

ASIA PACIFIC FUND INC
Form N-CSR
May 31, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number:	811-04710
Exact name of registrant as specified in charter:	The Asia Pacific Fund, Inc.
Address of principal executive offices:	Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102
Name and address of agent for service:	Deborah A. Docs Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102
Registrant's telephone number, including area code:	973-367-7521
Date of fiscal year end:	3/31/2013

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Date of reporting period:

3/31/2013

Item 1 Reports to Stockholders

ANNUAL REPORT

March 31, 2013

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 Pristine Advisers, 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.

The Asia Pacific Fund, Inc.

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 2012/2013			
June	\$ 9.54	\$ 10.71	
September	10.28	11.51	
December	10.82	12.19	
March	10.76	11.92	
Financial Year 2011/2012			
June	\$ 12.12	\$ 13.21	
September	9.36	10.00	
December	9.40	10.37	
March	10.58	11.67	
Financial Year 2010/2011			
June	\$ 9.19	\$ 10.08	
September	11.02	12.10	
December	11.95	12.94	
March	11.83	13.06	
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	

* Total per share distributions over the 5 years to March 31, 2013 amounted to \$5.10. Total per share distributions over the Fund's life (commencement of operations: May 4, 1987) have amounted to \$30.78.

The Asia Pacific Fund, Inc.

The Fund's Management

Directors

Michael J. Downey, *Chairman*

Jessica M. Bibliowicz

Robert H. Burns

Robert F. Gunia

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

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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

The Asia Pacific Fund, Inc.

Report of the Investment Manager (Unaudited)

for the fiscal year ended March 31, 2013

Overview

During the fiscal year ended March 31 2013, the Fund's net asset value (NAV) per share rose by 2.1%.

This compares with an increase of 7.1% in the Fund's reference benchmark, the MSCI All Countries (AC) Asia Ex-Japan Gross Index. By way of international comparison, the returns of the S&P 500 Price and MSCI World Gross indices were +11.4% and +12.5% respectively.

The top three performing major markets, as measured by the MSCI country indices in US dollar terms over the period, were the Philippines (+44.4%), Thailand (+22.7%) and Hong Kong (+17.0%). The major laggards were Korea (+1.8%), India (+2.3%) and Taiwan (+2.6%). There was mixed performance from Asian currencies. The Thai Baht and the Philippine Peso strengthened against the US dollar, while the Indian Rupee and the Indonesia Rupiah weakened.

2012 was a challenging year for most investors as macro and policy-related events drove significant volatility in equity markets. Nonetheless, equities rose in the second half of the year, despite earning downgrades. This was largely driven by the implementation of accommodative monetary policy by global central banks, particularly the US Federal Reserve and European Central Bank, which removed several major tail risks and increased liquidity in the banking system. Further, the ongoing economic recovery in the US helped mitigate the weakness in Europe and cyclical slowdown in China. Stepping into 2013, the Year of the Snake has brought a solid start for Asian markets. However, a degree of volatility persists due to uncertainty in Europe (such as the uncertain outcome to the Italian elections) and concerns over potential policy tightening in China and other Asian economies. Asia was generally stronger than European markets in the period, but lagged the performance of the US equity market.

Throughout the period under review, we pursued a strategy of constructing the portfolio around attractively valued companies which we believe have the ability to deliver long-term earnings growth. We also favor stocks which offer sustainable dividend growth in a low yield environment globally. We believe this strategy enables us to benefit from growth in Asia, while also offering some protection in what remains a relatively uncertain macro environment. We are also focused on beneficiaries of recovering economic growth across the region, most notably China.

The Fund underperformed its reference benchmark over the fiscal year. This was mainly due to overweight exposure in economically-sensitive stocks in China and Korea, as well as a lack of exposure to more defensive sectors such as Telecoms and Utilities. These losses were partly offset by positive stock selection contribution from consumption growth beneficiaries in ASEAN and Hong Kong.

The Asia Pacific Fund, Inc.

Table 1. Stock Market Performance

April 2012 March 2013 (MSCI free indices on a gross basis in USD terms)

Country - Index	2Q 2012	3Q 2012	4Q 2012	1Q 2013	1 Yr to 03/31/2013
	%	%	%	%	%
North Asia					
Hong Kong	4.9	12.5	5.7	3.5	17.0
China	5.3	4.7	12.9	4.5	6.9
Taiwan	9.5	11.8	1.5	0.2	2.6
Korea	8.6	9.9	4.8	3.2	1.8
ASEAN					
Philippines	4.1	4.5	11.6	19.0	44.4
Thailand	5.4	11.3	5.9	10.1	22.7
Indonesia	7.0	7.5	1.1	13.4	14.7
Singapore	3.8	10.6	3.2	3.0	13.1
Malaysia	3.6	5.3	3.7	0.9	4.3
South Asia					
Sri Lanka	9.6	25.0	3.3	11.7	22.1
Vietnam	1.2	8.2	3.4	15.6	11.0
India	9.5	15.4	0.5	2.6	2.3
Region					
MSCI AC Asia Ex-Japan Gross	6.7	9.4	5.7	0.4	7.4

Source: Baring Asset Management, Factset.

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

March 2012 March 2013

Currency US\$/Local rate	March	June	Sept	Dec	March	12M
	2012	2012	2012	2012	2013	Change (%)
North Asia						
South Korean Won	1,133	1,145	1,111	1,071	1,113	1.8
Chinese Renminbi	6.30	6.35	6.28	6.23	6.21	1.3
Hong Kong Dollar	7.76	7.76	7.75	7.75	7.76	
New Taiwan Dollar	29.51	29.89	29.31	29.04	29.90	1.3
ASEAN						
Thai Baht	30.85	31.76	30.78	30.59	29.29	5.3
Philippine Peso	42.94	42.14	41.72	41.06	40.81	5.2
Singapore Dollar	1.26	1.27	1.23	1.22	1.24	1.4
Malaysian Ringgit	3.06	3.18	3.06	3.06	3.10	1.1
Indonesian Rupiah	9,144	9,393	9,570	9,638	9,718	5.9

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South Asia

Sri Lankan Rupee	128.25	133.90	129.43	127.70	126.75	1.2
Vietnamese Dong	20,850	20,905				