



## FUND FACTS

Ticker	MAPTX
CUSIP	577-130-107
Inception Date	9/12/94
Assets	\$3.6 billion
NAV	\$19.23
Total # of Positions	76
Weighted Average Market Cap	\$16.1 billion

Portfolio Turnover Ratio	
Fiscal Year 2008	16.76% <sup>1</sup>
Gross Expense Ratio	
Fiscal Year 2008	1.12% <sup>2</sup>

## Benchmarks

MSCI AC Asia ex Japan Index <sup>3</sup>
MSCI AC Far East ex Japan Index <sup>4</sup>

## Redemption Fee

2% within first 90 calendar days of purchase

## INVESTMENT APPROACH

Matthews International Capital Management, LLC, the advisor to Matthews Asia Funds, believes in the long-term growth of Asia, one of the world's fastest-growing regions. Since 1991, we have focused our efforts and expertise exclusively in these countries, investing through a variety of market environments. Matthews is the largest dedicated Asia-only investment specialist in the United States. With \$11.5 billion in assets under management as of December 31, 2009, Matthews employs a bottom-up, fundamental investment philosophy with a focus on long-term investment performance.

# Matthews Pacific Tiger Fund

December 31, 2009

## Fund Objective

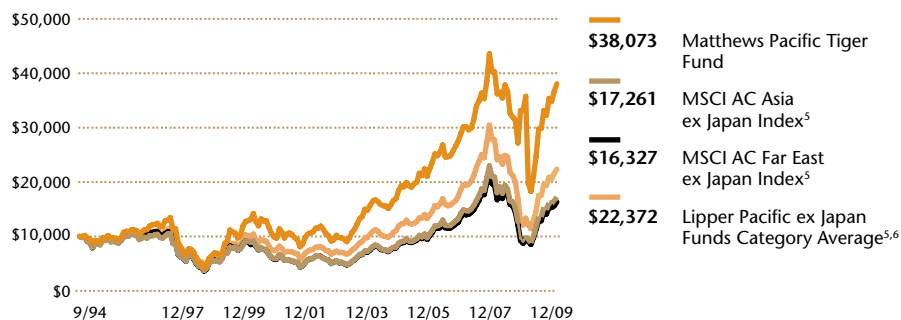
Under normal market conditions, the Matthews Pacific Tiger Fund seeks to achieve its investment objective by investing at least 80% of its total net assets, which include borrowings for investment purposes, in the common and preferred stocks of companies located in Asia, excluding Japan, which includes China, Hong Kong, India, Indonesia, Malaysia, Pakistan, Philippines, Singapore, South Korea, Taiwan, Thailand and Vietnam.

*Investing in international markets may involve additional risks, such as social and political instability, market illiquidity, exchange-rate fluctuations, a high level of volatility and limited regulation. In addition, single-country and sector funds may be subject to a higher degree of market risk than diversified funds because of concentration in a specific industry, sector or geographic region.*

## PERFORMANCE AS OF DECEMBER 31, 2009

	Average Annual Total Returns					Inception 9/12/94
	3 Months	1 Year	3 Years	5 Years	10 Years	
Matthews Pacific Tiger Fund	7.60%	75.37%	8.10%	14.50%	11.55%	9.13%
MSCI AC Asia ex Japan Index	6.59%	72.53%	5.02%	13.79%	6.55%	3.62% <sup>5</sup>
MSCI AC Far East ex Japan Index	6.46%	69.39%	4.79%	13.13%	5.92%	3.25% <sup>5</sup>

## GROWTH OF A \$10,000 INVESTMENT SINCE INCEPTION



The performance data and graph do not reflect the deduction of taxes that a shareholder would pay on dividends, capital gain distributions or redemption of fund shares. Values are in US\$.

- The lesser of fiscal year 2008 long-term purchase costs or sales proceeds divided by the average monthly market value of long-term securities.
- The Matthews Asia Funds do not charge 12b-1 fees.
- The MSCI All Country Asia ex Japan Index is a free float-adjusted market capitalization-weighted index of the stock of markets of China, Hong Kong, India, Indonesia, Malaysia, Philippines, Singapore, South Korea, Taiwan, and Thailand. The Matthews Pacific Tiger Fund invests in countries that are not in the MSCI All Country Asia ex Japan Index. Source: Index data from Morgan Stanley Capital Management; total return calculations performed by PNC Global Investment Servicing (U.S.) Inc. It is not possible to invest directly in an index.
- The MSCI All Country Far East ex Japan Index is a free float-adjusted market capitalization-weighted index of the stock markets of China, Hong Kong, Indonesia, Malaysia, Philippines, Singapore, South Korea, Taiwan and Thailand. The Matthews Pacific Tiger Fund invests in countries that are not included in the MSCI All Country Far East ex Japan Index. Source: Index data from Morgan Stanley Capital Management; total return calculations performed by PNC Global Investment Servicing (U.S.) Inc.
- Calculated from 8/31/94.
- The Lipper Category Average does not reflect sales charges and is based on total return, including reinvestment of dividends and capital gains for the stated periods.

*Performance assumes reinvestment of all dividends and/or distributions before taxes. All performance quoted represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate with market conditions so that when redeemed, shares may be worth more or less than their original cost. Current performance may be lower or higher than the return figures quoted. Returns would have been lower if certain of the Fund's fees and expenses had not been waived. For the Fund's most recent month-end performance visit [matthewsasia.com](http://matthewsasia.com).*

# Matthews Pacific Tiger Fund

December 31, 2009

TOP TEN HOLDINGS <sup>7</sup>		
	Country	% of Net Assets
LS Corp.	South Korea	2.6%
Hang Lung Group, Ltd.	China/Hong Kong	2.5%
Tencent Holdings, Ltd.	China/Hong Kong	2.4%
PT Bank Central Asia	Indonesia	2.4%
HDFC Bank, Ltd.	India	2.3%
Hon Hai Precision Industry Co., Ltd.	Taiwan	2.2%
PT Telekomunikasi Indonesia	Indonesia	2.2%
Swire Pacific, Ltd. A Shares	China/Hong Kong	2.2%
Ctrip.com International, Ltd.	China/Hong Kong	2.1%
Tingyi (Cayman Islands) Holding Corp.	China/Hong Kong	2.0%
<b>% OF ASSETS IN TOP TEN</b>		<b>22.9%</b>

COUNTRY ALLOCATION (%) <sup>8</sup>			
	Fund	Benchmark	Difference
China/Hong Kong	36.0	37.3	-1.2
India	18.1	11.0	7.0
South Korea	16.1	18.8	-2.7
Taiwan	8.1	16.8	-8.6
Indonesia	6.1	2.8	3.3
Malaysia	4.6	3.9	0.7
Thailand	4.2	2.0	2.3
Singapore	3.6	6.9	-3.3
Philippines	1.2	0.6	0.6
Vietnam	0.3	0.0	0.3
Cash, Cash Equivalents and Other Assets	1.7	0.0	1.7

Source: FactSet Research Systems

SECTOR ALLOCATION (%) <sup>8</sup>			
	Fund	Benchmark	Difference
Financials	32.2	31.6	0.5
Consumer Discretionary	17.0	7.2	9.8
Information Technology	15.8	19.2	-3.4
Consumer Staples	8.3	4.3	3.9
Health Care	7.4	0.5	6.9
Industrials	7.0	10.1	-3.1
Telecom Services	4.9	6.7	-1.7
Utilities	2.9	3.9	-1.1
Materials	1.8	8.1	-6.3
Energy	1.1	8.3	-7.3
Cash, Cash Equivalents and Other Assets	1.7	0.0	1.7

Sector data based on MSCI's revised Global Industry Classification Standards. For more details, visit [www.msci.com](http://www.msci.com).

Source: FactSet Research Systems

MARKET CAP EXPOSURE (%) <sup>8,9</sup>			
	Fund	Benchmark	Difference
Large Cap (over \$5B)	60.2	77.6	-17.4
Mid Cap (\$1B-\$5B)	34.0	21.5	12.4
Small Cap (under \$1B)	4.1	0.8	3.3
Cash, Cash Equivalents and Other Assets	1.7	0.0	1.7

Source: FactSet Research Systems

P/E RATIOS <sup>10</sup>	
P/E Using FY1 Estimates	20.7x
P/E Using FY2 Estimates	17.1x

Source: FactSet Research Systems

<sup>7</sup> Holdings may combine more than one security from same issuer and related depository receipts.

<sup>8</sup> Percentage values in data are rounded to the nearest tenth of one percent; the values may not sum to 100% due to rounding.

<sup>9</sup> Equity market cap of issuer.

<sup>10</sup> The P/E figures represent the Harmonic Average P/E—which measures the price/earnings ratio of the Fund's entire portfolio, excluding negative earners—weighted by the size of the company's position within the portfolio.

## PORTFOLIO MANAGEMENT

**Richard H. Gao**  
Lead Manager

**Sharat Shroff, CFA**  
Lead Manager

**Mark W. Headley**  
Co-Manager

## STRATEGIES FOR INVESTING IN ASIA

### ASIA GROWTH AND INCOME

- ✿ Matthews Asian Growth and Income Fund
- ✿ Matthews Asia Dividend Fund
- ✿ Matthews China Dividend Fund

### ASIA GROWTH

- ✿ Matthews Asia Pacific Fund
- ✿ Matthews Pacific Tiger Fund
- ✿ Matthews China Fund
- ✿ Matthews India Fund
- ✿ Matthews Japan Fund
- ✿ Matthews Korea Fund

### ASIA SMALL COMPANY

- ✿ Matthews Asia Small Companies Fund

### ASIA SPECIALTY

- ✿ Matthews Asian Technology Fund

✿ *Regional fund designed for use as a core portfolio holding*

✿ *Asian fund designed to complement core portfolio holdings*

**You should carefully consider the investment objectives, risks, charges and expenses of the Matthews Asia Funds before making an investment decision. A prospectus with this and other information about the Funds may be obtained by visiting [matthewsasiasia.com](http://matthewsasiasia.com). Please read the prospectus carefully before investing as it explains the risks associated with investing in international markets.**

The information provided in this fact sheet is current as of the date of publication and is subject to change. This fact sheet does not provide information reasonably sufficient upon which to base an investment decision and should not be considered a recommendation to purchase or sell any particular security.



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