



**Fund Manager -  
Michael Kerley**

### Fund Objective

Henderson Far East Income Limited seeks to provide a high level of dividends, as well as capital appreciation over the long term, from a diversified portfolio of investments traded on the Pacific, Australasian, Japanese and Indian stock markets (the "Asia Pacific region").

### Fund Manager's Commentary

It was another strong month for Asian stock markets in May as abundant global liquidity and improving economic data encouraged investors to commit more funds to the region. The Indian market was the best performer following positive election results that brought the reformist BJP party into power with an unlikely majority. At a sector level, the significant bounce in commodity prices ensured that energy and basic materials were the best performers, while the defensive sectors of healthcare and utilities lagged. The only significant underperformance arose from Korea as a result of increased uncertainty following the nuclear tests in North Korea.

The company remains focused on domestic Asia and in particular towards Hong Kong and China. The company has little exposure to cyclical sectors and is underweight Korea and Australia as a result. Following strong moves in recent months, Asian markets have redressed most of their undervaluation. Nevertheless, the region remains underpinned by solid fundamentals in the medium to long term.

### Company Information

<b>Epic Code</b>	HFEL
<b>AIC Sector</b>	Asia-Pacific ex Japan
<b>Trust Type</b>	Conventional (Ords)
<b>Launch Date</b>	
(of the current Jersey domiciled company)	2006
<b>Financial Year End</b>	31 August
<b>Dividend Payment</b>	May, August
	November, February
<b>Last Ex Div Date</b>	4 February
<b>*Risk Rating</b>	Slightly Above Average
<b>Premium/Discount</b>	+5.1%
<b>Gearing</b>	0%
<b>Yield</b>	4.56%
<b>Management Fee</b>	1.0%
<b>Performance Fee</b>	No
<b>Total Expense Ratio (TER)</b>	1.19%

### Company Statistics

<b>Gross total assets</b>	£201m
<b>NAV per ordinary share (cum income)</b>	250.5p
<b>NAV per ordinary share (ex income)</b>	247.1p
<b>Share Price</b>	263.3p

Source: FundData.com  
\*WINS Investment Trusts

### Performance



### Cumulative Growth

Performance over:	1yr	2yrs	3yrs	5yrs	10yrs
Share Price (Total Return)	3.2%	16.3%	47.8%	94.9%	285.7%
Net Asset Value (Total Return)	-4.5%	3.7%	37.1%	91.5%	221.7%
Peer Group Ranking	1/3	1/3	1/3	1/1	1/1

Peer group rankings are based on Asian Income Companies only

### Annual Growth to 31 March 2009

	2008/2009	2007/2008	2006/2007	2005/2006	2004/2005
Share Price (Total Return)	-10.9%	14.9%	10.0%	14.1%	12.0%
Net Asset Value (Total Return)	-15.9%	13.0%	14.3%	23.3%	10.8%

Please remember that past performance is not a guide to future performance. The value of an investment and the income from it can rise as well as fall as a result of market and currency fluctuations, and you may not get back the amount originally invested.

The Company's performance is not benchmarked against any specific stock market index.

Data prior to December 2006 relates to the previous Company Henderson Far East Income Trust plc.

All performance, cumulative growth and annual growth, source: FundData.com

### Geographic Breakdown

China	23.5%	Financials	25.2%
Hong Kong	18.3%	Industrials	18.2%
Australia	14.0%	Property	17.4%
Singapore	13.7%	Telecommunications	16.2%
Taiwan	9.4%	Oil & Gas	7.2%
Thailand	6.0%	Consumer Services	5.9%
South Korea	4.7%	Utilities	3.6%
Malaysia	4.1%	Technology	2.3%
Far East & Pacific Region	2.2%	Basic Materials	1.5%
The Philippines	1.5%	Cash & Fixed Interest	2.5%
Cash & Fixed Interest	2.6%		

### Sector Breakdown

### Top 10 Holdings = 31.5% of Portfolio

Bank of China	4.3%	Hung Poo Real Estate Development	2.9%
China Mobile	3.7%	Shenzhen Investment	2.8%
DBS	3.5%	Santos	2.8%
Sino Land	3.3%	Keppel	2.7%
Industrial & Commercial Bank of China	2.9%	Henderson Land Development	2.6%

All geographical data, sector breakdowns and top 10 holdings, source: BNP Paribas

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All data in this factsheet is as at or to 31 May 2009 unless otherwise stated. Tax assumptions may change if the law changes, and the value of tax relief will depend upon your individual circumstances. Henderson Global Investors is the name under which Henderson Global Investors Limited (reg. no. 906355), Henderson Fund Management plc (reg. no. 2607112), Henderson Investment Funds Limited (reg. no. 2678531), Henderson Investment Management Limited (reg. no. 1795354), Henderson Alternative Investment Advisor Limited (reg. no. 962757) and Henderson Equity Partners Limited (reg. no. 2606646) (each authorised and regulated by the Financial Services Authority and of 201 Bishopsgate, London, EC2M 3AE) provide investment products and services. We may record telephone calls for our mutual protection and to improve customer service.