Invesco Asia Trust plc

Half-Yearly Financial Report
For the Six Months to 31 October 2010

KEY FACTS

Invesco Asia Trust plc is an investment trust listed on the London Stock Exchange.

Objective of the Company

The objective of Invesco Asia Trust plc is to provide long-term capital growth by investing in a diversified portfolio of Asian and Australasian companies. The Company aims to achieve growth in its net asset value in excess of the Benchmark Index, the Morgan Stanley Capital International All Countries Asia Pacific ex Japan Index, measured in sterling.

Investment Policy and Risk

Invesco Asia Trust plc invests primarily in the equity securities of companies listed on the stockmarkets of China, Hong Kong, India, Malaysia, Singapore, South Korea, Taiwan, Thailand and Australasia. It may also invest in unquoted securities up to 10% of the value of the Company's gross assets and in warrants and options when it is considered the most economical means of achieving exposure to an asset.

The Company is actively managed and the Manager has broad discretion to invest the Company's assets to achieve its investment objective. The Manager seeks to ensure that the portfolio is appropriately diversified having regard to the nature and type of securities (such as performance and liquidity) and the geographic and sector composition of the portfolio.

Full details of the Company's investment limits can be found on pages 18 and 19 of the 2010 annual financial report.

Share Capital

At the period end the Company's issued share capital consisted of 94,136,305 ordinary shares of 10p each and 18,468,305 subscription shares of 1p each. During the period, 299,180 subscription shares were exercised and converted to ordinary shares.

Performance Statistics

The Benchmark Index of the Company is the MSCI All Countries Asia Pacific ex Japan Index (£).

	AT 31 OCTOBER 2010	AT 30 APRIL 2010	% CHANGE
Capital Statistics			
Net assets (£'000)	164,821	150,934	+9.2
Actual gearing	105	103	
Asset gearing	105	102	
Net asset value:			
– basic	175.1p	160.8p	+8.9
– diluted	166.9p	154.9p	+7.7
Benchmark Index – capital return(1)	287.0	279.5	+2.7
Mid-market price:			
– ordinary shares	155.3p	138.3p	+12.3
– subscription shares	34.0p	26.0p	+30.8
Discount per ordinary share(2)	7.0%	10.7%	
Total Return Statistics(1)			
Diluted net asset value			+9.8
Benchmark Index			+4.7

(1) Source: Thomson Financial Datastream.

(2) The discount is the amount by which the mid-market price per ordinary share is less than the diluted net asset value per share.

INTERIM MANAGEMENT REPORT INCORPORATING THE CHAIRMAN'S STATEMENT

Chairman's Statement

Performance and prospects

The rally in Asian equity markets was maintained in the six months to the end of October. The period was interspersed with bouts of volatility, mostly surrounding the sustainability of the recovery at a global level, but the overall trend was higher as Asia's economic performance remained strong. With the economic backdrop supportive and Asian businesses benefiting from a combination of greater efficiency and renewed top-line growth, equity markets in the region were able to make healthy progress. It is pleasing to note that the portfolio was able to fully participate in the market's rise during the period under review, underlining the importance of taking a long-term perspective and maintaining a focus on value. Over the period, the net asset value total return per ordinary share was 9.8% compared to the total return of the benchmark index, the MSCI All Countries Asia Pacific ex-Japan index, of 4.7%, adjusted for sterling. The Company's share price increased from 138.3p to 155.3p, while the discount to net asset value at which the shares trade narrowed to 7.0%.

Dividend

As in previous years, no interim dividend is being declared.

Outlook

The two-speed recovery that has characterised the global economy since the financial crisis remains largely in place, and continues to favour Asia. While the region remains closely engaged with Western export demand, the lacklustre recoveries in most developed countries are not proving to be major constraints on growth. The emergence of demand from the domestic consumer is gradually gathering pace and the generally sound finances of regional governments have facilitated supportive policies where required. These supports are now starting to be slowly removed, reflecting Asia's strong fundamentals that will be the drivers of independent economic expansion in the years ahead.

Recent evidence shows that corporate profits in the region are rising strongly. Asian companies are also increasingly aware of their responsibilities to shareholders, further enhancing their attraction to investors. While there will inevitably be bumps along the way, Asia's global significance continues to rise and I believe that its long-term prospects are compelling.

Subscription Shares Exercise

During the period under review, subscription shareholders had their first opportunity to exercise their right to subscribe for one ordinary share of the Company at a price of 125p. The subscription period ended on 31 August 2010. As a result, 299,180 ordinary shares were allotted in mid-September 2010. Subscription shareholders will have further opportunities to convert their holdings in 2011 and 2012.

As a result, the issued share capital of your Company at the period end was 94,136,605 ordinary shares of 10p each and 18,468,305 subscription shares of 1p each.

Bryan Lenygon

It is with great regret and sadness that the Board announced in November that Bryan Lenygon passed away on 25 November 2010. Bryan, who had served as a director since the inception of the Company in 1995, made a very valuable contribution to the business, particularly in his role as Chairman of the Audit Committee, a position he held since 1995. He will be sorely missed by his family, colleagues and many friends.

Appointment of New Audit Committee Chairman

With effect from 10 December 2010, Mr James Robinson was appointed Chairman of the Audit Committee.

David Hinde
Chairman
17 December 2010

Market and Economic Review

Equity markets in the Asia Pacific region ended the period higher as positive domestic economic data and upbeat earnings news outweighed intermittent concerns about the outlook for growth globally.

In Asia, economic performance remained strong and third quarter GDP growth in China helped to allay fears of a material slowdown in the region's dominant economy. Growth of 9.6% year-on-year (y-o-y) in the third quarter was modestly ahead of forecasts and, while it was slower than the previous quarter (10.3% y-o-y), it underlined the continued strength of China's economy. The GDP data, combined with rising consumer prices, contributed to the first interest rate rise in China since the global financial crisis. The increase in the one-year lending rate of 0.25% to 5.56% confirmed policymakers' desire to control inflation and liquidity and to prevent potential asset price bubbles. The Chinese currency was once again a major topic and external criticism was fuelled by data showing that China's foreign exchange reserves had reached $2.65 trillion by the end of the period, adding to calls from the US for the yuan to be allowed to appreciate more quickly. Economic data outside of China saw GDP growth above expectations in India, Hong Kong, Taiwan and Indonesia.

Corporate earnings announcements continued to demonstrate the healthy rebound in profits being delivered by Asian companies. Early in the period Samsung Electronics announced quarterly profits more than seven times higher than a year earlier and their confident outlook was demonstrated in the decision to invest heavily across their memory chip, television and mobile phone businesses. Hyundai Motor posted record quarterly earnings as sales of new models in overseas markets grew rapidly. Taiwan Semiconductor's third quarter earnings were ahead of forecasts as robust demand for smartphones helped the group record a 54% rise in net income and a 25% rise in sales. Banking stocks in general saw earnings improve, helped by significant loan growth. Bank of China saw profits rise 29% in the third quarter and ICBC saw quarterly profits rise 38% from a year earlier.

Company Performance

Over the period, the Company's performance was strong, gaining 9.8% (NAV, total return £), which was ahead of the benchmark MSCI All Countries Asia Pacific ex-Japan index, which added 4.7% (total return, £). The overweight exposure to the industrial conglomerates sector was positive, with Hutchison Whampoa and Jardine Matheson making strong contributions. Hutchison Whampoa was supported by first half profits that rose 12%, beating analysts' expectations. The group saw improvement in its mobile phone operations and forecast that this business would be profitable in 2011. Our exposure to Jardine Matheson boosted returns as the group stated that improved market conditions were benefiting its businesses in the region. The overweight position in the real estate management & development sector was beneficial as the sector outperformed the wider market, with Filinvest Land and Wharf Holdings both delivering positive returns. The representation in commercial services detracted from performance as the sector underperformed the wider market and stock specific returns were weak. Downer EDI fell during the period as the group experienced difficulties with a large train manufacturing contract.

Outlook for Asian Economies and Markets

We are positive on the long-term prospects for Asian equity markets, based on the region's healthy economic fundamentals and the positive earnings momentum being demonstrated by the corporate sector. Although growth in developed economies has moderated recently, policymakers appear committed to maintaining a growth bias which should continue to benefit Asia. Internal trade and rising domestic demand will also be key drivers of growth in the years ahead and we expect them to be powerful supports to Asian economies. While interest rates have been slowly moving higher in response to rising inflation, including both China and India, monetary policy in general remains accommodative. While inflation has picked up as economic growth has strengthened, we expect that in aggregate it will remain within acceptable levels and that authorities will be reluctant to increase interest rates too aggressively to avoid exacerbating the risks of further capital inflows.

Asian stocks offer attractive long-term value in our view, based on undemanding valuations and positive earnings growth. Asian companies are direct beneficiaries of the sound economic fundamentals of the region, which continue to set them apart from their western counterparts. With Asia's contribution to global economic growth expected to rise further in the years ahead, we remain confident in the ability of Asian businesses to turn that growth into higher profits.

The investment strategy remains focused on identifying and taking advantage of the changing dynamics of Asian economies as domestic demand becomes a more significant source of growth and the traditional reliance on exports starts to decline. China is already experiencing this new trend, where the move from rural to urban lifestyles brings a number of new opportunities. The changing social landscape inevitably involves greater demand for housing and the portfolio is overweight in the real estate sector. Recent government measures to cool the pace of price rises have focused on the significant gains that have been seen in some tier 1 cities, but in our view general affordability levels are not stretched. High levels of savings mean that a significant proportion of property purchases are made without a mortgage and rising incomes are also positive for the real estate market. Higher disposable incomes are supportive of consumer demand and while valuations in some consumer related areas have risen to reflect this, we believe that some businesses that can indirectly benefit from the consumer theme offer attractive value. The portfolio is overweight in the insurance sector, where we think that new business growth could be substantial, a factor which we consider is not reflected in current share prices. We also continue to have positions in large, high quality technology businesses, which we believe are well placed to capitalise on their improved competitive positions.

We remain cautious on the energy and materials sectors, where we believe that current share prices already reflect continued recovery in Asian economies. The portfolio is also underweight in the utility and telecommunications sectors, as we believe they have modest growth potential and that they are likely to trail the market in the positive long-term outlook that we anticipate.

China and Hong Kong remain the preferred countries as we believe that many businesses in these markets can take advantage of the supportive economic backdrop. We are underweight in Australia, as we believe that growth prospects are stronger elsewhere in Asia and also because we are underweight in the banking and resources sectors which are large parts of the Australian market. The allocations to Malaysia and Singapore are below the benchmarks as we see more limited opportunities in these markets.

Stuart Parks
Manager

17 December 2010

RELATED PARTY

Invesco Asset Management Limited ('IAML'), a wholly-owned subsidiary of Invesco Limited, acts as Manager, Company Secretary and Administrator to the Company. Details of IAML's services and fee arrangements are given in the latest annual financial report, which is available on the Manager's website at www.invescoperpetual.co.uk/investmenttrusts.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties that could affect the Company's business can be divided into the following areas:

– Investment Objective;
– Investment Process;
– Market Movement and Portfolio Performance;
– Foreign Exchange Risks;
– The Ordinary Shares;
– Derivatives;
– Gearing; and
– Regulatory and Tax Related.

A detailed explanation of these principal risks and uncertainties can be found on pages 22 to 24 of the latest published annual financial report which is available on the Manager's website.

In the view of the Board, these principal risks and uncertainties are equally applicable to the remaining six months of the financial year as they were to the six months under review.

Additional risks apply to the subscription shares which tend to involve a high degree of gearing, such that a relatively small movement in the price of the ordinary shares is likely to result in a disproportionately large movement in the price of the subscription shares.

GOING CONCERN

The financial statements have been prepared on a going concern basis. The Directors consider this is the appropriate basis as they have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. In considering this, the Directors took into account the diversified portfolio of readily realisable securities which can be used to meet short-term funding commitments, and the ability of the Company to meet all of its liabilities and ongoing expenses.

DIRECTORS' RESPONSIBILITY STATEMENT

in respect of the preparation of the half-yearly financial report

The Directors are responsible for preparing the half-yearly financial report using accounting policies consistent with applicable law and UK Accounting Standards.

The Directors confirm that to the best of their knowledge:

– the condensed set of financial statements contained within the half-yearly financial report have been prepared in accordance with the Accounting Standards Board's Statement 'Half-Yearly Financial Reports';

– the interim management report includes a fair review of the information required by 4.2.7R and 4.2.8R of the FSA's Disclosure and Transparency Rules; and

– the interim management report includes a fair review of the information required on related party transactions.

The half-yearly financial report has not been audited or reviewed by the Company's auditors.

Signed on behalf of the Board of Directors.

David Hinde
Chairman

17 December 2010

TWENTY-FIVE LARGEST HOLDINGS AT 31 OCTOBER 2010

Ordinary shares unless otherwise stated

COMPANY	PRINCIPAL ACTIVITY	COUNTRY	MARKET VALUE £'000	% OF PORTFOLIO
Jardine Matheson	Capital Goods	Hong Kong	7,988	4.6
Samsung Electronics	Technology Hardware Equipment	South Korea	7,653	4.4
Industrial & Commercial Bank of China[H]	Banking	China	4,987	2.9
Hutchison Whampoa	Capital Goods	Hong Kong	4,986	2.9
Taiwan Semiconductor Manufacturing	Semiconductors & Semiconductor Equipment	Taiwan	4,804	2.8
China Taiping Insurance[R]	Insurance	Hong Kong	4,648	2.7
United Phosphorus	Materials	India	3,847	2.2
Wharf	Diversified Financials	Hong Kong	3,496	2.0
Petrochina[H]	Energy	China	3,323	1.9
Hyundai Motor	Automobiles & Parts	South Korea	3,122	1.8
Iluka Resources	Materials	Australia	3,039	1.8
Infosys Technologies	Software & Services	India	2,944	1.7
Metro Bank & Trust	Banking	Philippines	2,896	1.7
Cheung Kong	Real Estate	Hong Kong	2,836	1.7
Shinhan Financial	Banking	South Korea	2,835	1.6
Bank of China[H]	Banking	China	2,828	1.6
Daphne International	Consumer Durables & Apparel	Hong Kong	2,824	1.6
Daegu Bank	Banking	South Korea	2,805	1.6
BHP Billiton	Materials	Australia	2,783	1.6
China Mobile[R]	Telecommunication Services	Hong Kong	2,756	1.6
Filinvest Land	Real Estate	Philippines	2,664	1.6
Far Eastern New Century	Capital Goods	Taiwan	2,652	1.6
Coal India	Materials	India	2,575	1.5
Hyundai Mobis	Automobiles & Components	South Korea	2,558	1.5
Newcrest Mining	Materials	Australia	2,545	1.5
			90,394	52.4
Other investments			82,001	47.6
Total investments			172,395	100.0

R: Red Chip Holdings
H: H-Shares

CONDENSED INCOME STATEMENT

	SIX MONTHS TO 31 OCTOBER 2010 REVENUE £'000	CAPITAL £'000	TOTAL £'000	SIX MONTHS TO 31 OCTOBER 2009 REVENUE £'000	CAPITAL £'000	TOTAL £'000	YEAR TO 30 APRIL 2010 TOTAL £'000
Gains on investments held at fair value through profit or loss	—	14,000	14,000	—	29,890	29,890	52,680
Gains/(losses) on foreign currency revaluation	—	41	41	—	(138)	(138)	(195)
Income							
Overseas dividends	2,296	—	2,296	1,850	—	1,850	2,839
UK dividends	52	—	52	19	—	19	19
Scrip dividends	265	—	265	170	—	170	207
Deposit interest	—	—	—	3	—	3	1
Gross return	2,613	14,041	16,654	2,042	29,752	31,794	55,551
Investment management fee – note 2	(141)	(423)	(564)	(116)	(349)	(465)	(1,005)
Other expenses	(237)	(4)	(241)	(246)	(6)	(252)	(478)
Net return before finance costs and taxation	2,235	13,614	15,849	1,680	29,397	31,077	54,068
Interest payable and similar charges – note 2	(10)	(31)	(41)	(11)	(32)	(43)	(68)
Return on ordinary activities before taxation	2,225	13,583	15,808	1,669	29,365	31,034	54,000
Tax on ordinary activities	(184)	—	(184)	(142)	—	(142)	(84)
Net return on ordinary activities after tax for the period	2,041	13,583	15,624	1,527	29,365	30,892	53,916
Return per ordinary share – note 3							
Basic	2.2p	14.5p	16.7p	1.6p	31.3p	32.9p	57.5p
Diluted	2.1p	14.2p	16.3p	1.6p	31.3p	32.9p	57.2p

The total column of this statement represents the Company's profit and loss account. The supplementary revenue and capital columns are presented for information purposes in accordance with the Statement of Recommended Practice issued by the Association of Investment Companies. All items in the above statement derive from continuing operations and the Company has no other gains or losses, therefore no statement of total recognised gains and losses is presented. No operations were acquired or discontinued in the period.

CONDENSED BALANCE SHEET

Registered Number 03011768

	AT 31 OCTOBER 2010 £'000	AT 30 APRIL 2010 £'000	AT 31 OCTOBER 2009 £'000
Fixed assets			
Investments designated at fair value	172,395	154,345	126,687
Current assets			
Amounts due from brokers	27	128	564
Taxation	272	255	185
VAT recoverable	7	14	40
Prepayments and accrued income	65	355	91
Cash at bank	319	1,246	1,031
	690	1,998	1,911
Creditors: amounts falling due within one year			
Bank loans	(7,490)	(5,000)	—
Amounts owed to brokers	(356)	(16)	—
Taxation	—	—	(318)
Accruals and deferred income	(418)	(393)	(367)
	(8,264)	(5,409)	(685)
Net current (liabilities)/assets	(7,574)	(3,411)	1,226
Total net assets	164,821	150,934	127,913
Capital and reserves			
Share capital	9,598	9,571	9,571
Share premium	74,506	74,159	74,162
Capital redemption reserve	1,863	1,863	1,863
Special reserve	11,798	11,798	11,798
Capital reserve	63,540	49,957	27,590
Revenue reserve	3,516	3,586	2,929
	164,821	150,934	127,913
Net asset value per share – note 4			
Basic	175.1p	160.8p	136.3p
Diluted	166.9p	154.9p	134.4p

CONDENSED CASH FLOW STATEMENT

	SIX MONTHS TO 31 OCTOBER 2010 £'000	YEAR TO 30 APRIL 2010 £'000	SIX MONTHS TO 31 OCTOBER 2009 £'000
Net return before finance costs and taxation	15,849	54,068	31,077
Adjustment for gains on investments	(14,000)	(52,680)	(29,890)
Translation differences	(41)	195	138
Tax on unfranked investment income	(280)	(209)	(151)
Scrip dividends received as income	(265)	(207)	(170)
Decrease/(increase) in debtors	297	(51)	187
Increase in creditors	9	87	57
Cash inflow from operating activities	1,569	1,203	1,248
Servicing of finance			
Interest paid on bank loans	(42)	(70)	(41)
Taxation	93	(336)	(63)
Dividends paid	(2,111)	(1,408)	(1,408)
Capital expenditure and financial investment			
Purchase of investments	(30,818)	(54,904)	(27,667)
Sale of investments	27,477	51,629	28,770
Net cash (outflow)/inflow before financing	(3,832)	(3,886)	839
Financing			
Bank debt	2,490	5,000	—
Cost of subscription share issue	—	(241)	(238)
Conversion of subscription shares	374	—	—
(Decrease)/increase in cash in the period	(968)	873	601
Cash flow from movement in debt	(2,490)	(5,000)	—
Translation difference	41	(195)	(138)
Movement in net (debt)/funds in the period	(3,417)	(4,322)	463
Net (debt)/funds at beginning of period	(3,754)	568	568
Net (debt)/funds at end of period	(7,171)	(3,754)	1,031
Analysis of changes in net (debt)/funds			
Brought forward:			
Cash at bank	1,246	568	568
Debt due within one year	(5,000)	—	—
Net (debt)/funds brought forward	(3,754)	568	568
Movements in the period:			
Cash (outflow)/inflow from bank	(968)	873	601
Exchange movement	41	(195)	(138)
Debt due within one year	(2,490)	(5,000)	—
Net (debt)/funds at end of period	(7,171)	(3,754)	1,031

CONDENSED RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	SHARE CAPITAL £'000	SHARE PREMIUM £'000	CAPITAL REDEMPTION RESERVE £'000	SPECIAL RESERVE £'000	CAPITAL RESERVE £'000	REVENUE RESERVE £'000	TOTAL £'000
For the year ended 30 April 2010							
At 30 April 2009	9,383	74,588	1,863	11,798	(1,775)	2,810	98,667
Net return from ordinary activities	—	—	—	—	51,732	2,184	53,916
Capitalise share premium for payment in full of subscription shares	188	(188)	—	—	—	—	—
Cost of subscription share issue	—	(241)	—	—	—	—	(241)
Final dividend for 2009	—	—	—	—	—	(1,408)	(1,408)
At 30 April 2010	9,571	74,159	1,863	11,798	49,957	3,586	150,934
For the six months ended 31 October 2010							
Net return from ordinary activities	—	—	—	—	13,583	2,041	15,624
Conversion of subscription shares	27	347	—	—	—	—	374
Final dividend for 2010	—	—	—	—	—	(2,111)	(2,111)
At 31 October 2010	9,598	74,506	1,863	11,798	63,540	3,516	164,821
For the six months ended 31 October 2009							
At 30 April 2009	9,383	74,588	1,863	11,798	(1,775)	2,810	98,667
Net return from ordinary activities	—	—	—	—	29,365	1,527	30,892
Capitalise share premium for payment in full of subscription shares	188	(188)	—	—	—	—	—
Costs of subscription shares	—	(238)	—	—	—	—	(238)
Final dividend for 2009	—	—	—	—	—	(1,408)	(1,408)
At 31 October 2009	9,571	74,162	1,863	11,798	27,590	2,929	127,913

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

1. Accounting Policy

The condensed financial statements have been prepared using the same accounting policies as those adopted in the 2010 annual financial report, which were prepared under the historical cost convention and are consistent with applicable UK Accounting Standards and with the Statement of Recommended Practice 'Financial Statements of Investment Trust Companies and Venture Capital Trusts'.

2. Management Fee and Interest Payable

Investment management fees and interest payable on borrowings are charged 75% to capital and 25% to revenue.

3. Basis of Returns

	SIX MONTHS TO 31 OCTOBER 2010	SIX MONTHS TO 31 OCTOBER 2009	YEAR TO 30 APRIL 2010
Basic returns after tax:			
Revenue	£2,041,000	£1,527,000	£2,184,000
Capital	£13,583,000	£29,365,000	£51,732,000
Total	£15,624,000	£30,892,000	£53,916,000
Weighted average number of ordinary shares in issue during the period:			
– basic	93,917,098	93,837,425	93,837,425
– diluted	95,716,705	n/a	94,261,260

The subscription shares are dilutive for the purposes of return per share when they would result in the issue of ordinary shares. This occurs when the average market price of the ordinary shares during the period is greater than the exercise price of 125p. The average market price for the six months ended 31 October 2010 was 138.32p (30 April 2010: 127.89p) and thus was dilutive. The average market price for the six months ended 31 October 2009 was 122.61p and was not dilutive.

4. Basis of Net Asset Value ('NAV') per Ordinary Share

	AT 31 OCTOBER 2010 (UNAUDITED)	AT 31 OCTOBER 2009 (UNAUDITED)	AT 30 APRIL 2010 (AUDITED)
Shareholders' funds:			
– basic	£164,821,000	£127,913,000	£150,934,000
– diluted	£187,906,000	£151,372,000	£174,393,000
Ordinary shares in issue at period end:			
– basic	94,136,605	93,837,425	93,837,425
– diluted	112,604,910	112,604,910	112,604,910

The diluted NAV assumes all the subscription shares are exercised at their exercise price of 125p. When the basic NAV is greater than the exercise price, the subscription shares are dilutive as shown above. However, subscription shareholders are not likely to exercise their option unless the market price is greater than the exercise price, as otherwise this would dilute their holdings.

5. Share Capital

(a) Ordinary Shares of 10p each

	SIX MONTHS TO 31 OCTOBER 2010	SIX MONTHS TO 31 OCTOBER 2009	YEAR TO 30 APRIL 2010
Number of ordinary shares:			
Brought forward	93,837,425	93,837,425	93,837,425
Subscription shares exercised	299,180	—	—
In issue at period end	94,136,605	93,837,425	93,837,425

No shares have been repurchased since the period end.

(b) Subscription Shares of 1p each

The Company issued 18,767,485 subscription shares on 13 August 2009. Each subscription share confers the right to subscribe for one ordinary share on or around 31 August for each of the years 2010 to 2012 at an exercise price of 125p. Further details of the subscription shares are contained in the prospectus issued on 13 July 2009. On 13 September 2010, 299,180 subscription shares were converted into 299,180 ordinary shares, resulting in there being 18,468,305 subscription shares in issue at 31 October 2010.

(c) Total Share Capital

The total share capital of the Company is £9,598,000 comprising £9,414,000 in respect of ordinary shares and £184,000 in respect of subscription shares.

6. Dividends

The Company paid a final dividend of 2.25p per ordinary share for the year ended 30 April 2010 on 13 August 2010 to shareholders on the register on 16 July 2010. The Directors do not propose the payment of an interim dividend (2009: nil).

7. Investment Trust Status

It is the intention of the Directors to conduct the affairs of the Company so that it satisfies the conditions for approval as an investment trust company set out in section 1158 of the Corporation Tax Act 2010.

8. Status of Half-Yearly Financial Report

The financial information contained in this half-yearly report, which has not been reviewed or audited by the independent auditors, does not constitute statutory accounts within the meaning of section 434 of the Companies Act 2006. The financial information for the half years ended 31 October 2010 and 31 October 2009 have not been audited. The figures and financial information for the year ended 30 April 2010 are extracted and abridged from the latest published accounts and do not constitute the statutory accounts for that year. Those accounts have been delivered to the Registrar of Companies and include the Report of the Independent Auditors, which was unqualified and did not include a statement under section 498 of the Companies Act 2006.

By order of the Board
Invesco Asset Management Limited
Company Secretary

17 December 2010

DIRECTORS, INVESTMENT MANAGER AND ADMINISTRATION

Directors

David Hinde (Chairman)
Carol Ferguson
Bryan Lenygon (Chairman of the Audit and Management Engagement Committees)*
Tom Maier
James Robinson (Chairman of the Audit and Management Engagement Committees)**

All Directors are members of the Audit, Management Engagement and Remuneration Committees

**Until 25 November 2010*
***With effect from 10 December 2010*

Manager, Secretary and Registered Office

Invesco Asset Management Limited
30 Finsbury Square, London EC2A 1AG
☎ 020 7065 4000

Company Secretarial contacts: Kelly Nice and Kerstin Rucht

Company Number

Registered in England and Wales: No. 03011768

Registrars and Transfer Office

Capita Registrars,
Northern House, Woodsome Park
Fenay Bridge, Huddersfield
West Yorkshire HD8 0LA

If you hold your shares directly rather than through an ISA or savings scheme, and have any queries relating to your shareholding you should contact Capita on: ☎ 0871 664 0300. Calls cost 10p per minute plus network extras. Lines are open from 8.30am to 5.30pm every working day.

Shareholders holding shares directly can also access their holding details via Capita's website www.capitaregistrars.com or www.capitashareportal.com

Capita provide an on-line and telephone share dealing service to existing shareholders who are not seeking advice on buying or selling. This service is available at www.capitadeal.com or ☎ 0871 664 0364 (lines are open 8am – 4.30pm every working day). Calls cost 10p per minute plus network extras.

Invesco Perpetual Investor Services

Invesco Perpetual has a Investor Services Team available to assist you from 8.30am to 6.30pm every working day on ☎ 0800 085 8677.

The Invesco Perpetual investment trust website is:

www.invescoperpetual.co.uk/investmenttrusts

The contents of websites referred to in this document, or accessible from links within those websites are not incorporated into, nor do they form part of this document.

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