

International Investor

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World Stockmarkets suffer short term correction
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World Stockmarket Forecasts

Stockmarket	One-Year Forecast	Fundamental Indicators	Technical Indicators	Monetary Indicators	Economic Indicators	Historical Performance (in US\$)			Share Index
						3 mths	6 mths	12 mths	
Australia	61%	Bullish	Bullish	Bullish	Bearish	-5.1%	+3.7%	+27.1%	3,401.20
Austria	64%	Bearish	Bullish	Bullish	Bullish	+2.5%	+37.6%	+53.6%	1,906.27
Belgium	66%	Neutral	Bullish	Bullish	Neutral	-5.9%	+13.4%	+29.8%	2,406.40
Canada	63%	Neutral	Neutral	Bullish	Bullish	-8.1%	+0.7%	+25.4%	8,274.79
Denmark	58%	Neutral	Bearish	Bullish	Bullish	-12.4%	+1.7%	+30.0%	253.12
Finland	50%	Bullish	Bearish	Bullish	Neutral	-19.8%	-6.8%	+8.3%	5,733.58
France	68%	Bullish	Bullish	Bullish	Neutral	-5.6%	+9.6%	+29.0%	2,490.37
Germany	54%	Bearish	Neutral	Bullish	Bullish	-9.8%	+6.9%	+36.6%	3,895.64
Ireland	72%	Bullish	Bullish	Bullish	Bullish	-3.3%	+14.5%	+27.4%	5,263.99
Italy	71%	Bullish	Bullish	Bullish	Bullish	-5.1%	+8.7%	+20.5%	20,740.00
Japan	45%	Bearish	Bullish	Neutral	Bearish	+3.1%	+5.4%	+46.9%	11,438.82
Netherlands	58%	Bullish	Bearish	Bullish	Bullish	-9.9%	-1.7%	+15.5%	337.97
New Zealand	51%	Neutral	Bullish	Bearish	Neutral	-6.3%	+9.1%	+34.9%	2,113.82
Norway	62%	Bullish	Bullish	Bullish	Neutral	+0.6%	+15.7%	+50.0%	667.70
Spain	68%	Neutral	Bullish	Bullish	Neutral	-5.7%	+13.9%	+31.3%	844.35
Sweden	46%	Bearish	Bearish	Bullish	Neutral	-7.1%	+11.2%	+41.0%	206.70
Switzerland	67%	Bearish	Bullish	Bullish	Bullish	-4.9%	+15.7%	+30.6%	5,827.70
Un. Kingdom	49%	Neutral	Bullish	Neutral	Bearish	-1.2%	+10.0%	+26.1%	4,498.40
USA	48%	Neutral	Bearish	Bullish	Bearish	-3.9%	+4.3%	+17.7%	1,098.70
Argentina	39%	Bearish	Bearish	Bullish	Bearish	-7.9%	+5.8%	+34.8%	2,293.44
Brazil	58%	Bullish	Bearish	Bullish	Bullish	-18.6%	-6.5%	+33.0%	18,620.01
Czech Rep.	74%	Bullish	Bullish	Bullish	Bullish	+3.7%	+23.8%	+46.3%	772.50
Chile	60%	Neutral	Bullish	Bullish	Bearish	-5.5%	-1.4%	+40.6%	7,284.81
China	40%	Neutral	Bearish	Bullish	Bearish	-9.2%	-4.1%	-9.8%	107.02
Greece	57%	Neutral	Bullish	Neutral	Bearish	-4.7%	+17.6%	+50.5%	2,486.43
Egypt	54%	Bearish	Bullish	Bearish	Bullish	+8.1%	+17.8%	+32.9%	938.55
Hong Kong	57%	Bullish	Bearish	Bullish	Neutral	-10.8%	-2.9%	+31.1%	11,910.76
Hungary	51%	Bearish	Bullish	Neutral	Neutral	+6.3%	+16.7%	+32.8%	10,729.78
India	46%	Neutral	Bullish	Bearish	Bearish	-0.6%	+15.7%	+103.2%	5,669.58
Indonesia	58%	Bullish	Bullish	Neutral	Neutral	-5.1%	+15.3%	+55.0%	743.64
Israel	62%	Bearish	Bullish	Bullish	Neutral	+1.7%	+14.1%	+37.0%	576.13
Korea	58%	Neutral	Neutral	Bullish	Bullish	-1.6%	+5.0%	+39.0%	838.74
Malaysia	54%	Bullish	Neutral	Bullish	Bearish	+2.4%	+3.5%	+32.5%	835.37
Mexico	57%	Neutral	Bullish	Neutral	Bullish	-3.6%	+10.6%	+33.2%	9,790.99
Philippines	57%	Bearish	Bullish	Neutral	Neutral	+6.9%	+9.1%	+36.2%	1,554.69
Poland	45%	Bearish	Bullish	Neutral	Bearish	+1.1%	+15.8%	+52.4%	23,651.06
Portugal	75%	Bearish	Bullish	Bullish	Bullish	-0.1%	+23.5%	+38.8%	2,130.91
Russia	50%	Bearish	Bullish	Bullish	Bearish	+3.5%	+19.3%	+59.2%	7,474.78
Singapore	78%	Bullish	Bullish	Bullish	Bearish	-1.4%	+6.6%	+43.9%	1,843.72
Sth Africa	54%	Neutral	Neutral	Neutral	Bullish	-4.2%	+4.5%	+42.6%	10,407.90
Taiwan	32%	Bearish	Bearish	Neutral	Bearish	-4.9%	+1.8%	+48.7%	6,040.26
Thailand	54%	Bullish	Bearish	Bullish	Bearish	-13.0%	-5.7%	+75.3%	636.80
Turkey	41%	Bearish	Neutral	Neutral	Bearish	-11.3%	+5.9%	+36.3%	17,001.97
Venezuela	43%	Bullish	Bearish	Bullish	Bearish	-8.0%	-36.7%	+56.0%	25,641.13

One Year Forecasts predict the probability that a stock-market will rise over the next year. Investors should seek to invest in markets with forecasts of 60-100%, while avoiding markets with forecasts of 0-40%. Bullish = Favourable. Bearish = Unfavourable.

Stockmarket Outlook

Investors love to worry. A year ago the worry was *deflation* (i.e. falling prices), low interest rates, low economic growth and falling share prices. Since then the global economy has recovered slightly - led not by the United States but by growth from China and a small, but widespread, recovery in most other countries.

So now investors have new worries: the sustainability of Chinese growth, inflationary pressures, rising interest rates, rising commodity prices and more expensive oil.

While there are always potential problems, the current situation is relatively favourable.

As the Chinese economy is so large and so under-developed it produces few inflationary pressures and is potentially a source of long term economic growth for the world economy. A potential short term problem is an energy shortage as economic growth boosts the demand for oil and electricity. Chinese demand for raw materials has also pushed up other commodity prices - although the *real* increase in commodity prices is overstated as they are priced in US dollars which are declining in value.

Technology has resulted in oil and commodities now representing a *smaller percentage* of the inputs of economic production than in the past. So rising commodity prices will have a smaller impact on consumer prices than during the hyper-inflationary period in the early 1970's. In fact, Chinese economic growth floods the world with low cost manufactured goods. So increases in commodity prices will be offset by lower prices for manufactured goods as high cost production in the US and Europe is

replaced by new lower cost production out of China.

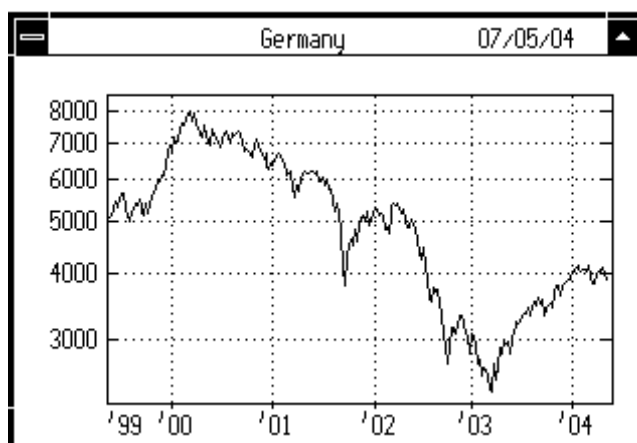
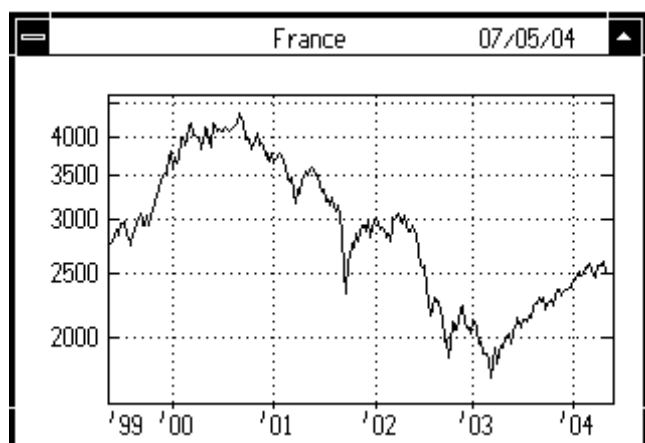
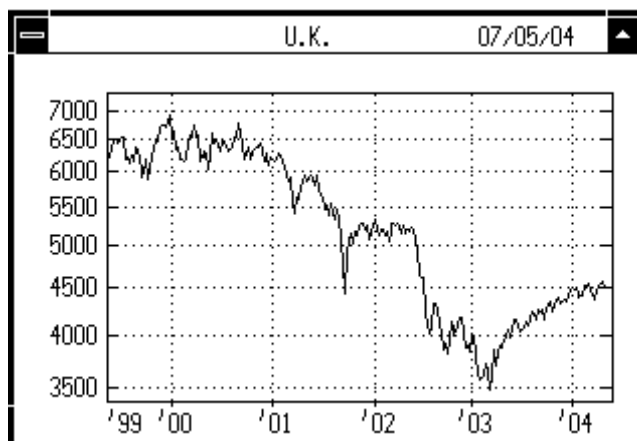
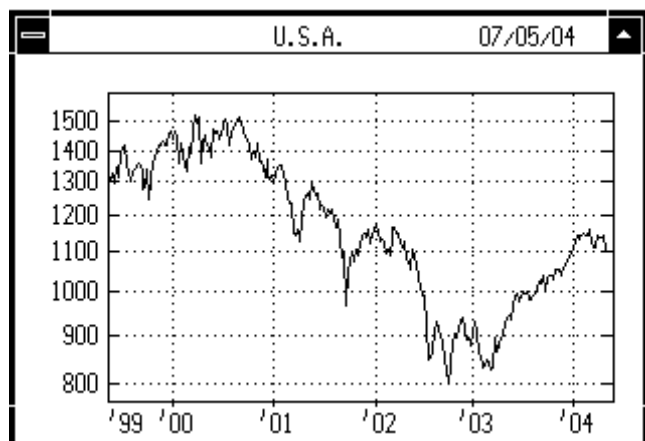
Higher oil prices are often depicted as a major threat to the global economy. In fact, oil is still relatively cheap at US\$40 and no higher than 30 years ago! Higher oil prices, however, have two negative impacts on developed economies. Firstly it *transfers* income and wealth from consumer countries to producers. Secondly, the major cost of petrol is *government* taxes, set as a percentage of costs. So a higher oil price *increases* tax revenues - transferring further income and wealth *within* western nations from the private sector to the public sector. So economic growth will slow - and stockmarkets will fall - in response to an increase in the price of oil.

Interest rate increases at this stage in the economic cycle are both normal and healthy. Global interest rates are low and *should* rise steadily as the global economy recovers and grows. The only things that would keep interest rates permanently low would be an ongoing recession and/or deflation - neither of which would be desirable.

Summary and Recommendation

Most world stockmarkets have declined in value over the last couple of months in response to a high oil price, a possible slowdown in China's economic growth and more distant fears of inflation and interest rate increases.

At this stage there is no evidence that this is no more than a normal *correction* within a longer term uptrend as world stockmarkets climb that "wall of worry". Overall our Forecasts remain Neutral to moderately Bullish, so remain invested in equities.



Recommended International Investment Funds

Takeover Offer

Private Equity Investor plc has received “an indicative offer” to acquire the company at a “modest premium” but a “substantial discount” to the net asset value of £63.2 million or 126.5 pence per share. The company has rejected this “opportunistic offer” as the “venture capital industry is at the bottom of its investment cycle and likely to recover strongly from this point”.

This takeover interest has helped improve the share price, although it is still at a 19% discount to net asset value. Net asset values should also improve as (1) venture capital values and technology share values recover and (2) as investments mature and are realised. This potential takeover shows that other venture capital investors see value in the company's assets!

Aberdeen Asian Smaller Companies

Investment Trust plc remains bullish for Asian stockmarkets - helped by “rising consumer spending, a committed move towards enhancing shareholder value, abundance of liquidity” and “an improved quality of company earnings”. The Fund Manager anticipates that economic growth will “exceed expectations”, “balance sheets are strong and valuations remain reasonable” at about 13 times forecast 2004 profits.

Schroder Asia Pacific Fund plc believes that economic recovery in Europe, Japan and the United States will help Asian trade. China is a “primary source of growth” for the region. While capital spending in China may slow, this “is likely to be offset by acceleration in consumer demand” which “will help to diversify the historical dependence upon the United States with all its structural issues”.

Current Advice	Investment Fund	EPIC Code	Initial Recommendation --- Date ---	Offer Price		Prem/ Disc to Net Assets	Recent Price		Gain or Loss %	
				Foreign	NZ Cents		Bid-Offer or Last Sale	NZ Cents		
Europe										
BUY	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-5%	639.0p	1824.2	+41	
BUY	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-20%	237.5p	678.0	-11	
United Kingdom										
BUY	Aberforth Smaller Cos Trt plc	ASL	15-07-03	375.5p	1042.0	-10%	441.0p	1258.9	+21	
BUY	Eaglet Investment Trust plc	EIN	13/11/01	334.0p	1160.7	-16%	310.0p	885.0	-24	
Asian Regional										
BUY	Aberdeen Asian Sm Co WARRANTS	AASW	09/09/03	75.3p	209.1		90.0p	256.9	+23	
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		178.58p	509.8	+384	
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		39.53p	112.8	+6	
HOLD	HSBC Hong Kong Growth Fund	*	07/04/98	159.4p	481.6		148.80p	424.8	-12	
HOLD	Henderson Pacific Capital	*	08/08/00	342.2p	1122.6		258.10p	736.8	-34	
BUY	Scot Oriental Sm Cos WARRANTS	SSTW	11/11/03	78.0p	211.5		74.0p	211.2	-0	
HOLD	Schroder Asia Pacific WARRANTS	SDPW	13/07/99	25.5p	75.8		7.5p	21.4	-72	
Japan										
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	-8%	163.0p	465.3	+6	
BUY	Invesco Japan Discovery Trust	JD	13/07/99	95.5p	284.0	-11%	104.25p	297.6	+5	
Korea										
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		91.63-97.69p	270.2	+29	
International										
HOLD	Aberdeen Prolific Emerging Markets	*	13/08/91	61.7p	184.0		123.80p	353.4	+92	
BUY	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-19%	104.25p	297.6	-29	
HOLD	Templeton E/Markets WARRANTS	TEMA	13/07/99	40.3p	119.7		10.5p	30.0	-75	

* United Kingdom based Unit Trust

Other Shares and Warrants

Alternative investments in the UK listed investment trust shares and warrants recommended above include **Aberdeen Asian Smaller Companies** shares at 172½ (-6%, i.e. 6% below net asset value), **Schroder Asia Pacific** shares at 83 pence (-6%), **Scottish Oriental Smaller Companies** shares at 167½ pence (-3%), **Templeton Emerging Markets** shares at 137 pence (-13%), **Baillie Gifford Shin Nippon** warrants at 14½ pence and **Invesco Japan Discovery** warrants which trade at 10 pence.

Investment Fund Survey

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth

NEW ZEALAND

NEW ZEALAND BASED UNIT TRUSTS

	AMP NZ Share	Very Low	+1%	0.61	23	20	4
	ASB NZ Shares	Low	-1%	0.59	21	22	3
	BNZ Equities Discovery	Very Low	+1%	0.63	25	22	5
	BNZ NZ Equity Index	Low	-3%	0.66	13	26	1
	BTIS NZ Share	Very Low	+1%	0.70	22	23	3
	ING NZ Share	Very Low	-1%	0.63	17	20	1
	NZ Guardian NZGT 30	Low	-3%	0.73	9	24	4
Avoid	NZ Guardian Small Coys	Very Low	-8%	0.25	-12	36	1
	NZ Share Index Top 40	Low	-2%	0.52	14	23	2
	Thoroughbred NZ Equity	Very Low	+4%	0.61	38	23	4
	Tower New Zealand Equity	Very Low	+1%	0.66	22	21	3
	Westpac Sel. NZ Shares	Very Low	-1%	0.67	17	17	2

NEW ZEALAND LISTED INVESTMENT TRUSTS

	Mid-Cap Index	Very Low	-3%	0.49	14	19	4
	TeNZ	Medium	-1%	0.74	15	22	1

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	NZ Investment Trust	Very Low	+4%	0.10	27	39	4
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AUSTRALIA

AUSTRALIAN BASED UNIT TRUSTS

	AMP Blue Chip Trust	Low	-3%	0.63	-6	33	8
	AMP Equity Trust	Medium	-2%	0.69	-7	32	7
	AMP FLI Aust	Medium	-6%	0.61	-19	32	8
	AMP FLI Small Companies	Medium	+6%	0.47	16	54	8
Avoid	ANZ Equity Imputation Trt	Low	-8%	0.50	-21	28	5
	ANZ Equity Trust No 1	Low	-5%	0.55	-13	31	5
	ANZ ING Aust Shares	Low	-4%	0.55	-11	34	6
	ANZ ING Blue Chip	Low	-4%	0.51	-14	30	5
	AXA Australia Industrial	High	-3%	0.77	-13	28	7
	Advance Imputation Fund	Low	-0%	0.76	-3	28	6
	Aust Ethical Equities	Very Low	-2%	0.29	-10	25	-1
Avoid	BT Australia	Low	-9%	0.33	-22	18	5
	BT Smaller Companies	High	-0%	0.38	-12	54	5
Avoid	BT Split Trust Growth	Low	-13%	0.36	-35	29	4
	Challenger Growth Link	Low	-1%	0.57	-2	30	5
	Col First State Future Ld	Low	-2%	0.40	-12	40	-0
	Col First State Impu'tn	Low	-4%	0.60	-16	23	0
Buy	Col First State Dev. Coys	Medium	+10%	0.44	23	60	2
	Col First State Aust Sh.	Low	-4%	0.64	-13	29	3
	Commonwealth Share Income	Very Low	-3%	0.50	-5	32	6
	Commonwealth Aust Share	Low	-3%	0.52	-8	32	5
	Dresdner Australian Gth	High	-5%	0.60	-25	31	6
	HSBC Imputation Fund	Low	-3%	0.67	-9	29	4
Buy	Hunter Hall Value Growth	Medium	+9%	0.43	24	51	7
	ING Australia Share	Medium	-3%	0.62	-9	30	4
	ING Blue Chip	Medium	-2%	0.65	-8	27	4
	ING Emerging Companies	Medium	-3%	0.45	-17	57	6
Buy	Inv Mutual Aust Small	Very Low	+10%	0.13	38	4	
	Inv Mutual Aust Share	Very Low	+3%	0.30	30	5	
	JB Were Emerging Leaders	Low	+2%	0.50	1	42	6
	JB Were Investment	High	-5%	0.73	-19	30	5
	JB Were Leaders Trust	Medium	-4%	0.75	-16	27	6
	MLC Aust Tr - Aust Share	Medium	-3%	0.71	-10	24	5
	MLC Aust Trust - Index	Low	-4%	0.69	-10	29	6
	Macquarie Active Aust Equ	Medium	-4%	0.68	-10	28	6
	NAFM In Trt - Equities	Very High	-5%	0.62	-23	29	6
	NAFM Inv Trust - Div Imp	Medium	-3%	0.74	-12	24	6
	Parker Enhanced Leaders	Medium	-1%	0.66	-6	28	4
	Perpetual ICSav - Aust	Low	+3%	0.69	11	34	7
	Perpetual Industrial	Low	+3%	0.60	9	33	7
Buy	Perpetual ICSav - Sm Coys	Low	+10%	0.58	42	44	7
	Perpetual ICSav - Indust.	Low	+3%	0.66	11	34	8
	Portfolio Ptnrs Emerging	Medium	+6%	0.32	59	0	
	Westpac Aust Gth Share	Low	-1%	0.59	-2	33	6
	Westpac Aust Tax Effect.	Low	-0%	0.62	-2	30	6

NEW ZEALAND BASED UNIT TRUSTS

	AMP Australian Shares	Low	-1%	0.36	-2	15	3
	ING Australian Share	Very Low	+0%	0.33	1	14	3
	Thoroughbred Trans Tas.	Very Low	+3%	0.19	12	19	4
	Thoroughbred Aust Equity	Low	-1%	0.34	1	28	6

UNITED KINGDOM BASED UNIT TRUSTS

Buy	New Star Australasian	Low	+9%	0.34	30	7	
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AUSTRALIAN LISTED INVESTMENT TRUSTS

Buy	Argo Investments	Very Low	+8%	0.28	33	21	-5
	Australian Foundation	High	+5%	0.47	16	9	-0
Avoid	BT Australian Equity	Low	-7%	0.19	-21	14	-1
Buy	Choiseul Plantation	Very Low	+13%	0.15	40	30	-8
	Diversified United Inv.	Very Low	+2%	0.15	5	25	-2
	Huntley Investment Coy	Very Low	-0%	0.19	-5	22	-3

NEW ZEALAND LISTED INVESTMENT TRUSTS

	Ozzy Tortis	High	-3%	0.55	-15	14	4
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UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Stocks Convertible	Very Low	+22%	0.00	140	1	
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Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth

GOLD & MINING

AUSTRALIAN BASED UNIT TRUSTS

	BT Natural Resources	Medium	+4%	0.60	45	66	-2
Avoid	Col First State Glb Res.	High	-12%	0.78	-8	38	-4
	ING Resources	Medium	+3%	0.85	42	63	0
Avoid	JB Were Resources	Medium	-8%	0.79	1	35	-2
	Lowell Aust Resources	Low	-2%	0.48	22	61	3

UNITED KINGDOM BASED UNIT TRUSTS

Buy	Merrill Lynch Gold & General	High	+15%	0.51	93	19	-7
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UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Merrill World Mining	Very High	+4%	0.83	40	46	-6
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EMERGING MARKETS

AUSTRALIAN BASED UNIT TRUSTS

	Macquarie S/M Emerging	Medium	-4%	0.77	-3	58	7
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UNITED KINGDOM BASED UNIT TRUSTS

	Aberdeen Emerging Markets	Medium	+2%	0.86	5	37	5
	BG Emerging Markets	Medium	-0%	0.93	-0	40	2
	First State Global Emerg Mkts	Medium	+4%	0.91	8	35	5
	Framlington Emerging Markets	Medium	+3%	0.92	14	43	9
	Gartmore Emerging Markets	Very High	+3%	0.87	10	67	5
	Henderson Emerging Markets	Medium	-5%	0.93	37	7	
	ISIS Emerging Markets	Medium	-4%	0.97	-12	33	3
	Insight Emerging Markets	Medium	-0%	0.78	-6	36	2
	Invesco Perp Emerging Country	High	-4%	0.95	-7	35	3
	JPMF Emerging Markets	Medium	-3%	0.94	42	7	
	Lazard Emerging Markets	Medium	+1%	0.97	2	41	4
	Martin Currie Emerging Mkts	High	-2%	0.91	-6	49	4
	Merrill Lynch Emerging Markets	High	-3%	0.98	-13	40	4
	Schroder Gbl Emerging Mkts	High	-2%	0.97	-9	42	2
	Scot Wid. Emerging Markets	Medium	-3%	0.94	-13	36	5

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Advance Developing Mkts	Medium	+6%	0.86	20	61	10
	F & C Emerging Markets	Very High	+1%	0.89	5	53	8
	Genesis Emerging Mkts	Medium	+6%	0.68	67	12	
	JPMF Emerging Mkts	High	-0%	0.85	2	55	12
	Tea Plantations	Very Low	-4%	0.18	-23	31	25
	Templeton Emerging Mkts	Medium	+5%	0.84	7	37	5

LATIN AMERICA

UNITED KINGDOM BASED UNIT TRUSTS

	Invesco Perp Latin America	High	+1%	0.92	-9	38	3
	Scot Wid. Latin America	Medium	+0%	0.95	-20	25	-1
	Threadneedle Latin America	Medium	+0%	0.95	29	2	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Deutsche Latin America	Medium	+0%	0.89	-18	45	8
	F & C Latin America	Medium	+1%	0.85	54	8	



FAR EASTERN / PACIFIC (EXCL JAPAN)

	Australian based Unit Trusts						
	Dresdner Taipan Trust	High	-2%	0.77	-17	55	4
	HSBC Dragon	High	-2%	0.85	-14	57	3
	Perpetual Fid. SE Asia	High	+1%	0.82	-7	62	7
	New Zealand based Unit Trusts						
	AMP Asian Shares	Low	-1%	0.68	-8	24	5
	Tower Spotlight Asia	Low	+0%	0.86	-7	38	6

UNITED KINGDOM BASED UNIT TRUSTS

Buy	AXA Pacific Growth	Low	+1%	0.90	-10	31	3
	Aberdeen Far East Emerging	Low	+8%	0.92	13	48	4
	Allianz Dres Tiger	High	-1%	0.94	-15	42	-1

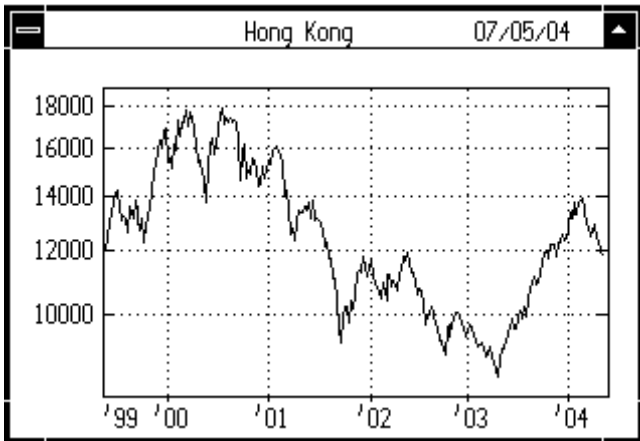
Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
	BG Developing Asia Pacific	Very Low	+3%	0.71	25	-3	
	BG Pacific	High	-0%	0.91	-14	40	-2
	Baring East	High	-2%	0.94	-13	33	5
	Britannic Pacific Growth	Medium	+3%	0.94	-8	50	4
	CS Orient	High	-4%	0.94	-19	47	-0
	Canada Life Far East	Medium	+4%	0.96	2	43	4
	DWS Asian Growth	High	-0%	0.95	-14	43	2
	Fidelity South East Asian	Medium	-3%	0.91	-22	35	0
	First State Asia Pacific	Low	+5%	0.94	37	5	
	Garthmore Govett Asia Pacific	Medium	+1%	0.94	-10	39	4
	Garthmore Govett Pacific	Medium	+2%	0.92	-4	38	3
	Garthmore Pacific	High	-1%	0.92	-12	48	1
	HSBC Pacific Index	Low	-2%	0.92	-16	28	5
	HSBC Splst Asian	High	-3%	0.97	-17	43	1
	Henderson Pacific Capital	Medium	+1%	0.87	-13	36	-1
	Insight Asia Pacific Equity	Medium	-3%	0.94	32	2	
	Invesco Perp Pacific	Low	-1%	0.84	31	5	
	L & G Pacific Growth	High	+2%	0.97	-7	43	3
	L & G Pacific Index	Medium	-2%	0.94	-16	30	4
	M & G South East Asian	Medium	+0%	0.95	-9	47	3
	Martin Currie Asian Pacific	Medium	+3%	0.87	-4	58	7
	New Star Pacific Ret A	Medium	-2%	0.95	-17	38	2
	Newton Oriental	Medium	+1%	0.95	-8	38	4
	Old Mutual Asian Select	Medium	-4%	0.92	39	4	
	Prudential Pacific Markets	Medium	+2%	0.95	-5	43	6
	Royal London Far East Gth	High	-1%	0.95	-12	43	4
	Schroder Pacific Growth	High	-0%	0.96	-12	41	1
	Scot Amic Asia Pacific	Medium	+3%	0.97	-3	45	5
	Scot Mutual Far Eastern	Medium	-4%	0.96	-22	29	1
	Scot Wid. Pacific	Medium	-0%	0.94	35	5	
Buy	Solus Eastern Enterprise	Medium	+7%	0.87	7	58	5
	Stan Life Asian Pacific	Medium	-1%	0.92	34	1	
	Threadneedle Asia Growth	High	+1%	0.95	40	2	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Aberdeen New Dawn	Medium	+16%	0.86	37	68	4
Buy	Aberdeen Asian Small Co	Low	+21%	0.66	64	64	4
	Edinburgh Dragon Trust	Very High	+3%	0.89	-10	66	2
	Fidelity Asian Values	Very High	-0%	0.88	-10	65	9
	Govett Singapore Gth	Low	+0%	0.45	-3	36	21
	Henderson TR Pacific	Very High	+2%	0.89	-10	64	3
	Invesco Asia	Very High	-1%	0.82	-11	52	11
	JPMF Asian	High	+2%	0.85	-8	53	-4
Buy	Pacific Horizons	High	+12%	0.79	15	60	-3
	Pacific Assets	Very High	+2%	0.87	-12	71	0
	Schroder Asia Pacific	Very High	+5%	0.87	5	72	8
Buy	Scottish Oriental Sm Co	Low	+22%	0.66	67	56	7

UNITED KINGDOM BASED INVESTMENT TRUSTS - SPLIT CAPITAL

Avoid	(US) BFS Asian Assets - Inc	Very Low	-6%	0.28	-31	60	28
	(US) BFS Asian Assets - Cap	Very Low	-44%	0.08	-86	18	5



FAR EASTERN / PACIFIC (INCL JAPAN)

AUSTRALIAN BASED UNIT TRUSTS

Avoid	BT Asian	Very High	+1%	0.85	-10	54	8
	Invesco Asian Growth	Very High	-9%	0.79	-31	55	13

NEW ZEALAND BASED UNIT TRUSTS

	BTIS Pacific Basin	Medium	+3%	0.71	-1	41	5
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UNITED KINGDOM BASED UNIT TRUSTS

	Aberdeen Asia Pacific	Medium	+5%	0.93	1	43	4
	Jupiter Far Eastern	Medium	-5%	0.89	-30	37	5
	L & G Far East	Medium	-1%	0.93	-14	49	10
Buy	Lincoln Far East	Medium	+7%	0.80	8	37	4
	S & W Far Eastern	Medium	-5%	0.90	-28	38	4
	Schroder Far Eastern	Medium	-5%	0.94	-25	38	9
	Scot Life Pacific	Medium	-5%	0.94	-28	39	9
	St James's Far East	Medium	+1%	0.94	-12	42	5

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	F & C Pacific	High	-3%	0.83	-25	57	10
Buy	Govett Asian Recovery	Medium	+7%	0.67	15	77	27
	Henderson Far East Inc.	Medium	+15%	0.79	38	42	5
	Martin Currie Pacific	Very High	+6%	0.84	2	95	16

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth

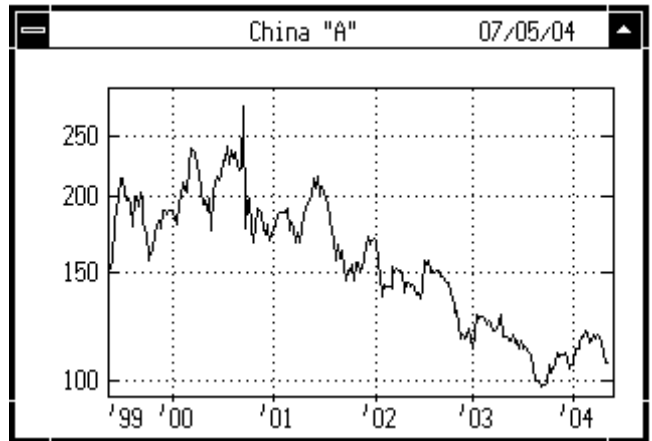
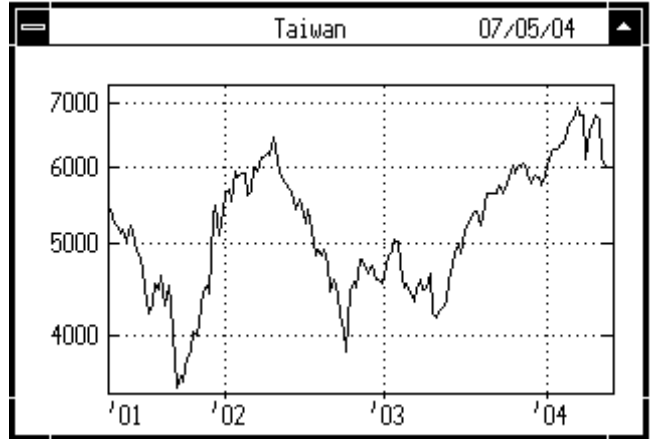
HONG KONG / CHINA REGION

UNITED KINGDOM BASED UNIT TRUSTS

Buy	Garthmore China Growth	High	+20%	0.68	-5	74	-4
	HSBC Splst Hong Kong Gth	Medium	+4%	0.92	-35	34	-5
Buy	Invesco Perp HK and China	Medium	+10%	0.79	-19	41	-4
Buy	Investec HK & China	Medium	+12%	0.93	43	-3	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	JPMF Chinese	Very High	+20%	0.66	-26	61	-14
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KOREA

UNITED KINGDOM BASED UNIT TRUSTS

	Baring Korean	Medium	+5%	0.89	31	32	8
	Schroder Seoul	Medium	+5%	0.91	29	37	7

THAILAND

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Aberdeen New Thai IT	Low	+16%	0.70	131	97	4
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(Continued on Page 6)

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
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Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
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Investment Fund Survey (Continued from Page 5)

INDIA

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	JPMF Indian	Medium	+20%	0.76	56	133	16
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JAPAN

AUSTRALIAN BASED UNIT TRUSTS

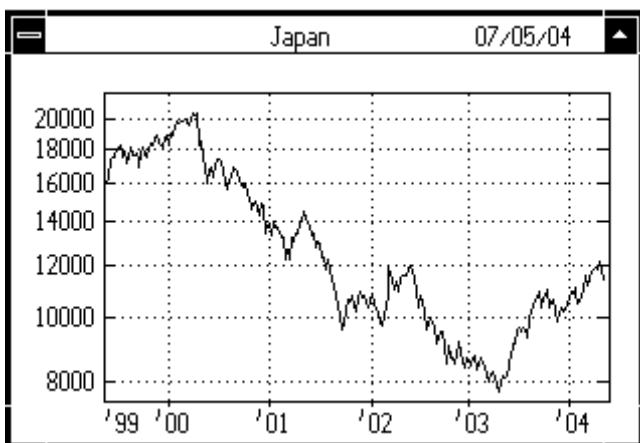
Buy	Dresdner Japan Growth	Medium	-0%	0.74	-34	55	15
	Perpetual Fid. Japan	Very High	+6%	0.68	-31	90	18
	Platinum Japan	Low	+10%	0.46	57	15	

UNITED KINGDOM BASED UNIT TRUSTS

Buy	AXA Japan Growth	Low	-4%	0.72	-36	46	18
	Aberdeen Japan Growth	Very Low	-5%	0.74	28	12	
	Allianz Dres Japan	Low	-3%	0.73	-37	39	11
	BG Japan	Medium	+1%	0.71	-30	70	23
	Baring Japan Growth	Medium	+2%	0.71	-28	70	22
Buy	Britannic Japan	Medium	-0%	0.87	-35	55	14
	CS New Japan	Medium	+7%	0.62	52	17	
	Canada Life Japanese	Low	-5%	0.76	-43	47	17
	DWS Japan Growth	Low	-1%	0.77	-35	47	14
	Fidelity Japan	High	+3%	0.89	-35	65	15
Buy	Framlington Japan & General	Low	+16%	0.40	3	138	38
Buy	Gartmore Govett Japanese Opps	Low	+10%	0.55	-6	60	16
Avoid	HSBC Japan Index	Low	-2%	0.83	-38	47	15
	HSBC Splst Japan	Low	-7%	0.71	35	14	
	Insight Japan	Low	-5%	0.74	-42	41	18
	JPMF Japan Growth	Medium	-2%	0.81	54	15	
	L & G (Barclays) Japan	Low	-1%	0.77	-36	47	14
	L & G Japan Index	Low	-1%	0.85	-37	48	15
	L & G Japanese	Low	+0%	0.73	-30	52	17
Avoid	Lazard Japanese	Very Low	.9%	0.71	-47	28	15
Avoid	Lincoln Japan	Low	-7%	0.82	-42	38	14
	M & G Japan & General	Low	-3%	0.81	-41	46	13
	Martin Currie Japan	Low	+0%	0.80	5	45	14
	Merrill Lynch Japan	Low	-3%	0.82	-37	41	13
	New Star Japan A	Low	-1%	0.79	-32	40	15
	Newton Japan Growth	Low	+3%	0.71	-25	56	16
	Old Mutual Japanese Select	Medium	+2%	0.81	59	16	
	Prudential Japanese	Low	-5%	0.84	-42	42	12
	Royal London Japan Growth	Low	-4%	0.77	-35	48	22
Buy	Schroder Japan Alpha Plus	Very Low	+9%	0.58	55	20	
	Schroder Tokyo	Very Low	+1%	0.75	-22	38	17
	Scot Amic Japanese	Medium	-4%	0.82	-41	43	13
	Scot Mutual Japanese	Low	-2%	0.84	-39	47	16
	Scot Wid. Japanese	Low	-6%	0.79	-45	38	13
	Soc Gen Japan Growth	Low	-0%	0.78	50	16	
	Solus Japan	Medium	-2%	0.89	-37	57	17
	Stan Life Japanese	Low	-5%	0.65	49	19	
	Threadneedle Japan Growth	Low	-3%	0.80	46	14	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Atlantis Japan Growth	Very Low	+12%	0.22	135	42	
Buy	JPMF Japanese	Very High	+7%	0.78	-35	84	19
	Martin Currie Japan	Medium	+4%	0.62	-35	74	18
	Perpetual Japan	Low	+3%	0.48	-46	55	14
	Schroder Japan Growth	Medium	+6%	0.62	-24	63	28



JAPAN SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

	BG Japan Small	Very Low	+4%	0.50	-16	58	26
	Fidelity Japan Sp Sits	Low	+4%	0.51	-14	66	30
	Henderson Japan Capital Gth	Low	+3%	0.65	-29	60	21
	Invesco Perp Japan Small Coys	Very Low	+5%	0.22	-3	95	50
Buy	M & G Jap Small Cos	Low	+8%	0.47	-6	93	38
	Threadneedle Japan Small Cos	Very Low	-0%	0.52	43	21	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	B Gifford Shin Nippon	Medium	+13%	0.47	-8	111	38
Buy	Baillie Gifford Japan	Medium	+12%	0.61	-15	119	32
Buy	Fidelity Japan Values	Medium	+11%	0.38	-14	118	36
Buy	Invesco Japan	Low	+8%	0.24	-10	131	52
Buy	JPMF Japan Small	High	+12%	0.52	-15	113	31

SOUTH AFRICA

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Old Mutual South Africa	Very Low	+7%	0.06	-8	40	8
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TECHNOLOGY

AUSTRALIAN BASED UNIT TRUSTS

	CFS Global Health Biotech	Very Low	-4%	0.40	-43	24	9
	CFS Tech & Comms	Medium	+1%	0.75	-51	29	-1
Buy	Platinum Int'l Technology	Low	+11%	0.55	50	6	

UNITED KINGDOM BASED UNIT TRUSTS

	Abbey Nat'l Technology	Medium	+2%	0.77	-54	3	-5
	Aegon Technology	Medium	-4%	0.86	-59	15	-1
	Britannic Global Healthcare	Very Low	-6%	0.30	5	8	
	Britannic Global Technology	Medium	+1%	0.81	25	2	
Buy	CF Bio-Tech	Medium	+9%	0.58	-38	29	14
	Framlington Biotech	High	+4%	0.71	55	9	
Buy	Framlington Health	Low	+10%	0.83	-24	43	12
	Framlington NASDAQ	Medium	+4%	0.86	-46	29	2
	Framlington Netnet	High	-2%	0.88	58	24	0
	Framlington New Leaders	Very Low	-4%	0.88	-48	19	7
	Franklin Biotech	Very Low	+3%	0.61	-29	32	16
	Henderson Global Technology	Medium	-4%	0.86	-60	16	1
	Jupiter Global Technology	Medium	-4%	0.94	-57	20	-1
	L & G Global Technology	Medium	+2%	0.86	-55	18	-3
	Lincoln Internet Tollkeeper	Medium	-3%	0.77	-56	11	5
	M & G Euro Tech	High	-3%	0.86	-63	31	-1
	M & G Global Media & Com.	Low	-2%	0.80	31	3	
	M & G Global Technology	Medium	-6%	0.89	-65	24	0
Avoid	M & G Innovator	Medium	-9%	0.81	-66	52	8
Avoid	New Star Technology Ret A	Very High	-16%	0.90	-79	39	-4
	Newton Global Innovation	Medium	-1%	0.93	-54	20	1
	Old Mutual Global Technology	Medium	-2%	0.91	17	-1	
Avoid	Rathbone Technology	Medium	-9%	0.93	-66	16	-2
	Schroder Medical Discovery	Very Low	-3%	0.34	-35	2	6
	Soc Gen Technology	High	+3%	0.87	-50	25	1

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	3i Bioscience	Medium	+3%	0.71	-52	36	4
	3i Euro Technology	Very High	+2%	0.87	-71	93	3
Avoid	Amerindo Internet Fund	High	-7%	0.67	-67	28	12
Buy	Close Fin Eurotech	Very High	+26%	0.76	-56	119	-7
Buy	Finsbury W/wide Pharm.	Medium	+15%	0.75	-27	37	11
Buy	Finsbury Technology	Very High	+18%	0.89	-55	72	-3
Buy	Finsbury Life Sciences	Very High	+10%	0.77	-51	72	1
Buy	Herald Investment Trust	Very High	+26%	0.77	-29	88	1
	International Biotech	High	+2%	0.70	-57	73	29
	Invesco TechMARK	High	-3%	0.43	-65	94	17
Avoid	Merrill New Energy Tech	Medium	-8%	0.50	-70	82	12
	Polar Cap Technology	High	+6%	0.86	-49	40	3
	Private Equity Investor	Very Low	-2%	0.24	-47	14	18

Next Issue

The next issue of *International Investor* will be posted in four weeks time on Tuesday June 8, 2004 (and delivered in most areas on Wednesday 9).

Subscribers who have updated their account online with an e-mail address will also receive the Electronic version in their e-mail Tuesday morning.