

AIG EUROPE LARGE CAP RESEARCH ENHANCED FUND

31 December 2009

OBJECTIVE

AIG Europe Large Cap Research Enhanced Fund ('the Fund') seeks to achieve capital growth by investing at least 90% in a diversified portfolio of companies, which have assets, products or operations based in Europe or included in the MSCI Europe Index.

FUND FACTS

Domicile & Type	Ireland / Sub-fund of UCITS III Umbrella Open-ended Unit Trust
Inception Date of Class	12 Dec 2007
Inception Date of Predecessor Class	N/A
Benchmark	MSCI Europe DTR Net EUR
Base Currency	EUR
Class	Y1
Class Currency	EUR
Minimum Investment	EUR 1 million
Management Fee	0.50%
Listing & Dealing	Unlisted / Daily
Distribution Policy	Income and capital gains may be distributed
ISIN Number	IE00B2B3J264
Portfolio Manager(s)	Michael Kelly / Lan Cai / Magali Azema-Barac / Mikhail Samonov / Tim Campion
Investment Manager(s)	AIG Global Investment Corp.
Legal Manager	AIG Investments Fund Management Ltd.
Authorised for Public Distribution In	United Kingdom
Regulated By	Financial Regulator in Ireland

COMMENTARY

Market Review

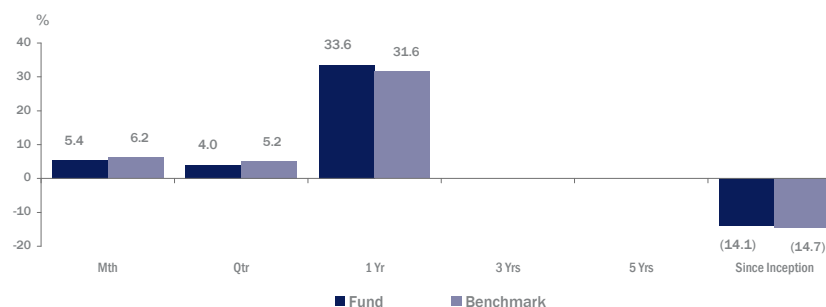
- The European market finished higher in December on better than expected macroeconomic data. Markets started the month strong on growing manufacturing data before declining following cuts to Greece's credit rating. Optimism returned leading into the New Year after it was announced the UK economy shrank less than expected in the third quarter.
- All countries in the MSCI Europe Index, with the exceptions of Greece and Austria, had positive returns in December. Ireland and the Netherlands led country returns.
- In the MSCI Europe Index every sector had positive returns over the month. Materials, utilities and consumer staples were the sector leaders while financials and telecommunications lagged.

Fund Activity

- The top performing sector in the Fund on a relative basis was our underweight exposure to energy. The Fund's overweight exposure to industrials was the biggest detractor.
- The biggest contributors to Fund performance in terms of stock selection were Volkswagen Ag and Sage Group. Volkswagen rallied after posting stronger monthly sales. The biggest laggard during the month in terms of stock selection was A.P. Moller - Maersk.

PERFORMANCE

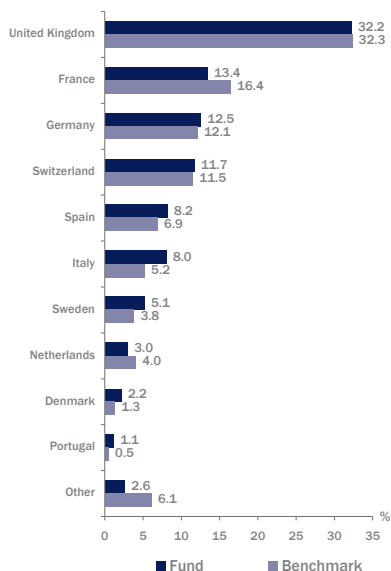
For periods ending 31 December 2009



Calendar Year	Fund %	Benchmark %	Difference %
2009 YTD	33.6	31.6	2.0
2008	(43.6)	(43.6)	0.0
2007	N/A	N/A	N/A
2006	N/A	N/A	N/A
2005	N/A	N/A	N/A

Fund: AIG Europe Large Cap Research Enhanced Fund Class 'Y1' Units
 Benchmark: MSCI Europe DTR Net EUR
 Indicative gross performance before fees and all charges. 1, 3, 5 Yrs and since inception returns are annualised. Past performance is not indicative of future results. Refer to footnotes.

COUNTRY ALLOCATION



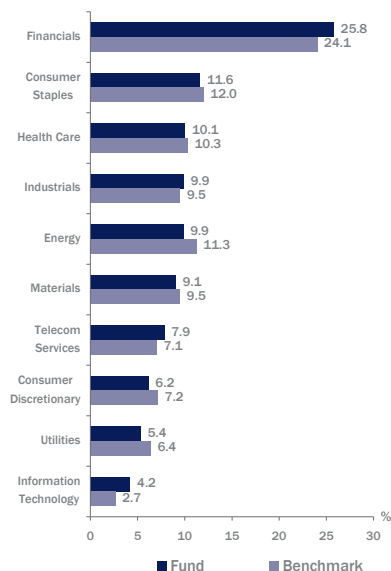
TOP 10 HOLDINGS

Company	%
streetTRACKS MSCI Europe (FR)	3.9
BP (GB)	3.6
Banco Santander SA (ES)	2.8
Roche Holdings AG (CH)	2.7
Telefonica SA (ES)	2.5
Astrazeneca (GB)	2.0
Bayer AG (DE)	2.0
BNP Paribas (FR)	1.9
BHP Billiton Plc (GB)	1.9
HSBC Holdings (GB)	1.9
Total	25.2

FUND STATISTICS

Fund Size	EUR 17,386,969
NAV per Unit	EUR 71.8016
Weighted Avg Mkt Cap (\$ M)	50,617
Number of Securities	134
Risk Free Rate	0.0
Sharpe Ratio (3yr)	N/A
Standard Deviation (3yr)	N/A
Information Ratio (3yr)	N/A
Tracking Error (3yr)	N/A
Alpha	N/A
Beta	N/A
R-Squared	N/A

SECTOR WEIGHTS



Fund: AIG Europe Large Cap Research Enhanced Fund
 Benchmark: MSCI Europe DTR Net EUR
 Asset allocations as at month end.

www.aiginvestments.com

All information as of 31 Dec 2009 unless noted otherwise. Portfolio Structure may vary over time. Holdings are subject to change. We are not soliciting or recommending any action based on this material. This document should be read in conjunction with the Prospectus (including defined terms) and is subject at all times to the terms and conditions as set out therein. AIG Europe Large Cap Research Enhanced Fund (the "Fund") is a sub-fund of AIG Global Funds, an Irish domiciled UCITS III umbrella fund, authorized and regulated by the Financial Regulator in Ireland. The performance presented herein is representative of Class 'Y1' in Euro. The price of units and the income from them may fall as well as rise and investors may not get back the full amount originally invested. This document is intended for distribution only to existing and prospective investors for whom it is suitable and does not constitute an offer of units. Its general circulation may be restricted by law in certain jurisdictions. The Fund is not available for investment in the United States or to or for the account of U.S. Persons. AIG Investments Europe Limited is authorised and regulated by the Financial Services Authority ("FSA"). In the UK this communication is a financial promotion solely intended for professional clients as defined in the FSA Handbook and has been approved by AIG Investments Europe Limited. Copies of the Prospectus, the Simplified Prospectus and the most recent financial statements may be obtained free of charge in Ireland from AIG Investments Fund Management Ltd., and in Germany from BHF-BANK AG, Bockenheimer Landstraße 10, 60323 Frankfurt. Unless otherwise noted, all information is sourced from AIG Investments internal data. AIG Investments comprises a group of international companies which provide investment advice and market asset management products and services to clients around the world. Services and products are provided by one or more affiliates of American International Group, Inc. ("AIG"). AIG Investments is a registered mark of AIG. Issued by: AIG Investments Fund Management Ltd, 30 North Wall Quay, IFSC, Dublin 1, Ireland. Phone: 353-1-6720222. Facsimile: 353-1-6720267.

