



HARDING · LOEVNER®

Fundamental. Thinking. Worldwide.

Investment Philosophy

Harding Loevner utilizes a bottom up approach for building a diversified portfolio of high-quality growth stocks. It undertakes in-depth fundamental research to identify well-managed, financially strong companies that have sustainable competitive advantages that should allow them to grow profitably for long periods.

Fund Facts	
CUSIP	412295867
Inception Date	05/27/08
Minimum Investment	\$1,000,000
Total Fund Assets	\$6.74 M
Sales Charge	None
Total # of Holdings	77
Net Expense Ratio ¹	2.00%
Gross Expense Ratio	3.35%
Turnover (1 Yr Average)	NA
Redemption Fee	2.00% first 90 days
Dividend Policy	Annual
NAV	\$6.89

¹Harding Loevner has voluntarily agreed to cap the total annual class operating expenses at 2.00% (on an annualized basis) of the average daily net assets of the Institutional Class. This expense cap may be terminated at anytime.

Sector Weightings

Sector	HLFMX	Comparable Index*
Industrials	19.3%	7.3%
Financials	16.4%	46.2%
Telecom Services	14.2%	7.2%
Materials	12.3%	4.6%
Cons Discretionary	10.6%	5.0%
Energy	7.5%	9.4%
Cons Staples	6.8%	7.4%
Health Care	5.9%	8.0%
Info Technology	3.0%	1.3%
Utilities	1.1%	3.6%
Cash	2.9%	0.0%

Regional Weightings

Region	HLFMX	Comparable Index*
Africa	40.3%	17.0%
Eastern Europe	27.0%	39.8%
Emerging Asia	14.0%	16.2%
Latin America	8.8%	13.6%
Middle East	4.1%	13.4%
Other ²	2.8%	0.0%
Cash	2.9%	0.0%

*The Comparable Index comprises 70% S&P/IFC Global Frontier Markets Index and 30% the 17 smaller countries in the MSCI Emerging Markets Index

Investment Objective

The Frontier Emerging Markets Portfolio seeks long-term capital appreciation through investments in equity securities of companies based in frontier emerging markets.

Total Returns

	Inception Date	Average Annualized Total Returns as of September 30, 2008				
		3 month	1 year	3 years	5 years	Since Inception
Frontier Emerging Markets Portfolio - Net	5/27/08	-28.75%	-	-	-	-31.10%
Frontier Emerging Markets Portfolio - Gross		-28.39%	-	-	-	-30.62%
Comparable Index*		-22.78%	-	-	-	-25.43%

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Portfolio may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling (877) 435-8105 or visiting www.hardingloevner.com. Performance data shown does not reflect the 2.00% redemption fee imposed on shares held less than 90 days. If it did, total returns would be reduced.

Short term performance, in particular, is not a good indication of the fund's future performance and an investment should not be made solely on returns.

Foreign investments involve additional risks, including greater volatility and political, economic, and currency risks and differences in accounting methods. Emerging markets countries involve greater risks, such as immature economic structures, national policies restricting investments by foreigners, and different legal systems. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investment in lower-rated and non-rated securities presents a greater risk of loss of principal and interest than higher-rated securities. Mutual fund investing involves risk. Principal loss is possible.

The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. The Index consists of 25 emerging markets countries. The S&P/IFC Global Frontier Markets Index, a subset of the S&P Emerging Markets Index, is designed to measure the equity market performance of less liquid stocks in the global emerging markets. The Index covers 24 lesser developed emerging markets countries. You cannot invest directly in these Indices.

All holdings and sector/region allocations are subject to review and adjustment in accordance with the Portfolio's investment strategy and may vary in the future, and should not be considered recommendations to buy or sell any security. The Portfolio is actively managed; therefore holdings may not be current.

Investment performance reflects fee waivers and in the absence of these waivers investment performance would be reduced.

²Other includes countries outside the comparable Index where some holdings are incorporated.



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Ten Largest Holdings

	Industry	Country	% Assets
INA Industrija Nafta	Energy	Croatia	3.3%
Orascom Construction	Industrials	Egypt	3.2%
Mauritius Commercial Bank	Financials	Mauritius	2.6%
First Bank of Nigeria	Financials	Nigeria	2.4%
El Sewedy Cables	Industrials	Egypt	2.3%
Turkcell Iletisim Hizmet	Telecom Services	Turkey	2.3%
Hrvatske Telekom	Telecom Services	Croatia	2.2%
Square Pharmaceuticals	Health Care	Bangladesh	2.1%
UAC of Nigeria	Industrials	Nigeria	2.1%
Ericsson Nikola Tesla	Info Technology	Croatia	1.9%
Ten Largest Holdings			24.4%

Portfolio Characteristics

	HLFMX	Comparable Index*		HLFMX	Comparable Index*
Return on Assets	9.1%	7.2%	Avg Wtd Mkt Cap (mn)	\$3,910	\$4,600
Return on Equity ³	22.0%	18.3%	Price/Earnings	19.3	16.7
Debt/Equity Ratio	26.5%	33.0%	Price/Cash Flow	11.2	8.0
Profit Margin	15.2%	17.0%	Price/Book	1.8	1.6
5 Year ROE	24.9%	15.6%	Alpha ⁵	-3.14	0.00
Std Dev of 5 Year ROE	4.8%	3.5%	Beta ⁵	0.75	1.00
Sales Growth ⁴	22.9%	16.8%	R-Squared ⁵	0.66	1.00
EPS Growth ⁴	16.4%	18.6%	Sharpe Ratio ⁵	-2.06	-1.62
CF Growth ⁴	14.7%	14.6%	Standard Deviation ⁵	14.59	15.73

*The Comparable Index comprises 70% S&P/IFC Global Frontier Markets Index and 30% the 17 smaller countries in the MSCI Emerging Markets Index; ³ Trailing one year; ⁴ Trailing five years, annualized; ⁵ Since Inception.

Source: Wilshire Atlas (Run Date October 7, 2008) Based on the Portfolio's underlying holdings.

Average Weighted Market Capitalization: the product of a security's price & the number of shares outstanding. Price/Earnings: the ratio of a firm's closing stock price & its trailing 12 months' earnings/share. Price/Cash Flow: the ratio of a firm's closing stock price & its fiscal year end cash flow/share. Price/Book: the ratio of a firm's closing stock price & its fiscal year end book value/share. Return on Equity: the net income divided by total common equity outstanding, expressed as a percent. Alpha: a measure of risk-adjusted return. Beta: a measure of the portfolio's sensitivity to the market. R-Squared: a measure of how well a portfolio tracks the market. Sharpe Ratio: the return over the risk free rate per unit of risk. Standard Deviation: the statistical measure of the degree to which an individual value in a probability distribution tends to vary from the mean of the distribution. Return on Assets: net income for past 12 months divided by total assets. Earnings Per Share: portion of a company's profit allocated to each outstanding share of common stock. Debt/Equity Ratio: total long-term debt divided by total shareholder's equity. Profit Margin: relationship of gross profits to net sales.

Standard & Poor's assumes no responsibility for the accuracy or completeness of the data provided and disclaims all express or implied warranties in connection therewith.

The Portfolio's investment objectives, risks, charges and expenses must be considered carefully before investing. The Prospectus contains this and other important information about the investment company. It may be obtained by calling toll free (877) 435-8105, or visiting www.hardingloevner.com. Please read it carefully before investing.

While the Portfolio is "no load", management and other expenses still apply. Please refer to the Prospectus for further details.

The Portfolio is distributed by Quasar Distributors, LLC. 10/2008

Investment Advisor

Former global managers for the Rockefeller family formed Harding Loevner LLC, the Portfolio's advisor, in 1989. Its investment staff of 22 have an average of 17 years experience, and six years of tenure. Harding Loevner manages \$5 billion for foundations, endowments, pension plans, family office and individuals.

Portfolio Managers



Donald Elefson, CFA
Lead Portfolio Manager
University of Washington, Seattle,
BA, Economics, 1983
Chartered Financial Analyst, 1990
Joined Harding Loevner 2008

For More Information contact:

Harding Loevner Funds, Inc.:
P.O. Box 642, OPS 22
Boston, MA 02117-0642
Tel: (877) 435-8105

Email: hardingloevnerfunds@statestreet.com

Investment Advisor:
Harding Loevner LLC
50 Division Street, Suite 401
Somerville, NJ 08876
Tel: (908) 218-7900