

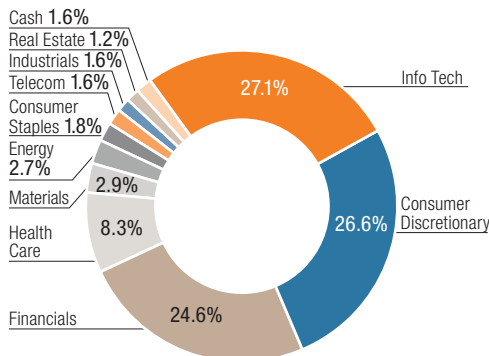
Asia Fund

4Q2017 Commentary

MIRAE ASSET
Global Investments

A: MALAX C: MCLAX I: MILAX

Sector Holdings (AS OF DECEMBER 31, 2017*)



*These will change and should not be considered recommendations.

Performance (AS OF DECEMBER 31, 2017)

	ASIA CLASS I (%)	MSCI AC ASIA EX-JAPAN NR INDEX (%)
4Q2017	11.02	8.23
1 Year	48.58	41.72
3 Year (annualized)	10.68	10.72
5 Year (annualized)	10.73	7.95
7 Year (annualized)	7.54	5.80
Since Inception [†] (annualized)	7.73	6.76

[†]9/24/10

Net total return indices reinvest dividends after the deduction of withholding taxes.

The Fund's investment manager, Mirae Asset Global Investments (USA) LLC ("Mirae Asset USA"), has contractually agreed to forego its management fee and, if necessary, to reimburse the Fund so that total operating expenses (excluding interest expense, taxes, brokerage commissions and certain other Fund expenses) of the Fund do not exceed 1.25% (for Class I Shares) of average daily net assets through August 31, 2018. Total annual fund operating expenses for Class I shares: 2.27%. Each share class may have to repay Mirae Asset USA some of these amounts foregone or reimbursed within three years if total operating expenses fall below the expense cap described above. Past performance does not guarantee future results. The performance data quoted represent past performance and current returns may be lower or higher. Share prices and investment returns fluctuate and an investor's shares may be worth more or less than original cost upon redemption. For periods less than one year, performance is cumulative. For performance data current to the most recent month-end please call 1-888-335-3417.

Market Review

Asia ex-Japan equities, as represented by the MSCI AC Asia ex-Japan Index, delivered a strong return of 8.27% for the quarter ending December 31, 2017. Asia ex-Japan equities outperformed both developed market equities and the broader emerging markets universe, which returned 5.62% and 7.50% for the quarter, respectively.

China continued to post robust economic data as the economy grew 6.8% in the fourth quarter of 2017, beating the consensus estimate of 6.7%. The strength of China's economic data is in part due to the global recovery and that should lead to healthy, but modestly slower, growth in 2018. At the 19th Congress of the Chinese Communist Party, the government stated that it will remain focused on the key areas of supply-side reform, financial deleveraging and the environment. Meanwhile, domestic consumption remains resilient, supported by wage growth and strong consumer sentiment.

In India, economic activity started to improve in the last few months of 2017 after experiencing some short-term disruption from the implementation of the Goods & Services Tax (GST) in July. In November, consumer inflation reached a 15-month high with the CPI coming in at 4.9% year-over-year, higher than expected. With inflation, growth, and oil prices picking up in recent months, the Reserve Bank of India is unlikely to implement further easing.

South Korea and Taiwan continued to benefit from the export recovery, though domestic demand in these two countries remain relatively weak. In the ASEAN region, Thailand was the best performing country for the quarter as the global synchronous recovery continued to support the country's exports.

Fund Review

Mirae Asset's Asia Fund (MILAX) outperformed its benchmark, the MSCI AC Asia ex-Japan Index, during the fourth quarter ending December 31, 2017. The Fund gained 11.02% whereas the benchmark returned 8.23%.

Key Contributors to Performance

- On a sector basis, Health Care and Consumer Discretionary contributed the most to the Fund's relative performance due to strong stock selection and an overweight allocation.
- With regards to geography, the top contributor to relative performance was South Korea due to stock selection and allocation effects. Stock selection in China also had a positive impact. However, it is instructive to keep in mind that the portfolio's country weightings are a function of bottom-up stock selection rather than targeted allocations to particular countries.

- On the stock level, the top contributors to the Fund's relative performance during the fourth quarter were Celltrion Healthcare, Ping An Insurance, and Titan Industries.

Key Detractors from Performance

- On a sector basis, the largest detractor from relative performance was Financials mainly due to stock selection. Stock selection and allocation effects in Materials also had a negative impact on performance.
- Relating to geography, India detracted the most from performance mainly due to stock selection. Stock selection and allocation effects in Thailand also had a negative impact.
- On the stock level, the biggest detractors were Qudian Inc., Ctrip.com International and Yes Bank Limited.

Outlook

2017 was a strong year for Asia ex-Japan equities and we believe that the positive momentum is likely to continue with the current backdrop of a synchronized global recovery. Improving global growth has supported exports and we expect the next phase of the recovery to be driven by an uptick in private corporate capital expenditures (capex). For 2018, market confidence appears strong with earnings expectations strengthening for Asia ex-Japan companies and we are seeing robust net foreign inflows into the region.

Following the incredible performance of the Chinese equity market in 2017, with the MSCI China Index up over 54%, we expect economic growth to slow modestly as the government implements changes in an effort

to rebalance the economy. Our outlook on China remains positive and we believe that longer-term structural drivers will persist as the economy moves toward a more consumption and innovation-led growth model.

India is returning to healthy domestic consumption levels, and housing could be the next sector to help drive capex as the government aims to build 20 million urban and 30 million rural houses by 2022. With demonetization and the GST implementation now largely past, the outlook for the Indian market is positive overall.

While we believe that the current environment provides support for Asian equities broadly, we prefer to focus on investment drivers that are more predictable and enduring, and less

dependent on external factors. Mirae Asset's Asia investment strategy continues to be driven by fundamental, bottom-up stock selection. It seeks to invest in high-quality companies that are leaders or potential leaders in their industries and that likely will benefit from broad growth across Asia. These companies typically have structural advantages and the ability to provide sustained strong returns due to better management teams and more attractive operating conditions. We maintain the view that over the long-run, share prices reflect company earnings and fundamentals. In the fourth quarter of this year, the Fund remained meaningfully overweight the Consumer Discretionary and Health Care sectors.

All index returns are sourced from MSCI and are gross total returns unless otherwise noted.

Association of Southeast Asia Nations (ASEAN) is the organization of countries in Southeast Asia set up to promote cultural, economic and political development in the region.

Capital Expenditures (capex) are investments in assets that will have a long life such as property, plant, and equipment.

Consumer Price Index (CPI) measures changes in the price level of a market basket of consumer goods and services purchased by households.

Gross Domestic Product (GDP) is the monetary value of all the finished goods and services produced within a country's borders in a specific time period.

MSCI All Country (AC) Asia ex-Japan Index captures large and mid cap representation across four of five developed market countries (excluding Japan) and 8 emerging markets countries in the Asia Pacific region. Investing in an index is not possible.

MSCI China Index captures large and mid cap representation across China H shares, B shares, Red chips, P chips and foreign listings (e.g. ADRs).

An investor should consider an investment in the Funds as a long-term investment. The Funds' returns will fluctuate over long and short periods. The Funds cannot guarantee that they will achieve their investment objective. As with all investments, there are certain risks of investing in the Funds, and you could lose money on an investment in the Funds. Certain risks related to an investment in the Funds are summarized below:

- **Equity securities (stocks)** are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the portfolio changes
- **Emerging market investing** may be subject to additional legal, economic, political, liquidity, and currency risks not associated with more developed countries
- **Geographic concentration risk:** A small number of companies and industries may represent a large portion of the market in a particular country or region, and these companies and industries can be sensitive to adverse social, political, economic or regulatory developments in that country or region

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. This and other important information about the investment company can be found in the Fund's prospectus and summary prospectus. To obtain a prospectus or summary prospectus, please contact your financial advisor or please call 1-888-335-3417. Please read the prospectus carefully before investing.

*Mirae Asset Discovery Funds are distributed by Funds Distributor, LLC.
Copyright © 2018 by Mirae Asset Global Investments. All rights reserved.*