.17	100,000	USD	100,500	100,000	0.87
HYUNDAI CAPITAL 6% 09-5.5.15	100,000	USD	107,670	106,020	0.92
HYUNDAI MOTOR 4.5% 10-15.4.15 REGS	100,000	USD	102,982	102,290	0.89
KOREA DEVELOPMENT BANK 4.375% 10-10.08.15	200,000	USD	202,606	205,860	1.79
KOREA EXPRESS WAY 4.5% 09-23.3.15 REGS	100,000	USD	103,893	103,630	0.90
KOREA FINANCE CO 3.25% 10-20.09.2016	100,000	USD	96,090	98,280	0.85
KOREA HYDRO & NUCLEAR POWER 3.125% 10-16.09.15	150,000	USD	148,965	150,135	1.30
KOREA RESOURCES 4.125% 10-19.5.15	210,000	USD	209,324	213,465	1.85
KOREA SOUTH EAST POWER 3.625% 11-29.01.17	200,000	USD	196,684	199,320	1.73
KT CORP 4.875% 05-15.7.15	100,000	USD	103,910	105,040	0.91
NATL FEDERATION OF FISHERIES 6.375% 09-21.7.14	150,000	USD	165,576	160,935	1.40
PUSAN BANK FRN 07-30.10.17	300,000	USD	295,600	300,000	2.61
SHINHAN BANK 4.375% 10-15.9.15	100,000	USD	101,574	101,960	0.89
SHINHAN BANK 5.663%(FRN) 05-35	200,000	USD	202,000	195,000	1.69
WOORI BANK 6.208%(FRN) 05-37 REGS	150,000	USD	143,325	139,500	1.21
			<b>3,184,499</b>	<b>3,212,045</b>	<b>27.89</b>
<b>Thailand</b>					
PTT GLOBAL CHEMICAL PCL 5.5% 05-24.06.15	100,000	USD	105,880	105,980	0.92
			<b>105,880</b>	<b>105,980</b>	<b>0.92</b>
<b>United Arab Emirates</b>					
AXIS BANK DUBAI 5.25% 10-30.9.15	100,000	USD	99,219	98,010	0.85
			<b>99,219</b>	<b>98,010</b>	<b>0.85</b>
<b>Total - Transferable securities admitted to an official stock exchange listing</b>			<b>7,729,112</b>	<b>7,713,431</b>	<b>66.98</b>
<b>Transferable securities dealt in on other regulated markets</b>					
<b>Bonds</b>					
<b>Australia</b>					
PTTEP AUSTRALIA INTL 4.152% 10-19.07.15	170,000	USD	170,850	173,383	1.51
			<b>170,850</b>	<b>173,383</b>	<b>1.51</b>
<b>Cayman Islands</b>					
CHINA RESOURCE LAND LIMITED 4.625% 11-19.5.16	200,000	USD	191,494	195,560	1.70
HUTCHISON WHAMPOA 10 LTD FRN 10-PERP	300,000	USD	295,778	298,500	2.59
HUTCHISON WHAMPOA 5.75% 09-11.09.19	150,000	USD	149,134	167,805	1.46
UOB CAYMAN 5.796% 05-PERP. REGS	300,000	USD	264,000	298,500	2.59
			<b>900,406</b>	<b>960,365</b>	<b>8.34</b>
<b>Hong Kong</b>					
WING HANG BANK 6%(FRN)07-PERP.	100,000	USD	99,450	90,000	0.78
			<b>99,450</b>	<b>90,000</b>	<b>0.78</b>
<b>Indonesia</b>					
BUMI CAPITAL PTE LTD 12% 09-10.11.16	100,000	USD	117,500	102,000	0.89
			<b>117,500</b>	<b>102,000</b>	<b>0.89</b>
<b>Malaysia</b>					
SARAWAK INTL 5.5% 05-03.08.15	250,000	USD	240,500	268,425	2.33
			<b>240,500</b>	<b>268,425</b>	<b>2.33</b>

The accompanying notes form an integral part of these financial statements.

# DBSAM FUNDS

## DBS Asia Credit Fund

### Statement of Investments (continued) as at December 31, 2011

(expressed in USD)

Description	Face Value	Currency	Cost	Market Value	% Net Assets
<b>Singapore</b>					
OCBC FRN 10-15.11.22	200,000	USD	187,343	192,340	1.67
			<b>187,343</b>	<b>192,340</b>	<b>1.67</b>
<b>South Korea</b>					
KOREA HIGHWAY 4.875%-7.4.14 REGS	150,000	USD	147,000	156,555	1.36
KOREA RAIL ROAD 5.375% 08-13 REGS	200,000	USD	207,500	207,620	1.80
KOREA SOUTH POWER 5.375% 04-13 REGS	160,000	USD	166,211	165,248	1.43
NACF 5.375%(TV) 04-17	200,000	USD	196,400	200,000	1.74
WOORI BANK 7.63%09-14.4.15 REGS	100,000	USD	108,750	107,000	0.93
			<b>825,861</b>	<b>836,423</b>	<b>7.26</b>
<b>Thailand</b>					
PTT PLC 5.75% 04-1.8.14 REGS	100,000	USD	108,490	106,090	0.92
			<b>108,490</b>	<b>106,090</b>	<b>0.92</b>
<b>Total - Transferable securities dealt in on other regulated markets</b>			<b>2,650,400</b>	<b>2,729,026</b>	<b>23.70</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>			<b>10,379,512</b>	<b>10,442,457</b>	<b>90.68</b>

The accompanying notes form an integral part of these financial statements.



# DBSAM FUNDS

## DBS Asia Credit Fund

### Investments Breakdowns as at December 31, 2011

(expressed as a percentage of net assets)

<b>Geographical breakdown</b>	<b>%</b>
South Korea	35.15
Cayman Islands	13.03
Malaysia	10.69
Hong Kong	7.66
Singapore	7.08
British Virgin Islands	6.07
Bermudas	2.42
Indonesia	1.86
Thailand	1.84
India	1.68
Australia	1.51
United Arab Emirates	0.85
Great Britain	0.84
	<b>90.68</b>

# DBSAM FUNDS

## Notes to the Financial Statements as at December 31, 2011

### Note 1 - Organisation

DBSAM Funds (the "SICAV") was incorporated for an unlimited period of time on July 24, 2003 and is governed by the Law of August 10, 1915 on commercial companies, as amended, and by the part I of the Law of December 17, 2010 on Undertakings for Collective Investment ("UCI").

The registered office of the SICAV is established at 69, route d'Esch, L-1470 Luxembourg. The SICAV is recorded at the *Registre de Commerce et des Sociétés* with the District Court of Luxembourg under the number B 94979.

The Articles of Incorporation (the "Articles") have been published in the *Mémorial, Recueil des Sociétés et Associations* (the "Mémorial") of September 4, 2003 and have been filed with the Chancery of the District Court of Luxembourg together with the *Notice légale* on the issue and sale of Shares. The Articles have been amended on February 13, 2004, which amendment was published in the Mémorial on March 9, 2004. Any interested person may inspect these documents at the Chancery of the District Court of Luxembourg; copies are available on request at the registered office of the SICAV.

The minimum capital of the SICAV, as provided by law and by Article 5 of the Articles is EUR 1,250,000. The capital of the SICAV is represented by fully paid-up Shares of no par value. The initial capital of the SICAV has been set at EUR 32,500 divided into 3,250 fully paid-up Shares of no par value.

The SICAV is open-ended which means that it will, at any time on the request of the shareholders, redeem its Shares at prices based on the applicable Net Asset Value per Share of the relevant Sub-Fund.

The SICAV may issue Shares in each Sub-Fund. A separate portfolio of assets is maintained for each Sub-Fund and is invested in accordance with the investment objective applicable to the relevant Sub-Fund.

The share capital of the SICAV will be equal, at any time, to the total value of the net assets of all the Sub-Funds.

The SICAV may issue Shares of different classes reflecting the various Sub-Funds which the Board of Directors may decide to open. Within a Sub-Fund, classes of Shares may be defined from time to time by the Board of Directors so as to correspond to (i) a specific distribution policy, such as entitling to distributions or not entitling to distributions and/or (ii) a specific sales and redemption charge structure and/or (iii) a specific management or advisory fee structure, and/or (iv) a specific distribution fee structure, and/or (v) a specific currency, and/or (vi) any other specific features applicable to one class.

Eleven classes of shares have been defined:

- Class I-EUR Shares, which are denominated in EUR ("Class I-EUR")
- Class I-JPY Shares, which are denominated in JPY ("Class I-JPY")
- Class I-BRL Shares, which are denominated in BRL ("Class I-BRL")
- Class I-SGD Shares, which are denominated in SGD ("Class I-SGD")
- Class I-USD Shares, which are denominated in USD ("Class I-USD")
- Class P Shares, which are denominated in EUR ("Class P")
- Class R-EUR Shares, which are denominated in EUR ("Class R-EUR")
- Class R-JPY Shares, which are denominated in JPY ("Class R-JPY")
- Class R-BRL Shares, which are denominated in BRL ("Class R-BRL")
- Class R-SGD Shares, which are denominated in SGD ("Class R-SGD")
- Class R-USD Shares, which are denominated in USD ("Class R-USD")

Class I-EUR Shares, Class I-JPY Shares, Class I-SGD Shares, Class I-USD Shares and Class I-BRL Shares shall be offered to Institutional Investors only.

3,240 Class P Shares have been subscribed by Nikko Asset Management Asia Limited (formerly known as DBS Asset Management Ltd.) at the date of incorporation of the SICAV and entitle Nikko Asset Management Asia Limited in accordance with the Articles of the SICAV to propose to the General Meeting of Shareholders a list containing the names of candidates for the position of director of the SICAV out of which a majority of the directors must be appointed.

The Board of Directors of the SICAV does not contemplate to issue further Class P Shares to investors.

Class R-EUR Shares, Class R-JPY Shares, Class R-SGD Shares, Class R-USD Shares and Class R-BRL Shares are not restricted as to the type of investor to which they are offered.

Shares in any Sub-Fund may be issued on a registered basis only.

As at December 31, 2011, only Class I-USD Shares and Class P Shares are outstanding.

The SICAV is an "umbrella fund" enabling investors to choose between one or more investment objectives by investing in one or more Sub-Funds.

# DBSAM FUNDS

## Notes to the Financial Statements as at December 31, 2011 (continued)

### **Note 1 - Organisation (continued)**

The SICAV propose the following sub-funds:

- DBS Asia Pacific Fund
- DBS Asia Credit Fund
- DBS Asia High Yield Bond Fund I
- DBS Asia High Yield Bond Fund II
- DBS Asia High Yield Bond Fund III

The Board of Directors of the SICAV may from time to time decide to create further Sub-Funds; in that event, the Prospectus will be updated and amended so as to include detailed information on the new Sub-Funds.

As at December 31, 2011 only the following Sub-Fund is offered to investors:

#### **- DBS Asia Credit Fund**

The investment objective of DBS Asia Credit Fund is to generate total return from the capital appreciation and income of investments in mainly USD denominated fixed income securities issued by sovereigns, quasi-sovereigns, Supranationals and companies in the Asian region. The Asian region consists of but is not limited to countries such as China, Hong Kong SAR, Indonesia, India, South Korea, Malaysia, Philippines, Pakistan, Singapore, Thailand, Taiwan and Vietnam.

The investment focus of DBS Asia Credit Fund is to invest primarily in transferable securities of issuers being the members of the JACI Investment Grade Total Return Index ("Benchmark"), which is an investment-grade sub-index of JPMorgan Asia Credit Index. The members of the Benchmark are rated at least BBB- by S&P or Baa3 by Moody's ("Investment Grade").

From time to time, the DBS Asia Credit Fund may invest in non-members of the Benchmark, which may be rated below Investment Grade (BB+ and below by S&P or Ba1 or below by Moody's). The investment Manager does not expect such allocation to exceed 20% of the DBS Asia Credit Fund's Net Asset Value at the point of investment.

### **Note 2 - Significant accounting policies**

#### **a) Presentation of financial statements**

The financial statements are prepared in accordance with Luxembourg regulations relating to undertakings for collective investment.

#### **b) Portfolio valuation**

The value of each security or other asset which is quoted or dealt in on a stock exchange is based on its last closing price on the stock exchange which is normally the principal market for such security known at the end of the day preceding the Valuation Day.

The value of each security dealt in on any other Regulated Market is based on its last known closing price which is normally available at the end of the day preceding the Valuation Day.

In the event that any assets are not listed or dealt in on any stock exchange or on any other Regulated Market, or if, with respect to assets listed or dealt in on any stock exchange, or other Regulated Market as aforesaid, the price as determined pursuant to preceding paragraphs is not representative of the fair market value of the relevant assets, the value of such assets is based on the reasonably foreseeable sales price determined prudently and in good faith.

As from September 28, 2009 the pricing source for all the securities issued by a member of the "Benchmark" is solely the prices provided by JP Morgan Securities Inc. New York.

All other securities and other assets are valued at fair market value as determined in good faith pursuant to procedures established by the Board of Directors.

#### **c) Transactions in foreign currencies**

The value of the assets and liabilities denominated in a currency other than the Reference Currency of the relevant Sub-Fund or Class are translated at the prevailing exchange rates in Luxembourg at the Closing Date. Income and expenses in currencies other than the Sub-Fund's currency are translated into the Sub-Fund's currency at the exchange rates prevailing at the transaction date.

#### **d) Combined financial statements of the SICAV**

The combined accounts of the SICAV are maintained in EUR. The financial statements relating to the various separate Sub-Funds are also expressed in the relevant reference currency for the Sub-Funds. The Net Assets of the DBS Asia Credit Fund are calculated in USD.

The total Net Asset Value of the SICAV is equal to the sum of the net assets of the various Sub-Funds translated into EUR at the prevailing exchange rates in Luxembourg as at the Closing Date.

# DBSAM FUNDS

## Notes to the Financial Statements as at December 31, 2011 (continued)

### **Note 2 - Significant accounting policies (continued)**

The principal exchange rate used as at the Closing Date is the following: 1 USD = 0.772260 EUR

#### e) Investment transactions and investment income

Securities are recorded at cost, and where applicable on the basis of exchange rates prevailing on the date they are purchased.

Results on sales of securities are determined on the basis of the average cost method. Investment transactions are accounted for on the trade date. Dividends are accounted for on the ex-dividend date. Interest income is recorded on an accrual basis. Discounts on zero coupon bonds are accredited as adjustments to interest income.

#### f) Forward foreign exchange contracts

Outstanding forward foreign exchange contracts are valued on the basis of forward exchange rates prevailing at the relevant valuation date and the resulting unrealised profits or losses are included in the statement of changes in net assets. Realised profits and losses on matured forward foreign exchange contracts are also included in the statement of changes in net assets.

#### g) Futures contracts

Futures contracts are valued based on the last available published price applicable on the valuation date.

#### h) Formation expenses

Expenses incurred in connection with the incorporation of the SICAV including those incurred in the preparation and publication of the first Prospectus, as well as the taxes, duties and any other publication expenses, are amortized over a maximum period of five years commencing October 19, 2004.

All the formation expenses have been fully amortised since October 2009.

### **Note 3 - Management Fee**

The management fee includes the investment management fee and the fees paid to the management company, RBS (Luxembourg) S.A..

An investment management fee is payable to the Investment Manager in compensation for its services. Such fee is set at 1% per annum for the DBS Asia Credit Fund.

The fee is payable in arrears at the end of each calendar quarter out of the assets of each Sub-Fund and calculated on the average quarterly net assets of each Sub-Fund thereof during the relevant calendar quarter.

The management company fee is payable monthly and the rate is set at 0.10% up to EUR 10 millions under management, 0.07% above EUR 10 million to EUR 50 million and at 0.05% above EUR 50 millions with a minimum annual fee amounting to EUR 25,000.

### **Note 4 - Subscription tax**

The SICAV is not liable to any Luxembourg tax on profits or income, nor are distributions paid by the Fund liable to any Luxembourg withholding tax. The Fund is, however, with regard to Class I-EUR Shares, Class I-JPY Shares, Class I-SGD Shares, Class I-USD Shares, Class I-BRL Shares and Class P Shares liable in Luxembourg to a tax of 0.01% per annum of its Net Asset Value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the Share Classes at the end of the relevant calendar quarter, whereas Class R-EUR Shares, Class R-JPY Shares, Class R-SGD Shares, Class R-USD Shares and Class R-BRL Shares of the Fund will be subject to a tax of 0.05% per annum of its Net Asset Value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the Share Classes at the end of the relevant calendar quarter. No stamp duty or other tax is payable in Luxembourg on the issue of Shares. No Luxembourg tax is payable on the realised capital appreciation of the assets of the Fund.

### **Note 5 - Custodian bank fee**

As per the Custodian Agreement dated February 12, 2007 the custodian will charge as safe custody charges a fee at an annual rate of 0.0175% on the average net assets of the SICAV, with a minimum of USD 6,500 per year per sub-fund.

# DBSAM FUNDS

## Notes to the Financial Statements as at December 31, 2011 (continued)

### **Note 6 - Domiciliation, Administration and Transfer agent fees**

In relation with investment service agreements dated February 12, 2007 the SICAV delegates to RBC Dexia Investor services Bank S.A. the following services and is liable to following fees :

- a) Domiciliary and corporate agent

USD 7,400 per annum

- b) Central Administrative Agent

USD 21,000 per annum

- c) Registrar and Transfer Agent

The SICAV is liable to Registrar and Transfer Agent fees in relation with maintenance fee, system platform, shareholder servicing fees, transaction fees. The applicable fees are depending on the transactions volume and are detailed in the contract dated February 12, 2007.

### **Note 7 - Changes in the statement of investments**

The changes in the statement of investments may be obtained free of charge, on simple request, at the registered office of the SICAV.

### **Note 8 - Funds managed by the Management Company**

The list of the funds managed by the Management Company, may be obtained, on simple request, at the registered office of the Management Company.

### **Note 9 - Forward Foreign Exchange contracts**

As at December 31, 2011, the following forward foreign exchange contracts were outstanding for DBS Asia Credit Fund:

Currency	Purchases	Currency	Sales	Maturity Date
EUR	377,407	USD	500,000	17/01/2012
USD	500,000	EUR	377,373	17/01/2012

As at December 31, 2011, the unrealised capital gain amounts to USD 46.