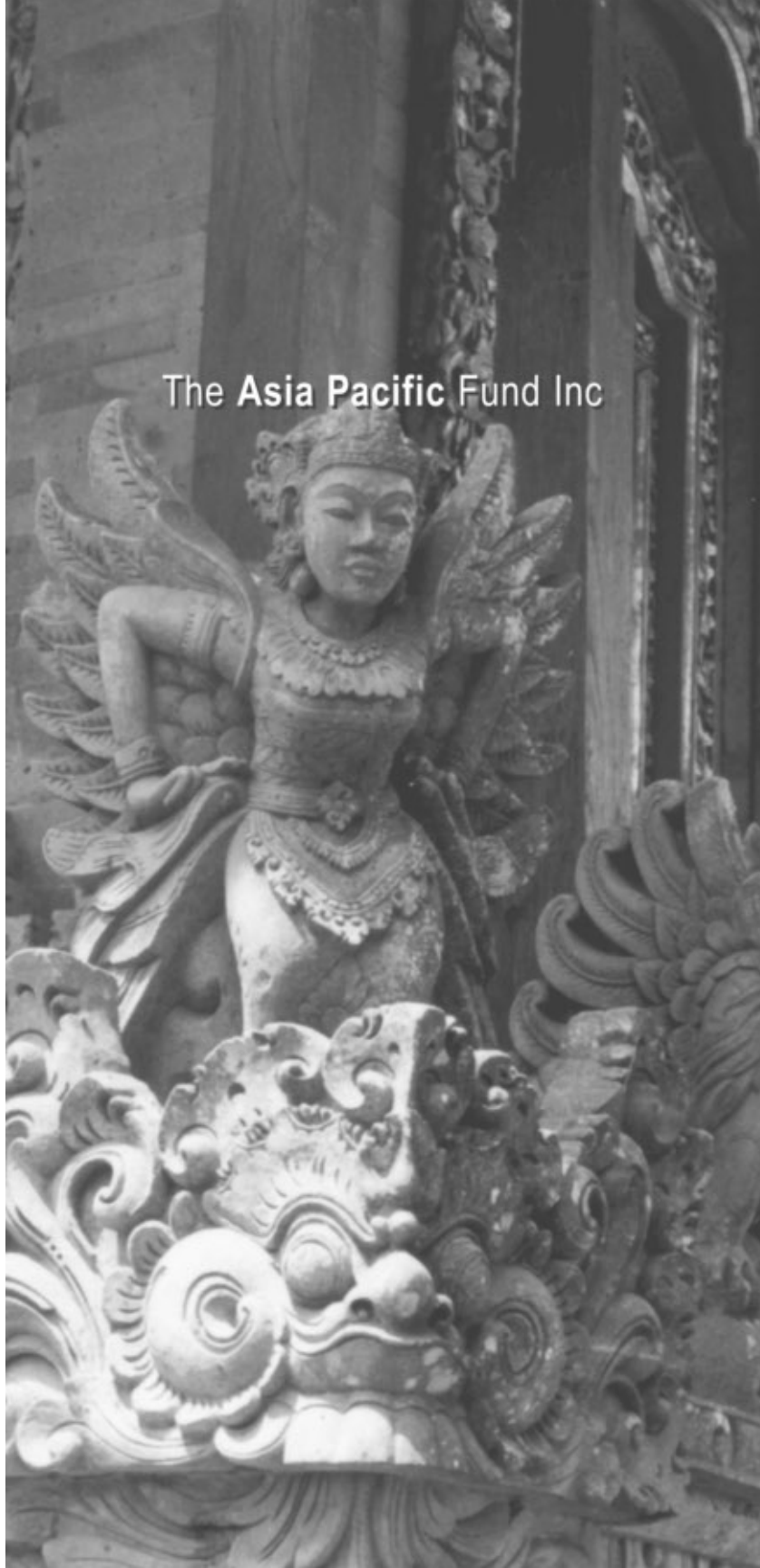




ANNUAL REPORT

March 31, 2010

The Asia Pacific Fund Inc



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Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940 that The Asia Pacific Fund, Inc. (the "Fund") may purchase, from time to time, shares of its common stock at market prices.

This report, including the financial statements herein, is transmitted to the shareholders of the Fund for their information. This is not a prospectus, circular or representation intended for use in the purchase of shares of the Fund or any securities mentioned in this report.

The Asia Pacific Fund, Inc.
Gateway Center Three
100 Mulberry Street
Newark, NJ 07102-4077

For general information on the Fund, please call (toll-free) the Altman Group, our shareholders' servicing agent, at: 1-(888) 4-ASIA-PAC

Current information about the Fund is available on its website (<http://www.asiapacificfund.com>). This website includes monthly updates of the Fund's performance and other data as well as the Manager's quarterly presentation of performance and asset allocations and comments on the current Asian outlook.

The Fund's CUSIP number is 044901106.

Share Price, Net Asset Value and Distribution History (Unaudited)

Quarter End	Closing Price at Quarter End	Net Asset Value per Share at Quarter End	Dividends and Distributions During Quarter*
Financial Year 2009/2010			
June	\$ 8.38	\$ 8.89	—
September	9.68	10.24	—
December	10.40	11.08	—
March	9.95	10.97	—
Financial Year 2008/2009			
June	\$17.97	\$19.81	—
September	13.22	15.21	—
December	6.42	6.98	\$5.10
March	6.23	6.75	—
Financial Year 2007/2008			
June	\$25.31	\$28.75	—
September	32.45	35.86	—
December	24.27	25.40	\$8.15
March	19.75	21.70	—
Financial Year 2006/2007			
June	\$18.90	\$20.18	—
September	19.90	21.96	—
December	22.80	23.46	\$2.96
March	21.22	24.03	—
Financial Year 2005/2006			
June	\$15.25	\$16.69	—
September	16.21	17.89	—
December	16.61	18.65	\$0.68
March	18.39	20.54	—

* Total per share distributions over the 5 years to March 31, 2010 amounted to \$16.89. Total per share distributions over the Fund's life (commencement of operations: May 4, 1987) have amounted to \$30.78.

The Fund's Management

Directors

Michael J. Downey, *Chairman*
Jessica M. Bibliowicz
David J. Brennan
Robert H. Burns
Robert F. Gunia
Douglas Tong Hsu
Duncan M. McFarland
David G. P. Scholfield
Nicholas T. Sibley

Officers

Brian A. Corris, *President*
Grace C. Torres, *Vice-President*
M. Sadiq Peshimam, *Treasurer and Chief Financial Officer*
Deborah A. Docs, *Secretary and Chief Legal Officer*
Andrew R. French, *Assistant Secretary*
Valerie M. Simpson, *Chief Compliance Officer*
Theresa C. Thompson, *Deputy Chief Compliance Officer*

Investment Manager

Baring Asset Management (Asia) Limited
1901 Edinburgh Tower
15 Queen's Road Central
Hong Kong

Administrator

Prudential Investments LLC
Gateway Center Three
100 Mulberry Street
Newark, NJ 07102-4077

Custodian

The Bank of New York Mellon
One Wall Street
New York, NY 10286

Transfer Agent

Computershare Trust Company N.A.
P.O. Box 43011
Providence, RI 02940-3011

Independent Registered Public Accounting Firm

KPMG LLP
345 Park Avenue
New York, NY 10154

Legal Counsel

Sullivan & Cromwell LLP
125 Broad Street
New York, New York 10004

Report of the Investment Manager (Unaudited)

for the fiscal year ended March 31, 2010

Overview

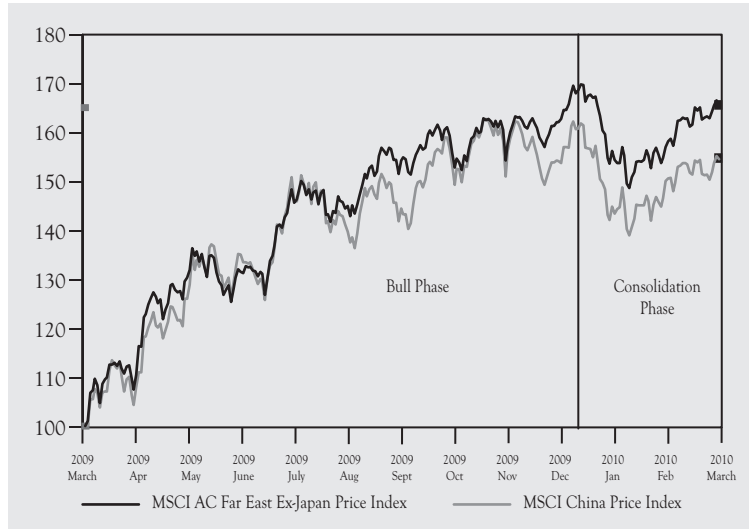
During the fiscal year ended March 31, 2010, the Fund's net asset value (NAV) per share, on a dividend reinvested basis, rose by 62.5%.

This compares with an increase of 69.4% in the Fund's reference benchmark, the MSCI All Countries Far East Ex-Japan Gross Index. By way of international comparison, the returns of the S&P 500 Price and MSCI World Gross indices were +46.6% and +53.2%, respectively.

The top three performing markets, as measured by the MSCI country indices in US dollar terms over the period, were Indonesia (+147.6%), India (+115.9%) and Thailand (+111.3%). The bottom three were Hong Kong (+64.8%), Taiwan (+60.0%) and China (+58.0%). With the exceptions of the Chinese Renminbi and the Hong Kong dollar, all other Asian currencies rose against the US dollar.

An analysis of Asian markets over the fiscal year to March 31, 2010 shows two distinct phases, as highlighted in Chart 1.

Chart 1. MSCI AC Far East Ex-Japan Price Index and MSCI China Price Index (USD) (March 2009 – March 2010)



Both indices re-based to 100 at March 31, 2009.

Source: Factset.

The period from March 2009 to early 2010 witnessed a strong rally in all global and Asian equity markets. Investor sentiment was boosted by four key factors. First, while still needing substantial support from their central banks and governments, the American, British and European financial systems were solvent, and some even reported a big bounce in profits in recent quarters. Secondly, led by China, the world economy and corporate profitability started to show a positive trend from mid-2009. Thirdly, all central banks maintained a very easy monetary policy, thus fuelling investor's appetite for risky assets; and, finally, equity valuations were cheap at the beginning of the financial year.

From early January 2010 to date, equity markets consolidated, trapped in a 10-20% trading range. This can be explained by the fact that while GDP and corporate earnings continued to be upgraded, their rate of improvement has started to decelerate. In addition, a number of central banks have started to "normalize" their easy monetary policy by raising interest rates (Australia, India) or by siphoning off excess liquidity in their banking system (China), thus exerting a negative impact on their equity markets.

The strategy followed in the Fund was to increase exposure to China, India and Indonesia, at the expense of Korea, Taiwan, and ASEAN markets. The Fund's focus on China, India and Indonesia is based on the long-term theme of investing in countries in Asia which are expected to produce a strong and sustainable economic growth rate, boosted by rising wealth, favorable demographics and relatively stable politics. In addition, these countries' investment universes offer a large number of high growth companies from a diverse set of industries, with good management. In terms of major shifts at the sectoral level, the Investment Manager added to Industrials, Consumer Discretionary and Technology, funded from Financials, Telecoms and Utilities.

Over the period, the Fund underperformed slightly against its reference benchmark. This was caused principally by stock selection, especially in China, Taiwan and Indonesia. At the asset allocation level, there was a small detraction of value, resulting from the holding of transitional cash over the period under review.

At the sectoral level, the economic-sensitive cyclical sectors outperformed, notably Consumer Discretionary, Materials and Energy. Relative under-performers included Utilities, Telecoms and Industrials.

An analysis of the various styles shows that value and small-cap styles dominated over the fiscal year.

Report of the Investment Manager (Unaudited)

continued

Table 1. Stock Market Performance

Period: 03/31/2009 to 03/31/2010 (MSCI free indices on a gross basis in USD terms)

Country - Index	2Q 2009 %	3Q 2009 %	4Q 2009 %	1Q 2010 %	1 Yr to 03/31/2010 %
North Asia					
South Korea	25.1	34.5	2.3	4.0	79.1
Hong Kong	35.8	14.4	3.6	2.4	64.8
Taiwan	25.0	23.1	8.1	-3.8	60.0
China	35.8	7.9	9.6	-1.6	58.0
ASEAN					
Indonesia	54.9	38.1	5.2	10.0	147.6
Thailand	53.8	20.0	1.1	13.3	111.3
Singapore	46.0	19.4	9.8	-1.3	88.9
Malaysia	28.1	14.8	6.7	9.1	71.1
Philippines	24.4	15.2	9.8	5.2	65.6
South Asia					
India	59.8	19.6	7.7	4.9	115.9
Region					
All Countries Far East					
Ex-Japan Gross	32.5	19.1	6.5	0.9	69.4

Source: Morgan Stanley Capital International, Factset.

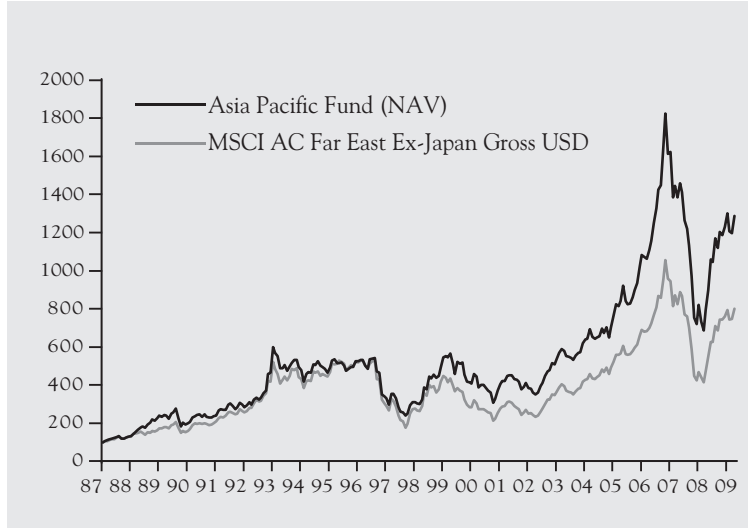
Table 2. Currency Market Performance vs USD (Month-ends)

Period: 03/31/2009 to 03/31/2010

Currency USD/local rate	March 2009	June 2009	Sept 2009	Dec 2009	March 2010	12M Change (%)
North Asia						
South Korean Won	1,383	1,274	1,178	1,164	1,132	22.3
New Taiwan Dollar	33.91	32.81	32.15	31.99	31.76	6.8
Chinese Renminbi	6.83	6.83	6.83	6.83	6.83	0.0
Hong Kong Dollar	7.75	7.75	7.75	7.75	7.76	-0.2
ASEAN						
Indonesian Rupiah	11,555	10,208	9,665	9,395	9,100	27.0
Malaysian Ringgit	3.65	3.52	3.46	3.42	3.26	11.8
Thai Baht	35.47	34.07	33.41	33.34	32.34	9.7
Singapore Dollar	1.52	1.45	1.41	1.40	1.40	8.7
Philippine Peso	48.33	48.13	47.38	46.23	45.19	6.9
South Asia						
Indian Rupee	50.74	47.91	48.11	46.54	44.90	13.0

Source: Baring Asset Management, Factset.

Chart 2. Performance of Asia Pacific Fund's NAV against its Benchmark Index*



* Investment involves risk and past performance figures shown are not indicative of future performance.

Note: The chart above compares the growth of a \$100 investment in the Asia Pacific Fund with a similar investment in the MSCI AC Far East Ex-Japan Gross Index (the "Index"), beginning with the start date of the Index on 12.31.1987.

Source: Baring Asset Management, Factset.

Performance

During the 12-month period ended March 31, 2010, the Fund's NAV per share increased by \$4.22, from \$6.75 to \$10.97. In percentage terms, the Fund's total return performance was +62.5%. This compares with the total return of +69.4% from its reference benchmark index, the MSCI All Countries Far East Ex-Japan Gross Index. The Fund's share price rose by 59.7% over the period, from \$6.23 to \$9.95. As a result of carried forward losses in the portfolio, the Fund did not pay a dividend in the financial year.

Over the fiscal year to March 31, 2010, attribution analysis showed that stock selection in China, Taiwan and Indonesia detracted value. With regard to country allocation, the holding of transitional cash detracted value slightly. As far as the Fund's detailed performance attribution is concerned, the top five stock contributors were Hyundai Motor (auto), Hynix Semiconductor (technology), Indo Tambangraya Megah (materials), City Development (financial) and under-weighting China Mobile (telecom). The top five stock detractors included Anhui Conch Cement (materials), Bakrieland Development (Indonesia), China Metal Recycling (industrials), Chimei Innolux (techonlogy) and Far Eastern New Century (industrials).

Report of the Investment Manager (Unaudited) *continued*

On a long-term basis, the Fund's track record remains strong, with value added over the 3, 5 and 10 year periods.

Table 3. Performance of Asia Pacific Fund, the Region and Major World Markets* (on a gross (dividend reinvested) basis to 3.31.2010 in USD terms)

	1 Yr %	3 Yrs %	5 Yrs %	7 Yrs %	10 Yrs %
APB – NAV	62.5	16.2	97.0	268.2	128.1
APB – Price	59.7	19.3	102.7	275.2	191.2
MSCI AC Far East Ex-Japan	69.4	14.4	83.6	245.2	84.4
MSCI World	53.2	-13.9	18.5	90.2	4.6
S&P Composite 500 (Price)	46.6	-17.7	-0.95	37.9	-22.0
MSCI Europe	57.2	-20.2	21.9	127.8	24.9
MSCI Japan	38.0	-24.4	7.0	78.9	-25.2

* Investment involves risk and past performance figures shown are not indicative of future performance.

Source: Baring Asset Management, Factset.

Portfolio Strategy

Over the first six months of the fiscal year, the Fund's strategy was to focus on domestic beneficiaries following the implementation of substantial fiscal and monetary stimulus packages by governments in Asia. These included companies involved in industries including consumption, financials and infrastructure spending in China and elsewhere in the region.

Over the last six-month period of the financial year, the Fund's emphasis was on technology, industrials and other economic-sensitive companies which are expected to benefit from the recovery in Asian intra-regional and global trade.

Table 4. Asset Allocation at Quarter Ends (% of Fund's Net Assets)*

Country	Mar 31 2009 %	June 30 2009** %	Sept 30 2009 %	Dec 31 2009 %	Mar 31 2010 %
North Asia	82.2	77.9	84.4	84.0	75.1
Hong Kong/China	44.7	41.6	42.1	42.8	43.7
South Korea	19.1	17.3	22.0	21.1	18.1
Taiwan	18.4	19.0	20.3	20.1	13.3
ASEAN	15.9	17.9	14.2	16.0	17.0
Indonesia	2.0	2.1	4.1	4.1	6.3
Malaysia	3.2	2.7	1.8	1.9	1.7
Philippines	0.0	0.6	0.5	0.5	1.3
Singapore	8.4	9.3	6.6	7.3	5.9
Thailand	2.3	3.2	1.2	2.2	1.8
South Asia					
India	0.5	1.0	0.4	5.1	6.2
Cash & Other	1.9	3.2	1.0	-5.1	1.7

* Rounded to one decimal place.

** Note: In calculating the exposure to China, the market value of the futures contracts is subtracted from the common stock exposure and the equivalent futures value is offset to the cash position.

At the time of writing, global and Asian equity markets appear to have gathered sufficient positive momentum to trade above the three-month-old trading range. The consensus appeared to have swung from a state of fear and uncertainty in early February to one which is wildly optimistic about the strength of the global economic recovery, driven by China and the US. As 2010 marks the second year of economic recovery, based on past history, for reasons outlined earlier, it is possible that equity markets could continue to trade within a 10-20% range, with an upward bias.

The Investment Manager remains optimistic on the long-term prospects for China and the Asian region. Positives include forecasts suggesting continued economic and corporate earnings growth, healthy banking systems, modest debt levels by corporates and households, favorable long-term demographics, and fair to slightly cheap equity valuations.

Baring Asset Management (Asia) Limited

April 15, 2010

Portfolio of Investments

March 31, 2010

Shares	Description	Value (Note 1)
LONG-TERM INVESTMENTS – 98.3%		
EQUITIES		
CHINA (INCLUDING HONG KONG) – 43.7%		
734,000	Aluminum Corp. of China Ltd. (a) (Class “H” Shares) (Materials)	\$ 758,178
736,000	BOC Hong Kong Holdings Ltd. (Banking)	1,755,575
3,780,000	China CITIC Bank (Class “H” Shares) (Banking)	2,833,448
3,525,000	China Construction Bank Corp. (Class “H” Shares) (Banking)	2,887,465
1,461,000	China High Precision Automation Group Ltd. (a) (Information Technology)	963,431
694,000	China Life Insurance Co. Ltd. (Class “H” Shares) (Diversified Financials)	3,325,086
424,000	China Mengniu Dairy Co. Ltd. (a) (Consumer Staples)	1,321,544
393,974	China Merchants Bank Co. Ltd. (Class “H” Shares) (Banking)	1,065,583
598,000	China Merchants Holdings International Co. Ltd. (Industrials)	2,202,763
234,000	China Mobile Ltd. (Telecommunications)	2,251,319
841,680	China Overseas Land & Investment Ltd. (Real Estate – Developers)	1,901,416
316,400	China Pacific Insurance Group Co. Ltd. (a) (Class “H” Shares) (Diversified Financials)	1,401,830
634,000	China Resources Land Ltd. (Real Estate-Developers)	1,378,358
673,000	China Shenhua Energy Co. Ltd. (Class “H” Shares) (Energy)	2,908,092
472,000	China Shipping Development Co. Ltd. (Class “H” Shares) (Industrials)	770,836
1,057,000	CNOOC Ltd. (Energy)	1,739,828
654,000	Dongfeng Motor Group Co. Ltd. (Class “H” Shares) (Consumer Discretionary)	1,063,011
4,800,000	GOME Electrical Appliances Holdings Ltd. (a) (Consumer Discretionary)	1,613,549
65,500	Hong Kong Exchanges and Clearing Ltd. (Diversified Financials)	1,093,319
818,000	Kunlun Energy Co. Ltd. (Energy)	1,148,366
2,250,000	Lenovo Group Ltd. (Information Technology)	1,553,273
380,000	Longfor Properties Co. Ltd. (a) (Real Estate – Developers)	427,755
827,000	Nine Dragons Paper Holdings Ltd. (Materials)	1,382,549
117,000	Orient Overseas International Ltd. (Industrials)	867,225
887,000	Pacific Basin Shipping Ltd. (Industrials)	706,013
192,000	Ping An Insurance Group Co. of China Ltd. (Class “H” Shares) (Diversified Financials)	1,654,352

See Notes to Financial Statements.

The Asia Pacific Fund, Inc.

Shares	Description	Value (Note 1)
1,431,000	Sany Heavy Equipment International Holdings Co. Ltd. (a) (Industrials)	\$ 1,603,465
151,000	Sun Hung Kai Properties Ltd. (Real Estate – Developers)	2,271,539
564,000	TCL Multimedia Technology Holdings Ltd. (a) (Consumer Discretionary)	584,757
755,500	Techtronic Industries Co. (Consumer Discretionary)	613,021
66,200	Tencent Holdings Ltd. (Information Technology)	1,328,391
2,404,000	Tianjin Port Development Holdings Ltd. (a) (Industrials)	721,424
600,000	Yanzhou Coal Mining Co. Ltd. (Class “H” Shares) (Energy)	1,443,539
		<u>49,540,300</u>
	INDIA – 6.2%	
145,461	Era Infra Engineering Ltd. (Industrials)	723,174
187,884	HCL Technologies Ltd. (Information Technology)	1,499,891
15,126	Hero Honda Motors Ltd. (Consumer Discretionary)	655,106
40,026	ICICI Bank Ltd. (Banking)	849,198
467,866	Lanco Infratech Ltd. (a) (Industrials)	543,473
3,436	Maruti Suzuki India Ltd (Consumer Discretionary)	108,522
30,075	Mphasis Ltd. (Information Technology)	415,637
189,910	Opto Circuits India Ltd. (Consumer Staples)	919,411
102,177	Orbit Corp. Ltd. (Real Estate – Developers)	627,355
418,632	Pipavav Shipyard Ltd. (a) (Industrials)	654,593
		<u>6,996,360</u>
	INDONESIA – 6.3%	
1,272,000	Bank Rakyat Indonesia (Banking)	1,153,250
185,500	PT Astra International Tbk (Consumer Discretionary)	854,162
1,039,500	PT Bank Mandiri Tbk (Banking)	611,168
5,568,000	PT Delta Dunia Makmur Tbk (a) (Materials)	654,735
1,022,000	PT Indocement Tungal Prakarsa Tbk (Materials)	1,600,473
3,547,500	PT Perusahaan Gas Negara Tbk (Utilities)	1,656,890
781,500	PT Semen Gresik Persero Tbk (Materials)	626,952
		<u>7,157,630</u>
	MALAYSIA – 1.7%	
2,121,900	AirAsia Berhad(a) (Industrials)	904,182
327,300	IJM Corp. Berhad (Industrials)	489,646
1,083,100	JCY International Berhad (a) (Information Technology)	594,344
		<u>1,988,172</u>
	PHILIPPINES – 1.3%	
11,873,000	Alliance Global Group, Inc. (a) (Consumer Staples)	1,445,043

See Notes to Financial Statements.

Portfolio of Investments

continued

Shares	Description	Value (Note 1)
SINGAPORE – 5.9%		
80,000	City Developments Ltd. (Real Estate – Developers)	\$ 606,169
594,000	Ezra Holdings Ltd. (Energy)	1,002,066
50,000	Jardine Cycle & Carriage Ltd. (Consumer Discretionary)	1,050,073
418,000	Olam International Ltd. (Consumer Staples)	773,880
1,189,000	Neptune Orient Lines Ltd. (a) (Industrials)	1,708,346
2,334,000	Otto Marine Ltd. (a) (Industrials)	767,461
180,000	Wilmar International Ltd. (Consumer Staples)	862,075
		<u>6,770,070</u>
SOUTH KOREA – 18.1%		
32,850	Daewoo Shipbuilding & Marine Engineering Co. Ltd. (Industrials)	630,028
39,170	Hana Financial Group, Inc. (Banking)	1,213,406
30,460	Hanjin Shipping Co. Ltd. (a) (Industrials)	835,903
82,040	Hynix Semiconductor, Inc. (a) (Information Technology)	1,935,983
18,723	Hyundai Engineering & Construction Co. Ltd. (Industrials)	1,027,618
9,280	Hyundai Heavy Industries Co. Ltd. (Industrials)	1,943,842
6,820	Hyundai Mobis (Consumer Discretionary)	904,150
26,309	KB Financial Group, Inc. (Banking)	1,269,585
6,051	LG Chem Ltd. (Materials)	1,286,195
14,469	LG Electronics, Inc. (Consumer Discretionary)	1,470,622
4,515	NHN Corp. (a) (Information Technology)	718,282
2,909	POSCO (Materials)	1,357,508
17,189	Samsung C&T Corp. (Industrials)	925,193
6,899	Samsung Electronics Co. Ltd. (Information Technology)	4,987,743
		<u>20,506,058</u>
TAIWAN – 13.3%		
1,027,000	AU Optronics Corp. (Information Technology)	1,167,413
898,000	Cathay Financial Holding Co. Ltd. (a) (Diversified Financials)	1,498,646
468,000	Chimei Innolux Corp. (Information Technology)	713,981
1,509,292	Far Eastern New Century Corp. (b) (Industrials)	1,658,615
285,000	Foxconn Technology Co. Ltd. (Information Technology)	1,045,485
631,000	Hon Hai Precision Industry Co. Ltd. (Information Technology)	2,731,989
280,000	Kinsus Interconnect Technology Corp. (Information Technology)	733,547
140,000	Largan Precision Co. Ltd. (Information Technology)	2,104,981
771,000	Synnex Technology International Corp. (Information Technology)	1,699,414

See Notes to Financial Statements.

The Asia Pacific Fund, Inc.

Shares	Description	Value (Note 1)
535,000	Taiwan Fertilizer Co. Ltd. (Materials)	\$ 1,709,884
		<u>15,063,955</u>
	THAILAND – 1.8%	
162,900	Bangkok Bank PCL (Banking)	692,709
10,600	Banpu PCL (Energy)	202,592
138,300	PTT PCL (Energy)	1,120,600
		<u>2,015,901</u>
	Total long-term investments (cost \$89,361,426)	<u>111,483,489</u>
	SHORT-TERM INVESTMENT – 1.0%	
	MONEY MARKET MUTUAL FUND	
	UNITED STATES	
1,118,660	JPMorgan Prime Money Market Fund/Premier (cost \$1,118,660)	1,118,660
	Total Investments – 99.3% (cost \$90,480,086; Note 4)	112,602,149
	Other assets in excess of liabilities – 0.7%	<u>838,031</u>
	Net Assets – 100.0%	<u><u>\$113,440,180</u></u>

The following annotations are used in the Portfolio of Investments:

- (a) Non-income producing securities.
- (b) An Independent Director of the Fund is Chairman and Chief Executive Officer of the Company.

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels listed below.

- Level 1 – quoted prices in active markets for identical securities
- Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

See Notes to Financial Statements.

Portfolio of Investments

continued

The following is a summary of the inputs used as of March 31, 2010 in valuing the Fund's assets carried at fair value:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments in Securities			
Equities			
China (including Hong Kong)	\$ 49,540,300	\$ —	\$ —
India	6,996,360	—	—
Indonesia	7,157,630	—	—
Malaysia	1,988,172	—	—
Philippines	1,445,043	—	—
Singapore	6,770,070	—	—
South Korea	20,506,058	—	—
Taiwan	15,063,955	—	—
Thailand	2,015,901	—	—
Money Market Mutual Fund	1,118,660	—	—
	<u>112,602,149</u>	<u>—</u>	<u>—</u>
Other Financial Instruments*	—	—	—
Total	<u>\$112,602,149</u>	<u>\$ —</u>	<u>\$ —</u>

*Other financial instruments are derivative instruments not reflected in the Portfolio of Investments, such as futures, forwards and swap contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

As of March 31, 2009 and March 31, 2010, the Fund did not use any significant unobservable inputs (Level 3) in determining the value of investments.

The industry classification of portfolio holdings and other assets in excess of liabilities shown as a percentage of net assets as of March 31, 2010 was as follows:

Information Technology	21.3%
Industrials	17.3
Banking	12.6
Energy	8.4
Materials	8.3
Consumer Discretionary	7.9
Diversified Financials	7.9
Real Estate – Developers	6.4
Consumer Staples	4.7
Telecommunications	2.0
Utilities	1.5
Money Market Mutual Fund	1.0
	<u>99.3</u>
Other assets in excess of liabilities	0.7
Total	<u>100.0%</u>

See Notes to Financial Statements.

The Asia Pacific Fund, Inc.

The effects of derivative instruments on the Statement of Operations for the year ended March 31, 2010 are as follows:

<u>Amount of Realized Gain or (Loss) on Derivatives Recognized in Income</u>	
<u>Derivatives not designated as hedging instruments, carried at fair value</u>	<u>Stock index futures</u>
Equity contracts	<u>\$131,344</u>

For the year ended March 31, 2010, the Fund did not have any unrealized appreciation or depreciation on derivatives recognized in income.

Statement of Assets and Liabilities

March 31, 2010

Assets

Investments, at value (cost \$90,480,086)	\$ 112,602,149
Cash	1,806,241
Foreign currency (cost \$821,710)	821,908
Receivable for investments sold	2,040,843
Dividends and interest receivable	234,460
Prepaid assets	58,797
Total assets	<u>117,564,398</u>

Liabilities

Payable for investments purchased	3,763,042
Accrued expenses and other liabilities	246,705
Investment management fee payable	91,052
Administration fee payable	23,419
Total liabilities	<u>4,124,218</u>

Net Assets

\$ 113,440,180

Net assets comprised:

Common stock, at par	\$ 103,441
Paid-in capital in excess of par	<u>129,892,107</u>
	129,995,548
Accumulated net investment loss	(168,943)
Accumulated net realized loss on investments and foreign currency transactions	(38,477,183)
Net unrealized appreciation on investments and foreign currencies (net of capital gains tax)	<u>22,090,758</u>

Net Assets, March 31, 2010

\$ 113,440,180

Net Asset Value per share:

(\$113,440,180 / 10,344,073 shares of common stock outstanding)	\$ <u>10.97</u>
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Statement of Operations

Year Ended March 31, 2010

Net Investment Loss

Income

Dividends (net of foreign withholding taxes of \$205,665)	\$ 1,619,347
Interest	431
	<hr/>
Total income	1,619,778

Expenses

Investment management fee	1,006,231
Administration fee	252,225
Custodian's fees and expenses	210,000
Directors' fees and expenses	180,000
Legal fees and expenses	173,000
Insurance expense	153,000
Reports to shareholders	125,000
Audit fees and expenses	41,000
Registration expenses	25,000
Transfer agent's fees and expenses	25,000
Loan interest expense (Note 6)	6,045
Miscellaneous	41,879
	<hr/>
Total expenses	2,238,380
	<hr/>
Net investment loss	(618,602)

Realized and Unrealized Gain (Loss) on Investments, Foreign Currency and Futures Transactions

Net realized gain (loss) on:

Investment transactions	25,216,900
Foreign currency transactions	(142,538)
Futures transactions	131,344
	<hr/>
	25,205,706

Net change in unrealized appreciation (depreciation) on:

Investments (net of capital gains tax)	18,991,116
Foreign currencies	(1,659)
	<hr/>
	18,989,457

Net gain on investments, foreign currency and futures
transactions

44,195,163

**Net Increase in Net Assets
Resulting from Operations**

\$43,576,561

See Notes to Financial Statements.

Statement of Changes in Net Assets

Increase (Decrease) in Net Assets	Year Ended March 31,	
	2010	2009
Operations		
Net investment income (loss)	\$ (618,602)	\$ 1,196,548
Net realized gain (loss) on investments, foreign currency and futures transactions	25,205,706	(62,399,192)
Net change in unrealized appreciation (depreciation) on investments and foreign currencies	<u>18,989,457</u>	<u>(40,644,816)</u>
Net increase (decrease) in net assets resulting from operations	<u>43,576,561</u>	<u>(101,847,460)</u>
Dividends from net investment income (Note 1)	—	(455,139)
Distributions paid from capital gains (Note 1)	<u>—</u>	<u>(52,309,975)</u>
Total dividends and distributions	<u>—</u>	<u>(52,765,114)</u>
Total increase (decrease)	43,576,561	(154,612,574)
Net Assets		
Beginning of year	\$ <u>69,863,619</u>	\$ <u>224,476,193</u>
End of year	<u>\$ 113,440,180</u>	<u>\$ 69,863,619</u>

See Notes to Financial Statements.

Notes to Financial Statements

The Asia Pacific Fund, Inc. (the “Fund”) is registered under the Investment Company Act of 1940 as a diversified, closed-end, management investment company. The Fund’s investment objective is to achieve long-term capital appreciation through investment of at least 80% of investable assets in equity securities of companies in the Asia Pacific countries.

Note 1. Accounting Policies

The following is a summary of significant accounting policies followed by the Fund in the preparation of its financial statements.

The Fund’s financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from these estimates and assumptions.

Securities Valuation

Securities for which the primary market is on an exchange are valued at the last sale price on such exchange or market on the day of valuation or, if there was no sale on such day, at the last bid price quoted on such day. Securities for which reliable market quotations are not readily available, or whose value have been affected by events occurring after the close of the security’s foreign market and before the Fund’s normal pricing time, are valued at fair value in accordance with the Board of Director’s approved fair valuation procedures. When determining the fair valuation of securities, some of the factors influencing the valuation include, the nature of any restrictions on disposition of the securities; assessment of the general liquidity of the securities; the issuer’s financial condition and the markets in which it does business; the cost of the investment; the size of the holding and the capitalization of the issuer; the prices of any recent transactions or bids/offers for such securities or any comparable securities; any available analyst, media or other reports or information regarding the issuer or the markets or industry in which it operates; other analytical data; and consistency with valuation of similar securities held by other funds managed by Baring Asset Management (Asia) Limited. Using fair value to price securities may result in a value that is different from a security’s most recent closing price and from the price used by other mutual funds to calculate their net asset values.

Investments in mutual funds are valued at the net asset value on the date the New York Stock Exchange is open for trading.

Foreign Currency Translation

The books and records of the Fund are maintained in United States dollars. Foreign currency amounts are translated into United States dollars on the following basis:

(i) market value of investment securities, other assets and liabilities—at the current rate of exchange.

Notes to Financial Statements

continued

(ii) purchases and sales of investment securities, income and expenses— at the rate of exchange prevailing on the respective dates of such transactions.

Although the net assets of the Fund are presented at the foreign exchange rates and market values at the close of the fiscal period, the Fund does not isolate that portion of the results of operations arising as a result of changes in the foreign exchange rates from the fluctuations arising from changes in the market prices of securities held at fiscal period end. Similarly, the Fund does not isolate the effect of changes in foreign exchange rates from the fluctuations arising from changes in the market prices of portfolio securities sold during the fiscal year. Accordingly, these realized foreign currency gains (losses) are included in the reported net realized gains (losses) on investment transactions.

Net realized gains (losses) on foreign currency transactions represent net foreign exchange gains (losses) from sales and maturities of short-term securities, holding of foreign currencies, currency gains (losses) realized between the trade and settlement dates on security transactions, and the difference between the amounts of dividends, interest and foreign taxes recorded on the Fund's books and the US dollar equivalent amounts actually received or paid. Net currency gains (losses) from valuing foreign currency denominated assets, other than investment securities, and liabilities at fiscal period end exchange rates are reflected as a component of unrealized appreciation (depreciation) on investments and foreign currencies.

Foreign security and currency transactions may involve certain considerations and risks not typically associated with those of US companies as a result of, among other factors, the level of governmental supervision and regulation of foreign securities markets and the possibility of political or economic instability.

Stock Index Futures Contracts

A stock index futures contract is an agreement to purchase (long) or sell (short) an agreed amount of securities at a set price for delivery on a future date. Upon entering into a stock index futures contract, the Fund is required to pledge to the broker an amount of cash and/or other assets equal to a certain percentage of the contract amount. This amount is known as the "initial margin." Subsequent payments known as "variation margin," are made or received by the Fund each day, depending on the daily fluctuations in the value of the underlying security. Such variation margin is recorded for financial statement purposes on a daily basis as unrealized gain or loss. When the contract expires or is closed, the gain or loss is realized and is presented in the Statement of Operations as net realized gain or loss on stock index futures contracts.

The Fund may utilize stock index futures contracts for hedging and investment purposes. Should market prices for the futures contracts or the underlying assets move in ways not anticipated by the Fund, losses may result. The use of futures contracts for hedging and investment purposes involves the risk of imperfect correlation in the movements in

prices of futures contracts and the underlying assets being hedged or the exposures desired by the Fund.

Security Transactions and Net Investment Income

Security transactions are recorded on the trade date. Realized and unrealized gains (losses) from security and foreign currency transactions are calculated on the identified cost basis. Dividend income is recorded on the ex-dividend date, and interest income and expenses are recorded on an accrual basis. Expenses are recorded on the accrual basis which may require the use of certain estimates by management. Actual results may differ from such estimates.

Dividends and Distributions

Dividends from net investment income, if any, are declared and paid at least annually in a manner that qualifies for the dividends-paid deduction. The Fund's current intention is to distribute at least annually any net capital gains in excess of net capital loss carryforwards in a manner that avoids income and excise taxes being imposed on the Fund. Dividends and distributions are recorded on the ex-dividend date. The Fund may choose to satisfy the foregoing by making distributions in cash, additional Fund shares, or both.

The Fund could determine in the future to retain net long-term capital gains in respect of any fiscal year without affecting the ability of the Fund to qualify as a regulated investment company. In that case, the Fund would be subject to taxation on the retained amount and shareholders subject to U.S. federal income taxation would be required to include in income for tax purposes their shares of the undistributed amount and would be entitled to credits or refunds against their U.S. federal income tax liabilities with respect to their proportionate shares of the tax paid by the Fund.

Income distributions and capital gain distributions are determined in accordance with income tax regulations, which may differ from U.S. generally accepted accounting principles.

Taxes

It is the Fund's current intention to continue to meet the requirements of the U.S. Internal Revenue Code of 1986, as amended ("the Code") applicable to regulated investment companies and to distribute all of its taxable income and capital gain to shareholders. Therefore, no federal income tax provision is required. If the Fund determines in the future to retain capital gains, the Fund will provide for all required taxes.

Withholding taxes on foreign dividends and interest and foreign capital gains tax is accrued in accordance with the Fund's understanding of the applicable country's tax rules and rates.

Notes to Financial Statements

continued

Note 2. Investment Management and Administration Agreements

The Fund has a management agreement with Baring Asset Management (Asia) Limited (the “Investment Manager”) and an administration agreement with Prudential Investments LLC (the “Administrator”).

The investment management fee is computed weekly and payable monthly at the following annual rates: 1.00% of the Fund’s average weekly net assets up to \$100 million and 0.70% of such assets in excess of \$100 million.

The administration fee is also computed weekly and payable monthly at the following annual rates: 0.25% of the Fund’s average weekly net assets up to \$200 million and 0.20% of such assets in excess of \$200 million.

Pursuant to the agreements, the Investment Manager provides continuous supervision of the investment portfolio and the Administrator provides occupancy and certain clerical, administrative and accounting services for the Fund. Both the Investment Manager and the Administrator pay the cost of compensation of certain directors and officers of the Fund. The Fund bears all other costs and expenses.

Note 3. Portfolio Securities

Purchases and sales of investment securities, other than short-term investments, for the year ended March 31, 2010 aggregated \$182,542,205 and \$184,146,418, respectively. 244 index futures contracts were bought and sold/closed with an aggregate value of \$12.37 million and \$12.50 million, respectively.

Note 4. Distributions and Tax Information

Distributions to shareholders are determined in accordance with United States federal income tax regulations, which may differ from generally accepted accounting principles. In order to present accumulated net investment loss and accumulated net realized loss on investment and foreign currency transactions on the Statement of Assets and Liabilities that more closely represent their tax character, certain adjustments have been made to accumulated net investment loss, accumulated net realized loss on investment and foreign currency transactions and paid-in capital in excess of par. For the year ended March 31, 2010, the adjustments were to decrease accumulated net investment loss by \$449,659, decrease accumulated net realized loss on investments and foreign currency transactions by \$142,538 and decrease paid-in-capital in excess of par by \$592,197 due to differences in the treatment for book and tax purposes of certain transactions involving foreign securities and currencies, net

operating loss and other book to tax differences. Net investment loss, net realized gain and net assets were not affected by these adjustments.

For the year ended March 31, 2010, the fund did not pay any distributions. For the year ended March 31, 2009, the tax character of dividends paid were \$455,139 of ordinary income and \$52,309,975 of long-term capital gains.

As of March 31, 2010, there were no distributable earnings on a tax basis.

For federal income tax purposes, the Fund had a capital loss carryforward as of March 31, 2010 of approximately \$37,398,000, of which \$22,043,000 expires in 2017 and \$15,355,000 expires in 2018. Accordingly, no capital gain distributions are expected to be paid to shareholders until net gains have been realized in excess of such carryforward. It is uncertain whether the Fund will be able to realize the full benefit prior to the expiration date.

The Fund incurred foreign currency losses from November 1, 2009 to March 31, 2010 of approximately \$19,000, which it will defer in the current fiscal year and recognize for federal income tax purposes in the fiscal year ending March 31, 2011.

The United States federal income tax basis of the Fund's investments and the net unrealized appreciation on a tax basis as of March 31, 2010 were as follows:

<u>Tax Basis</u>	<u>Appreciation</u>	<u>Depreciation</u>	<u>Total Net Unrealized Appreciation</u>
\$91,709,317	\$21,864,064	\$(971,232)	\$20,892,832

The difference between book basis and tax basis is attributable to deferred losses on wash sales and investments in passive foreign investment companies.

The adjusted net unrealized appreciation on a tax basis was \$20,861,527, which included other tax basis adjustments of \$31,305 that were primarily attributable to appreciation/depreciation of foreign currency and unrealized tax on foreign capital gain.

Management has analyzed the Funds' tax positions taken on federal income tax returns for all open tax years and has concluded that as of March 31, 2010, no provision for income tax would be required in the Funds' financial statements. The Fund's federal and state income and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state departments of revenue.

Note 5. Capital

There are 30 million shares of \$0.01 par value common stock authorized.

Notes to Financial Statements

continued

Note 6. Borrowings

The Fund currently is a party to a committed credit facility with a bank. The credit facility provides for a maximum commitment of \$15,000,000 or 20% of the Fund's net assets, whichever is less. Interest on any borrowings under the credit facility is at contracted market rates. The Fund pays a commitment fee of .13% on the unused portion of the facility. The commitment fee is accrued daily and paid quarterly. The Fund's obligations under the credit facility are secured by substantially all the assets of the Fund. The purpose of the credit facility is to assist the Fund with its general cash flow requirements, including the provision of portfolio leverage.

At March 31, 2010, there was no balance outstanding. During the year ended March 31, 2010, the Fund utilized the credit facility and had an average daily outstanding loan balance of \$5,603,175 during the 63 day period that the loan was outstanding, at an average interest rate of 0.61%. The maximum amount of loan outstanding during the period was \$6,000,000. The interest expense during the year ended March 31, 2010 was \$6,045.

Note 7. New Accounting Pronouncements

In January 2010, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2010-06 "Improving Disclosures about Fair Value Measurements". ASU 2010-06 will require reporting entities to make new disclosures about amounts and reasons for significant transfers in and out of Level 1 and Level 2 fair value measurements and input and valuation techniques used to measure fair value for both recurring and nonrecurring fair value measurements that fall in either Level 2 or Level 3, and information on purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements. The new and revised disclosures are effective for interim and annual reporting periods beginning after December 15, 2009 except for the disclosures about purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements, which are effective for interim and annual reporting periods beginning after December 15, 2010. At this time, management is evaluating the implications of ASU No. 2010-06 and its impact on the financial statements has not been determined.

Note 8. Subsequent Events

Management has evaluated the impact of all subsequent events on the Fund through the date the financial statements were issued, and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

Financial Highlights

	Year ended March 31,	
	2010	2009
Per Share Operating Performance:		
Net asset value, beginning of year	\$6.75	\$21.70
Net investment income (loss)	(0.06)	0.12
Net realized and unrealized gain (loss) on investments and foreign currency transactions	4.28	(9.97)
Total from investment operations	4.22	(9.85)
Less dividends and distributions:		
Dividends from net investment income	—	(0.04)
Distributions paid from capital gains	—	(5.06)
Total dividends and distributions	—	(5.10)
Net asset value, end of year	\$10.97	\$6.75
Market value, end of year	\$9.95	\$6.23
Total investment return (a)	59.71%	(41.95)%
Ratios to Average Net Assets:		
Total expenses (including loan interest) (c)	2.22%(b)	1.95%
Net investment income (loss)	(.61)%	0.79%
Supplemental Data:		
Average net assets (000 omitted)	\$100,915	\$151,467
Portfolio turnover rate	184%	220%
Net assets, end of year (000 omitted)	\$113,440	\$69,864

- (a) Total investment return is calculated assuming a purchase of common stock at the current market value on the first day and a sale at the current market value on the last day of each fiscal year reported. Dividends and distributions are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. These calculations do not include brokerage commissions.
- (b) The expense ratio without loan interest expense would have been 2.21%, 1.52%, 1.68% and 1.78% for the fiscal years ended March 31, 2010, 2008, 2007 and 2006, respectively.
- (c) Does not include expenses of the underlying funds in which the Fund invests.

Shown above is selected data for a share of common stock outstanding, total investment return, ratios to average net assets and other supplemental data for the years indicated. This information has been determined based upon information provided in the financial statements and market price data for the Fund's shares.

The Asia Pacific Fund, Inc.

Per Share Operating Performance:	2008	Year ended March 31, 2007	2006
Net asset value, beginning of year	\$24.03	\$20.54	\$16.62
Net investment income (loss)	0.09	0.08	0.11
Net realized and unrealized gain (loss) on investments and foreign currency transactions	5.73	6.37	4.49
Total from investment operations	5.82	6.45	4.60
Less dividends and distributions:			
Dividends from net investment income	(0.91)	(0.20)	(0.12)
Distributions paid from capital gains	(7.24)	(2.76)	(0.56)
Total dividends and distributions	(8.15)	(2.96)	(0.68)
Net asset value, end of year	\$21.70	\$24.03	\$20.54
Market value, end of year	\$19.75	\$21.22	\$18.39
Total investment return (a)	28.68%	30.39%	30.32%
Ratios to Average Net Assets:			
Total expenses (including loan interest) (c)	1.54%(b)	1.78%(b)	2.24%(b)
Net investment income (loss)	0.31%	0.35%	0.61%
Supplemental Data:			
Average net assets (000 omitted)	\$297,765	\$230,490	\$184,611
Portfolio turnover rate	105%	86%	122%
Net assets, end of year (000 omitted)	\$224,476	\$248,532	\$212,419

See Notes to Financial Statements.

Report of Independent Registered Public Accounting Firm

The Board of Directors and Shareholders
The Asia Pacific Fund, Inc.:

We have audited the accompanying statements of assets and liabilities of The Asia Pacific Fund, Inc. (hereafter referred to as the "Fund"), including the portfolio of investments, as of March 31, 2010, and the related statement of operations for the year then ended, the statement of changes in net assets for each of the years in the two-year period then ended and the financial highlights for each of the years in the three-year period then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and the financial highlights based on our audits. The financial highlights for each of the years in the two-year period ended March 31, 2007 were audited by another independent registered public accounting firm, whose report dated May 17, 2007, expressed an unqualified opinion thereon.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of March 31, 2010, by correspondence with the custodian, transfer agent and brokers or by other appropriate audit procedures when replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Fund as of March 31, 2010, and the results of its operations for the year then ended, the changes in its net assets for each of the years in the two-year period then ended and the financial highlights for each of the years in the three-year period then ended, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

New York, New York
May 24, 2010

Tax Information (Unaudited)

For the fiscal year ended March 31, 2010, the Fund made an election to pass through the maximum amount of the portion of the ordinary income dividends derived from foreign source income as well as any foreign taxes paid by the Fund in accordance with Section 853 of the Internal Revenue Code of the following amounts: \$205,665 foreign tax credit from recognized foreign source income of \$1,824,434.

In January 2011, you will be advised on IRS Form 1099DIV or Substitute Form 1099DIV as to the federal tax status of dividends and distributions received by you in calendar year 2010.

Dividend Reinvestment Plan (Unaudited)

Shareholders may elect to have all distributions of dividends and capital gains automatically re-invested in Fund shares (“Shares”) pursuant to the Fund’s Dividend Reinvestment Plan (“the Plan”). Shareholders who do not participate in the Plan will receive all distributions in cash paid by check in United States Dollars mailed directly to the shareholders of record (or if the shares are held in street or other nominee name, then to the nominee) by the custodian, as dividend disbursing agent. Shareholders who wish to participate in the Plan should complete the attached enrollment card or contact the Fund at 1-(800) 451-6788.

After the Fund declares a dividend or determines to make a capital gains distribution, if (1) the market price is lower than net asset value, the participants in the Plan will receive the equivalent in Shares valued at the market price determined as of the time of purchase (generally, following the payment date of the dividend or distribution); or if (2) the market price of Shares on the payment date of the dividend or distribution is equal to or exceeds their net asset value, participants will be issued Shares at the higher of net asset value or 95% of the market price.

There is no charge to participants for reinvesting dividends or capital gain distributions, except for certain brokerage commissions, as described below. The Plan Agent’s (Computershare Trust Co., formerly known as Equiserve) fees for the handling of the reinvestment of dividends and distributions will be paid by the Fund. There will be no brokerage commissions charged with respect to shares issued directly by the Fund. However, each participant will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agent’s open market purchases in connection with the reinvestment of dividends and distributions. The automatic reinvestment of dividends and distributions will not relieve participants of any federal income tax that may be payable on such dividends or distributions.

The Fund reserves the right to amend or terminate the Plan upon 90 days’ written notice to shareholders of the Fund.

Participants in the Plan may withdraw from the Plan upon written notice to the Plan Agent and will receive certificates for whole Shares and cash for fractional Shares.

Miscellaneous Information (Unaudited)

Proxy Voting

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities is available:

- Without charge, by calling the Fund's toll-free telephone number (888) "ASIA-PAC".
- On the Securities and Exchange Commission website, <http://www.sec.gov>.

Information regarding the Fund's proxy voting record for the 12-month period ending June 30 of each year is filed with the SEC on Form N-PX no later than August 31 of each year. The Fund's Form N-PX is available without charge, upon request, by calling the Fund at its toll free number 1-(888) 4-ASIA-PAC and on the SEC's website (<http://www.sec.gov>).

New York Stock Exchange and Securities and Exchange Commission Certifications

The Fund is listed on the New York Stock Exchange. As a result, it is subject to certain corporate governance rules and related interpretations issued by the exchange. Pursuant to those requirements, the Fund must include information in this report regarding certain certifications.

The Fund's President and Treasurer file certifications with the Securities and Exchange Commission regarding the quality of the Fund's public disclosure. The certifications are made pursuant to Section 302 of the Sarbanes-Oxley Act ("Section 302 Certifications"). The section 302 Certifications are filed as exhibits to the Fund's annual report on Form N-CSR, which include a copy of the annual report together with certain other information about the Fund.

Availability of Quarterly Portfolio Schedule

The Fund files its complete schedule of portfolio holdings with the Commission for the first and third quarters of each fiscal year on Form N-Q. The Fund's N-Q Forms are available on the Commission's website at <http://www.sec.gov>. The Fund's N-Q Forms may also be reviewed and copied at the Commission's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling (800) SEC-0330 (732-0330).

Directors and Officers of the Fund (Unaudited)

Information pertaining to the Directors of the Fund is set forth below. Directors who are not deemed to be “interested persons” of the Fund as defined in the Investment Company Act of 1940, as amended (the 1940 Act) are referred to as “Independent Directors.” Directors who are deemed to be “interested persons” of the Fund are referred to as “Interested Directors.” The “Fund Complex” consists of the Fund and any other investment companies managed by Baring Asset Management (Asia) Limited (the Investment Manager).

Independent Directors

<u>Name, Address** and Age</u>	<u>Positions With Fund</u>	<u>Term of Office*** and Length of Time Served</u>
Jessica M. Bibliowicz (50)	Director (Class II***)	Since 2006
Robert H. Burns (80)	Director (Class I***)	Since 1986
Michael J. Downey (66)	Director and Chairman (Class I***)	Since 1986 Since 1999
Robert F. Gunia (63)	Director (Class III***)	Since 1989
Douglas Tong Hsu (67)	Director (Class II***)	Since 1986
Duncan M. McFarland (66)	Director (Class I***)	Since 2005
David G. P. Scholfield (66)	Director (Class II***)	Since 1988

Principal Occupations During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Director	Other Directorships Held by the Director****
President and Chief Executive Officer of National Financial Partners. (NYSE:NFP), an independent distributor of financial services products. Formerly, President and Chief Operating Officer of John A. Levin & Co., a registered investment advisor.	1	
Chairman, Robert H. Burns Holdings Limited (an investment business), Hong Kong; formerly, Chairman and Chief Executive Officer, Regent International Hotels Limited, Hong Kong.	1	
Private Investor.	1	Director, Alliance Capital L.P. Mutual Fund Complex; Trustee, Merger Fund.
Independent Consultant (since October 2009); formerly Chief Administrative Officer (September 1999-September 2009) and Executive Vice President (December 1996-September 2009) of Prudential Investments LLC; formerly Executive Vice President (March 1999-September 2009) and Treasurer (May 2000-September 2009) of Prudential Mutual Fund Services LLC; formerly President (April 1999-December 2008) and Executive Vice President and Chief Operating Officer (December 2008-December 2009) of Prudential Investment Management Services LLC; formerly Chief Administrative Officer, Executive Vice President and Director (May 2003-September 2009) of AST Investment Services, Inc.;	1	Director of Advanced Series Trust, Prudential's Gibraltar Fund, Inc. and The Prudential Series Fund.
Chairman and Chief Executive Officer, Far Eastern New Century Corp., Taiwan.	1	
Formerly, Managing Partner and Chief Executive Officer, Wellington Management Company, LLP. (1994-2004); formerly Trustee, Financial Accounting Foundation (2001-2009).	1	Director of Gannett Co., Inc. and NYSE Euronext.
Formerly, Managing Director Hong Kong, Bank of Bermuda Ltd. (1998-2004).	1	

Directors and Officers of the Fund (Unaudited)
continued

Independent Directors *continued*

<u>Name, Address** and Age</u>	<u>Positions With Fund</u>	<u>Term of Office*** and Length of Time Served</u>
Nicholas T. Sibley (71)	Director (Class III***)	Since 2001

Interested Director

<u>Name, Address** and Age</u>	<u>Positions With Fund</u>	<u>Term of Office*** and Length of Time Served</u>
David J. Brennan (52)*	Director (Class III***)	Since 1990

Principal Occupations During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Director	Other Directorships Held by the Director****
Fellow of the Institute of Chartered Accountants in England and Wales; Chairman of Aquarius Platinum Ltd. and Director of Corney and Barrow Group Ltd.	1	Director of Tanzanite One Limited.

Principal Occupations During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Director	Other Directorships Held by the Director****
Chairman and Chief Executive Officer, Baring Asset Management Holdings Limited; Chairman, Baring Asset Management Holdings, Inc.; Chairman, and Chief Executive Officer, Baring Asset Management Ltd.; Chairman, Baring Asset Management (Asia) Ltd.; Chairman, Barings (Guernsey) Ltd.; Chairman, Baring Asset Management, Inc.; Chairman and Chief Executive Officer, Baring International Investment Ltd.; Non-Executive Director, Baring Asset Management (Japan) Ltd.	1	

Directors and Officers of the Fund (Unaudited)

continued

Information pertaining to the Officers of the Fund who are not also Directors is set forth below.

Officers

<u>Name, Address** and Age</u>	<u>Positions With Fund</u>	<u>Term of Office*** and Length of Time Served</u>
Brian A. Corris (51)	President	Since 2007
Grace C. Torres (50)	Vice President	Since 2008
M. Sadiq Peshimam (46)	Treasurer and Chief Financial Officer	Since 2008
	Assistant Treasurer	2005-2008
Deborah A. Docs (52)	Secretary	Since 1998
	Chief Legal Officer	Since 2006
	Assistant Secretary	1989-1998
Andrew R. French (47)	Assistant Secretary	Since 2007
Valerie M. Simpson (51)	Chief Compliance Officer	Since 2007
Theresa C. Thompson (47)	Deputy Chief Compliance Officer	Since 2008

* Mr. Brennan is an “interested person”, as defined in the 1940 Act, because of his employment with the Investment Manager.

** The address of the Directors and Officers is c/o: Prudential Investments LLC, Gateway Center Three, 100 Mulberry Street, Newark, New Jersey, 07102-4077.

Principal Occupations During Past 5 Years

Director of Institutional Group of Baring Asset Management (since October 2005); formerly Head of Institutional Pension Funds at Isis Asset Management (2000-2005), previously worked at Citigroup Asset Management, Credit Lyonnaise Securities (USA), Indosuez Capital Securities, James Capel & Co and Barclays de Zoete Wedd Ltd.; President of the Greater China Fund, Inc. (since 2008)

Assistant Treasurer (since March 1999) and Senior Vice President (since September 1999) of PI; Assistant Treasurer (since May 2003) and Vice President (since June 2005) of AST Investment Services, Inc.; Senior Vice President and Assistant Treasurer (since May 2003) of Prudential Annuities Advisory Services, Inc.; Treasurer and Principal Financial and Accounting Officer of The Greater China Fund, Inc. (since June 2007) formerly Senior Vice President (May 2003-June 2005) of AST Investment Services, Inc.

Assistant Treasurer and Vice President (since 2005) and Director (2000-2005) within Prudential Mutual Fund Administration.

Vice President and Corporate Counsel (since January 2001) of Prudential; Vice President (since December 1996) and Assistant Secretary (since March 1999) of PI.; Chief Legal-Officer and Secretary of The Greater China Fund, Inc. (since January 2007); formerly Vice President and Assistant Secretary (May 2003-June 2005) of AST Investment Services, Inc.

Vice President and Corporate Counsel (since February 2010) of Prudential; formerly Director and Corporate Counsel (2006-2010) of Prudential; Vice President and Assistant Secretary (since January 2007) of PI; Vice President and Assistant Secretary of PMFS; formerly Senior Legal Analyst of Prudential Mutual Fund Law Department.

Chief Compliance Officer (since April 2007) of Prudential Investments and AST Investment Services, Inc.; formerly Vice President – Financial Reporting (June 1999-March 2006) for Prudential Life and Annuities Finance (2007-2009); Chief Compliance Officer of The Greater China Fund, Inc.

Vice President, Compliance, PI (since April 2004); and Director, Compliance, PI (2001-2004); Deputy Chief Compliance Officer of The Greater China Fund, Inc. (since December 2007).

*** The Fund's Charter and Bylaws provide that the Board of Directors is divided into three classes of Directors, as nearly equal in number as possible. Each Director serves for a term of three years, with one class being elected each year. Each year the term of office of one class will expire.

**** This column includes all directorships of companies required to register, or file reports with the Commission under the Securities Exchange Act of 1934 (the Exchange Act) (i.e., "public companies") and other investment companies registered under the 1940 Act.

Privacy Notice

This notice is being provided on behalf of the companies listed in this Notice. It describes how information about you is handled and the steps we take to protect your privacy. We call this information “customer data” or just “data.” If you have other Prudential products or relationships, you may receive a separate privacy notice describing the practices that apply to those products or relationships. If your relationship with us ends, we will continue to handle data about you the same way we handle customer data.

Protecting Customer Data

We maintain physical, electronic, and procedural safeguards to protect customer data. The only persons who are authorized to have access to it are those who need access to do their jobs. We require them to keep the data secure and confidential.

Information We Collect

We collect data you give us and data about the products and relationships you have with us, so that we can serve you, including offering products and services to you. It includes, for example:

- your name and address,
- income and Social Security number.

We also collect data others give us about you, for example:

- medical information for insurance applications,
- consumer reports from consumer reporting agencies, and
- participant information from organizations that purchase products or services from us for the benefit of their members or employees, for example, group life insurance.

Sharing Data

We may share data with affiliated companies and with other companies so that they can perform services for us or on our behalf. We may, for example, disclose data to other companies for customer service or administrative purposes. We may disclose limited information such as:

- your name,
- address, and
- the types of products you own

to service providers so they can provide marketing services to us.

We may also disclose data as permitted or required by law, for example:

- to law enforcement officials,
- in response to subpoenas,
- to regulators, or
- to prevent fraud.

We do not disclose data to Prudential affiliates or other companies to allow them to market their products or services to you. We may tell you about a product or service that a Prudential company or other companies offer. If you respond, that company will know that you were in the group selected to receive the information.

Annual Notices

We will send notices at least once a year, as federal and state laws require. We reserve the right to modify this policy at any time.

If you have questions about Prudential’s Privacy Notice please call us. The toll-free number is (800) 236-6848.



Prudential

Many Prudential Financial companies are required to send privacy notices to their customers. This notice is being provided to customers of the Prudential Financial companies listed below:

Insurance Companies and Separate Accounts

Prudential Insurance Company of America, The
Prudential Annuities Life Assurance Corporation
Pruco Life Insurance Company
Pruco Life Insurance Company of New Jersey
Separate accounts of The Prudential Insurance Company of America,
Pruco Life Insurance Company, Pruco Life Insurance Company of
New Jersey, and Prudential Annuities Life Assurance Corporation
Prudential Retirement Insurance and Annuity Company (PRIAC)
PRIAC Variable Contract Account A
CG Variable Annuity Account I & II (Connecticut General)

Insurance Agencies

Prudential Insurance Agency, LLC

Broker-Dealers and Registered Investment Advisers

AST Investment Services, Inc.
Prudential Annuities Distributors, Inc.
Global Portfolio Strategies, Inc.
Prudential Bache Securities, LLC
Pruco Securities, LLC
Prudential Investment Management, Inc.
Prudential Investment Management Services LLC
Prudential Investments LLC

Bank and Trust Companies

Prudential Bank & Trust, FSB
Prudential Trust Company

Investment Companies and Other Investment Vehicles

Asia Pacific Fund, Inc., The
Cash Accumulation Trust
Greater China Fund Inc., The
Prudential Bache Commodities, LLC
Prudential Capital Partners, L.P.
Prudential Institutional Liquidity Portfolio, Inc.
Prudential Investments Mutual Funds
Prudential MoneyMart Assets, Inc.
Target Asset Allocation Funds, Inc.
Target Portfolio Trust, The
PB Financial Services, Inc.

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