

# Dreyfus Emerging Markets Debt Local Currency Fund

Class A DDBAX Class C DDBCX Class I DDBIX



December 31, 2009

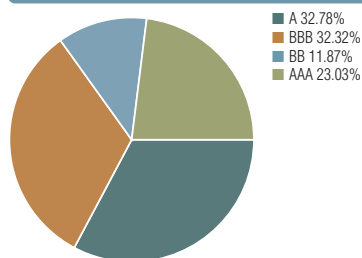
## Currency Exposure<sup>2</sup>

Currency	Portfolio	Index
Turkish Lira	11.26%	10.00%
Mexican Peso	10.71%	10.00%
Polish Zloty	10.70%	10.00%
Brazilian Real	10.19%	10.00%
Malaysian Ringgit	10.15%	10.00%
Thai Baht	9.39%	10.00%
Hungarian Forint	9.02%	10.00%
Russian Ruble	8.54%	8.24%
South Africa Rand	8.02%	10.00%
Peruvian Nuevo Sol	6.22%	5.90%

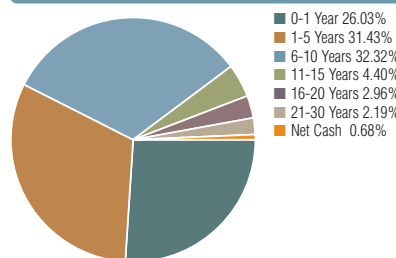
## Contribution to Duration (in years)<sup>2</sup>

Country	Portfolio	Index
South Africa	0.49	0.60
Hungary	0.47	0.39
Thailand	0.43	0.55
Mexico	0.41	0.49
Poland	0.40	0.40
Malaysia	0.39	0.45
Peru	0.35	0.53
Brazil	0.33	0.25
Colombia	0.19	0.13
Turkey	0.17	0.17

## Credit Quality Breakdown<sup>2</sup>



## Allocation by Maturity<sup>2</sup>



## Total Returns<sup>1</sup>

## Average Annual Total Return (12/31/09)

## Cumulative Total Return (12/31/09)

Share Class/Inception Date	Average Annual Total Return (12/31/09)		Cumulative Total Return (12/31/09)		
	1 yr	Incept.	YTD	1 yr	Incept.
A (NAV) 9/12/08	21.12%	8.10%	21.12%	21.12%	10.66%
A (4.50% max. load)	15.63%	4.33%	15.63%	15.63%	5.67%
C (NAV) 9/12/08	20.19%	7.28%	20.19%	20.19%	9.57%
C (1.00% max. CDSC)	19.19%	7.28%	19.19%	19.19%	9.57%
I (NAV) 9/12/08	21.36%	8.33%	21.36%	21.36%	10.96%
JPM Government Bond -Emerging Market Diversified <sup>4</sup>	20.44%	-	20.44%	20.44%	-

The performance data quoted represents past performance, which is no guarantee of future results. Share price and investment return fluctuate and an investor's shares may be worth more or less than original cost upon redemption. Current performance may be lower or higher than the performance quoted. Go to [Dreyfus.com](http://Dreyfus.com) for the fund's most recent month-end returns. Dreyfus has contractually agreed until at least October 1, 2010, to limit the fund's expense ratio as described in the prospectus, after which such limitation may be extended, terminated or modified. Total Expense Ratios: Class A 3.08%; Class C 3.84%; Class I 2.84%. (Net Expense Ratios with Expense Cap: Class A 1.35%; Class C 2.10%; Class I 1.10%.)

Managed by

**STANDISH**

investment professionals

Investment Adviser

The Dreyfus Corporation

Dreyfus Investment Style Classification



Morningstar Category

Emerging Markets Bond

Inception Date

9/12/08

	Ticker	CUSIP
Class A	DDBAX	261980-52-8
Class C	DDBCX	261980-51-0
Class I	DDBIX	261980-49-4

Assets

(for the fund)

\$84,372,664

Holdings

48 (12/31/09)

Dividend Policy

Quarterly

Average Effective Maturity

5.57 Years (12/31/09)

Average Effective Duration<sup>3</sup>

3.82 Years (12/31/09)

Weighted Average Credit Quality<sup>2</sup>

BBB (Source: Morningstar, Inc.)

Redemption Fee<sup>5</sup>

2.00 %

Historical Performance (Cl. A @ NAV)<sup>1,4</sup>

2009

21.12 %

<sup>1</sup> Investors should consider, when deciding whether to purchase a particular class of shares, the investment amount, anticipated holding period and other relevant factors. <sup>2</sup> Portfolio composition is as of 12/31/09 and is subject to change at any time. Weighted Average Credit Quality is as of quarter end 9/30/09. Bond ratings reflect the rating entity's evaluation of the issuer's ability to pay interest and repay principal on the bond on a timely basis. Bonds rated BBB/Baa or higher are considered investment grade, while bonds rated BB/Ba or lower are considered speculative as to the timely payment of interest and principal. <sup>3</sup> As of 12/31/09, and is subject to change at any time. Contribution to Duration figures above measure the fund's duration exposure in each of its top country allocations, as compared to the approximated value of the benchmark Index. Duration is a measure of volatility expressed in years. The higher the number, the greater potential for volatility as each respective country's local interest rate changes. <sup>4</sup> Calendar year figures would be lower if max. sales charge was reflected. Performance figures may reflect reimbursements or fee waivers, without which the performance would have been lower. <sup>5</sup> 2% Redemption Fee on all shares redeemed within 60 days of purchase. This fee is retained by the fund. (Not charged on shares sold through Checkwriting, Auto Withdrawal or Auto-Exchange, or on shares acquired through dividend reinvestment.) Please see the fund's prospectus or current SAI for more details.

<sup>1</sup> Source: FactSet. Reflects reinvestment of dividends and, if any, capital gains. The JP Morgan Government Bond Index - Emerging Markets Diversified is a comprehensive global local emerging markets index, and consists of regularly traded, liquid fixed-rate, domestic currency government bonds. Investors cannot invest directly in any Index.

■ NOT FDIC-INSURED

■ NOT BANK-GUARANTEED

■ MAY LOSE VALUE

# Dreyfus Emerging Markets Debt Local Currency Fund

Class A DDBAX Class C DDBCX Class I DDBIX

## Goal/Approach

The fund seeks to maximize total return. To pursue its goal, the fund normally invests at least 80% of its assets in emerging market bonds and other debt instruments denominated in the local currency of issue, and in derivative instruments that provide investment exposure to such securities. There are no restrictions on the average maturity of the fund's portfolio or on the maturities of the individual debt securities the fund may purchase.

## Portfolio Management

The investment adviser for the fund is The Dreyfus Corporation. Alexander Kozhemiakin and Javier Murcio are the fund's co-primary portfolio managers, positions they have held since September 2008. Mr. Kozhemiakin also is the director of emerging market strategies at Standish Mellon Asset Management Company LLC (Standish), an affiliate of Dreyfus, which he joined in February 2007. Mr. Murcio also is a senior sovereign analyst for emerging markets at Standish, which he joined in August 2007. Messrs. Kozhemiakin and Murcio have also been employees of Dreyfus since August 2008, and manage the fund under a dual-employee relationship between Standish and Dreyfus.

## Current Investment Process

The dedicated EM Debt investment management team at Standish seeks to outperform the JP Morgan GBI-EM Diversified Index over an entire market cycle by investing primarily in sovereign local-currency-denominated emerging markets bonds. As such, the team notes that the fund's benchmark and investment strategy are different from those of many other emerging market debt funds, which tend to invest predominantly in USD denominated bonds. In general, emerging markets local-currency denominated bonds can perform well when emerging market currencies appreciate against the USD and when local interest rates are either stable or falling. The team actively and separately manages both emerging markets currency and local interest rate exposures. To the extent possible, the team prefers the most liquid instruments and aims to geographically diversify the fund's holdings. While the fund has no credit quality constraints, the weighted average rating of its benchmark is investment grade. The team expects the fund to have only a limited exposure to corporate debt, if any at all.

## Certain Risks

The fund is subject generally to interest rate, credit, liquidity, call, sector, and market risks, to varying

degrees, all of which are more fully described in the fund's prospectus. Generally, all other factors being equal, bond prices are inversely related to interest-rate changes and rate increases can cause price declines.

The fund may use derivative instruments (such as currency forwards and local interest-rate swaps). A small investment in derivatives could have a potentially large impact on the fund's performance. The use of derivatives involves risks different from, or possibly greater than, the risks associated with investing directly in the underlying assets.

Foreign bonds are subject to special risks including exposure to currency fluctuations, changing political and economic conditions, and potentially less liquidity. Investments in foreign currencies are subject to the risk that those currencies will decline in value relative to the U.S. dollar. Foreign currencies are also subject to risks caused by inflation, interest rates, budget deficits and low savings rate, political factors and government control. The fixed income securities of issuers located in emerging markets can be more volatile and less liquid than those of issuers in more mature economies.

## 12-Month NAV History<sup>5</sup>

01/09	\$10.58
02/09	\$10.12
03/09	\$10.66
04/09	\$11.45
05/09	\$12.11
06/09	\$12.24
07/09	\$12.76
08/09	\$12.81
09/09	\$13.08
10/09	\$13.15
11/09	\$13.46
12/09	\$13.28

<sup>5</sup>All figures as of month-end. These figures represent Class A shares only. NAV history for the fund's other share classes would vary.

**Investors should consider the investment objectives, risks, charges, and expenses of the fund carefully before investing. Contact your financial advisor and obtain a prospectus that contains this and other information about the fund, and read it carefully before investing.**