

International Investor

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Founder: James R Cornell (B.Com.)

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	63%	Neutral	Bullish	Bullish	Neutral	+5.9%	+18.7%	+27.9%	5,810.20
Austria	44%	Bearish	Bullish	Bearish	Bearish	+3.7%	+26.4%	+26.9%	4,538.51
Belgium	53%	Bearish	Bullish	Bearish	Bullish	+1.3%	+16.7%	+23.9%	4,378.28
Canada	67%	Neutral	Bullish	Bullish	Bullish	-1.0%	+5.0%	+9.3%	13,057.37
Denmark	40%	Bearish	Bullish	Bearish	Neutral	+4.8%	+21.0%	+27.6%	456.44
Finland	64%	Bearish	Bullish	Bullish	Neutral	+6.2%	+22.3%	+21.2%	10,149.86
France	55%	Bullish	Bullish	Neutral	Bearish	+1.8%	+14.6%	+22.4%	3,954.98
Germany	40%	Bearish	Bullish	Bearish	Bearish	+2.9%	+20.0%	+27.7%	6,716.52
Ireland	49%	Neutral	Bullish	Neutral	Bearish	+5.7%	+24.3%	+34.0%	9,567.92
Italy	48%	Neutral	Bullish	Neutral	Bearish	-0.0%	+13.3%	+20.5%	31,755.00
Japan	47%	Bearish	Bullish	Neutral	Bearish	+2.2%	+5.5%	+7.4%	17,164.04
Netherlands	39%	Bearish	Bullish	Bearish	Bearish	+1.3%	+9.3%	+18.0%	490.35
New Zealand	56%	Neutral	Bullish	Bearish	Bullish	+0.9%	+17.4%	+22.7%	2,620.27
Norway	72%	Bearish	Bullish	Bullish	Neutral	+5.6%	+22.2%	+32.5%	372.23
Spain	50%	Bullish	Bullish	Neutral	Bearish	+0.7%	+24.5%	+37.4%	1,581.94
Sweden	52%	Neutral	Bullish	Bearish	Bearish	+4.5%	+24.7%	+33.9%	387.51
Switzerland	45%	Bearish	Bullish	Neutral	Bearish	+1.3%	+10.8%	+20.0%	8,933.87
Un. Kingdom	53%	Bullish	Bullish	Neutral	Bearish	-0.3%	+10.0%	+18.3%	6,245.20
USA	52%	Bearish	Bullish	Neutral	Neutral	-0.3%	+8.0%	+9.5%	1,402.85
Argentina	40%	Bearish	Bullish	Bearish	Bearish	+3.1%	+26.5%	+24.9%	7,199.04
Brazil	64%	Bearish	Bullish	Bullish	Neutral	+4.8%	+24.4%	+22.8%	44,133.42
Czech Rep.	54%	Neutral	Bullish	Bearish	Neutral	+1.4%	+18.6%	+25.0%	1,674.70
Chile	47%	Bearish	Bullish	Bearish	Bullish	+8.9%	+28.5%	+33.9%	13,176.98
China	62%	Bearish	Bullish	Bullish	Neutral	+45.8%	+91.2%	+115.9%	169.74
Greece	63%	Bearish	Bullish	Bullish	Neutral	+6.1%	+20.8%	+25.3%	4,556.62
Egypt	65%	Bearish	Bullish	Bullish	Neutral	+8.2%	+20.4%	+10.6%	2,472.68
Hong Kong	52%	Bearish	Neutral	Bullish	Neutral	+1.6%	+11.1%	+23.1%	19,134.88
Hungary	43%	Neutral	Neutral	Bearish	Neutral	-1.1%	+19.5%	+19.9%	22,963.66
India	32%	Bearish	Neutral	Bearish	Bearish	-5.5%	+13.1%	+20.0%	12,884.99
Indonesia	67%	Bearish	Bullish	Bullish	Bearish	-1.8%	+19.8%	+42.4%	1,764.58
Israel	51%	Bearish	Bullish	Neutral	Neutral	+3.1%	+27.2%	+30.7%	971.92
Korea	63%	Bearish	Bullish	Bullish	Neutral	-0.4%	+6.3%	+11.8%	1,423.58
Malaysia	61%	Neutral	Bullish	Neutral	Neutral	+9.6%	+29.8%	+36.8%	1,188.83
Mexico	63%	Bearish	Bullish	Bullish	Neutral	+2.8%	+29.4%	+41.8%	27,106.53
Philippines	72%	Neutral	Bullish	Bullish	Bearish	+12.1%	+35.6%	+55.6%	3,099.82
Poland	61%	Bullish	Bullish	Neutral	Bearish	-1.2%	+27.9%	+55.1%	52,910.76
Portugal	44%	Bearish	Bullish	Bearish	Bearish	+6.6%	+20.9%	+37.8%	3,646.38
Russia	44%	Bearish	Bearish	Bullish	Bearish	-12.7%	-2.1%	+18.5%	18,911.63
Singapore	66%	Bullish	Bullish	Bullish	Bearish	+10.9%	+29.0%	+34.3%	3,143.71
Sth Africa	56%	Bearish	Bullish	Bullish	Bearish	+4.6%	+20.2%	+18.5%	25,923.48
Taiwan	52%	Bullish	Bullish	Bearish	Neutral	-2.6%	+12.8%	+15.0%	7,568.20
Thailand	64%	Bullish	Neutral	Bullish	Neutral	-1.9%	+10.6%	+10.0%	671.17
Turkey	58%	Bullish	Bullish	Neutral	Bearish	+8.4%	+17.8%	-5.3%	42,056.32
Venezuela	60%	Bullish	Bullish	Bullish	Bearish	-11.1%	+0.7%	+15.8%	50,789.03

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.

World Stockmarket Outlook

The outlook for world stockmarkets have been generally Neutral to slightly Bullish (i.e. favourable) over the last year. This cautious outlook is hardly surprising given that most stockmarkets have been rising since late 2002 or early 2003 and share prices have approximately doubled in four years. The global economy has also recovered and grown strongly over that period.

So share valuations are a little high and an economic slowdown is always a possibility. While we believed that stockmarkets would generally continue to trend upwards. Investor sentiment, however, was vulnerable in this situation.

A sharp dip in the Chinese stockmarket therefore provided the opportunity for the long overdue and widely expected correction.

The danger now is that investors can become over-confident. Most panic selloffs over the last 20 years have been short lived and share prices have rallied almost immediately. Investors can come to believe that *any* dip is an opportunity to buy - and that prices will then surge ahead for another couple of years.

Certainly we recommend avoiding the emotional pressure to sell during a selling panic (or to buy during a buying panic). Nevertheless, stockmarkets will suffer major declines perhaps 15-25 times per century. Unfortunately, they don't come every 3-5 years in a nice regular cycle.

The Chinese stockmarket was late to join the global stockmarket recovery - but then almost tripled in a year. In that situation, a 9% correction looks extremely mild!

China



Summary and Recommendation

We continue to believe that stockmarkets will trend upwards - but some valuations are higher than we would like and the global economy may slow - so there are risks and excessive optimism is not justified.

The Japanese funds could perform well in the future, benefiting from both the recovery of the Japanese economy and the appreciation of the Yen which has been depressed owing to low interest rates.

Remain fully invested in the recommended funds.

Recommended Funds Geographic Portfolio Spread

Fund Name	Size (Mil)	Leverage (% debt)	Top 10 Hldgs (%)	Portfolio invested in (%):-											
				Cash	HK	Australia	Malay	Taiwan	Korea	Sing.	Thail'd	Phil.	China	India	
Aberdeen Asian Sm Coys plc	£126	6	32.4	2.0	15.6	13.0			8.0	19.0	10.0	5.0		11.0	Indo 6.0%, Sri Lanka 6.0%
Baring Korea	£163	Nil	48.3	1.3					98.7						
Gartmore Pacific Opps	£99	Nil	28.8	0.6	13.7	33.0	0.4	15.0	19.5	6.6		07	7.9		
HSBC Asian Fund	£65	Nil	26.6		14.2		5.0	20.5	25.1	12.9	2.1	0.7	17.5		Indonesia 2.1%
HSBC Greater China Fund	£28	Nil	38.9		59.8			38.9							
Henderson Asia Pacific Cap	£157	Nil	35.9	0.2	13.4	13.3	5.5	14.2	16.0	8.4			15.7	4.6	Indonesia 5.6%
Scottish Oriental Sm Coys plc	£91	Nil	19.4	2.9	7.4		11.7	9.1	9.6	17.3	9.9	3.7	13.5	4.2	Sri Lanka 3.6%
				Cash	USA	UK	Europe	Japan	Other						
Aberforth Small Cos Trust plc	£832	Nil	21.2	2.4		97.6									
Baillie Gifford Shin Nippon plc	£79	19	28.0	0.9				99.1							
Fidelity European Values plc	£892	13	34.7				100.0								
Fidelity Japan Values plc	£92	18	18.0	0.2				99.8							
Herald Investment Trust plc	£411	5	25.3	3.0	16.0	67.0		6.0		8.0					
JPM Fleming Euro Fledgling	£428	Nil	25.6				100.0								
Invesco England & Int'l	£160	14	16.1	1.0		96.0				3.0					
Invesco Japan Discovery Trt	£29	Nil	37.0	0.3					97.0						
Private Equity Investor plc	£83	Nil	25.9	38.0	62.0										
				Cash	Asia	Latin Amer	Africa	Europe & Middle East							
Aberdeen Emerging Markets	£350	Nil	33.6	3.6	47.7	26.7	6.1	15.9							

Fidelity European Values plc continues to have its largest investments in France (17.0% of the portfolio), followed by Germany (16.0%), Switzerland (15.0%) and the Netherlands (10.0%). It has smaller holdings in Sweden (9.0%), Italy (8.0%), Spain (9.0%), Greece (3.0%), Norway (2.0%), Finland (2.0%) and other European holdings 9.0%.

JPMorgan Fleming European Fledgling has its largest investments in Switzerland (11.9%), the Netherlands (14.0%), France (13.0%), Spain (9.0%), Germany (8.0%), Denmark (7.0%), Italy (6.0%), Finland (5.0%), Sweden (4.0%) and Austria (4.0%).

Recommended International Investment Funds

Fund Reports

Baillie Gifford Shin Nippon outperformed its benchmark index for the year to 31 December 2006. The *bad* news is the index fell 26.9%. The trust's net assets declined 25.2%.

The Manager reports that smaller Japanese company shares are now trading at a valuation discount to larger companies and they are "finding numerous investment opportunities among faster growing companies". Yields on Japanese shares are low and so, as usual, there is no net income after management expenses and interest on loans for the payment of a dividend.

Fidelity European Values' net asset value increased 17.5% for the year to December 2006, slightly underperforming its benchmark which rose 19.5%. The trust will pay an annual dividend of 5.25 pence on 22 May, with the shares trading ex-dividend from 23 March.

Fidelity Japanese Values suffered a 35.6% decline

in net assets to 31 December 2006 - significantly underperforming its benchmark index which fell 18.6%.

The trust reports that smaller Japanese share "valuations have reduced substantially" and that further under-performance of this sector is "increasingly hard to justify". The Manager believes that "long term value is evident" in smaller Japanese companies "where earnings growth momentum remains healthy".

Herald Investment Trust recorded a 6.4% gain in net asset value over the year to 31 December 2006. This under-performs the general UK stockmarket, but outperforms the Technology sector in which the trust invests.

The Manager reports increased takeover activity in the sector. While this has helped portfolio returns, the Manager believes investors are "content to sell out for modest premiums" and "some of the most interesting companies" have been taken (Continued on Page 8)

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%	1240.0p	3476.8	+169
BUY	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-11%	763.0p	2139.4	+179
United Kingdom									
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-10%	770.0p	2159.0	+107
BUY	Invesco English & Int'l Trust	IEI	10/01/06	273.5p	700.6	-10%	342.0p	958.9	+37
Asian Regional									
BUY	Aberdeen Asian Sm Co WARRANTSAASW		09/09/03	75.3p	209.1		210.5p	590.2	+182
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		290.65p	814.9	+673
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		65.02p	182.3	+71
HOLD	HSBC Greater China Fund	*	07/04/98	159.4p	481.6		220.8p	619.1	+29
HOLD	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		421.1p	1180.7	+5
BUY	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	-4%	294.5p	825.7	+150
Japan									
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	+2%	210.25p	589.5	+34
BUY	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-7%	75.75p	212.4	-34
BUY	Invesco Japan Discovery Trust	IJD	13/07/99	95.5p	284.0	-6%	93.0p	260.8	-8
Korea									
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		183.4-194.6p	529.9	+153
International									
BUY	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0		259.5p	727.6	+296
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-11%	397.5p	1114.5	+36
BUY	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-1%	168.5p	472.5	+12

* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +123.0%. This is equal to an average annual rate of +16.8%, based upon the length of time each position has been held. The average annual rate of gain of ALL recommendations (both the 17 current and 45 closed out) is +14.0%.

Other Shares and Warrants

Alternative investments in the UK listed investment trust warrants recommended above include **Aberdeen Asian Smaller Companies** shares at 313 pence (trading at a 4% discount to net asset value).

The Japanese Stockmarket

We increased our exposure to the Japanese stockmarket in early 2006 - but smaller Japanese share prices have since declined sharply. Nevertheless, we believe this market is well placed to perform better in the future.

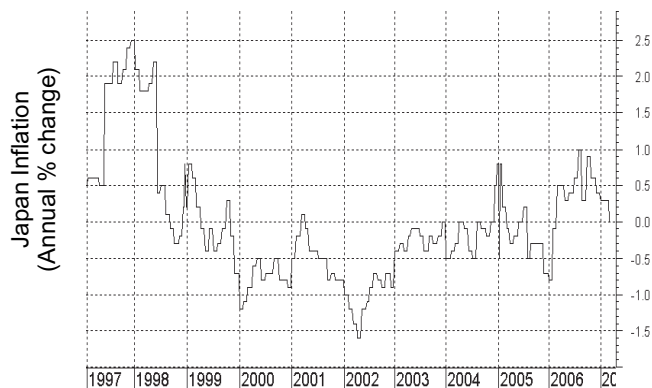
The Japanese stockmarket peaked in 1989 at just under 40,000 - declined to a low under 8000 in 2003 and has since started to recover . . .



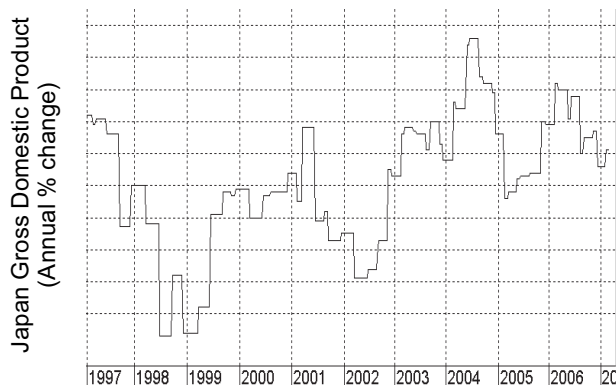
Low interest rates have resulted in a “carry trade” which has also depressed the exchange rate. The “carry trade” involves borrowing Yen at low interest rates and selling it for foreign currency (e.g. US dollars) which can be invested at higher interest rates. Speculators earn a small annual profit from a margin on the interest rates and also an exchange rate gain as this trade tends to depress the value of the Yen. Ultimately, however, speculators will have to unwind these positions, repurchase Yen and repay the loans. This could happen suddenly, resulting in a rapid appreciation of the Yen and massive losses to the speculators.



Japanese interest rates have been around zero over recent years, but are starting to rise. The key to interest rates will be inflation as the central bank will keep interest rates low while inflation is below zero.



The economy has been growing slowly over the last four years but could perform much stronger in the future owing to restructuring within the economy and outsourcing manufacturing to lower cost facilities in China and other Asian countries.



Japanese share values are also improving. Historically, Japanese shares traded at extremely high Price/Earnings ratios, but today that ratio is around 21.



Summary and Recommendation

After a very long period of under-performance, there is potential for the Japanese economy to improve and grow more strongly in the future. Smaller companies - which are better at adapting to new opportunities - should offer the best long term investment returns. Investments in the Japanese stockmarket should also benefit from the potential for the Japanese Yen to recover and appreciate over the medium term.

We are therefore upgrading our three Japanese funds to “Buy”. All of these trusts use low interest rate Yen loans to provide some leverage, which increases volatility but should help boost long term returns.

Listed Investment Trust

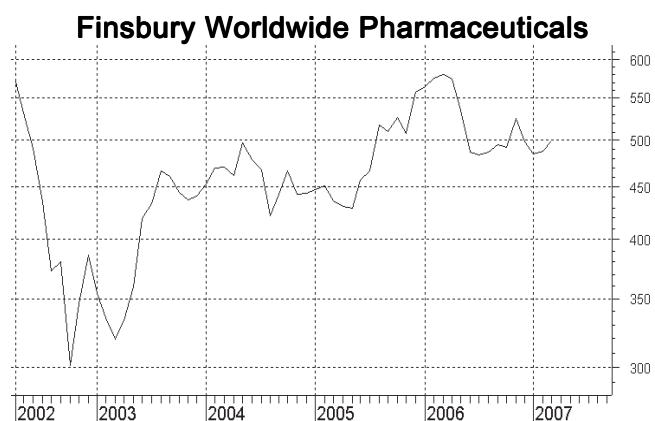
Warrant Analysis

Review of Speculative Warrants

Finsbury Worldwide Pharmaceuticals shares slipped 13 pence or 2.6% to 480¼ pence over the last quarter, with the warrants down 11 pence or 7.1% to 104½ pence.

At this price the warrants are fairly valued, but offer a high 3.5 times leverage - so are an attractive investment to profit from any appreciation in Finsbury Worldwide Pharmaceuticals' share price over the next couple of years. The *Break-Even rate* remains a low 7%.

Finsbury Worldwide Pharmaceuticals warrants remain an attractively leveraged way to profit from a recovery by technology shares over the next few years. A small exposure to these warrants could therefore be appropriate for many investors.

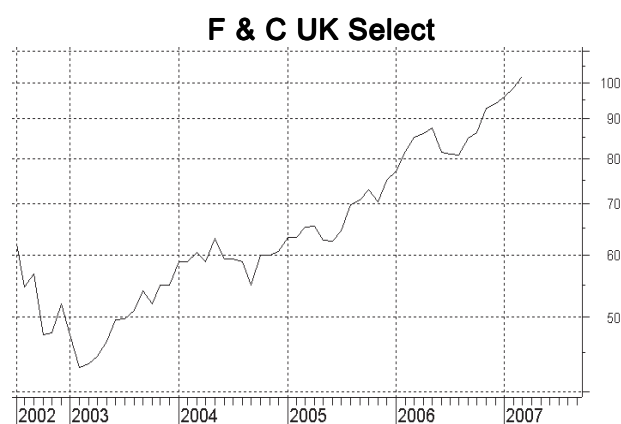


ISIS UK Select has been renamed **F & C UK Select**. Over the last three months the shares rose 2¾ pence (up 2.9%) to 98 pence. The warrants rose 1 pence (28.6%) to 4½ pence.

This is an extremely high risk situation, with just over seven months until the warrants' final exercise/ expiry date of 31 October 2007. The share price needs to rise a further 6.1% (i.e. *above* 104 pence) or the warrants will expire worthless.

The extremely high 13.1 times leverage offers potential for a significant increase in the value of the warrants - but only *if* the share price can appreciate faster than the required *Break-Even rate* of 19% per annum.

We would not purchase any further warrants at this time - the warrants are inactively traded owing to the high risk - but will hold our very small investment.



Warrant	Current Share Price	Warrant Exercise Price	Years & Months to Expiry	Current Warrant Price	Black-Scholes Value	Warrant Over/Under Valued (%)	Share Volatility	Warrant Leverage	Warrant Return (%p.a.) from Share Price appreciation of:	Break-Even Rate		
									5%pa	10%pa	20%pa	
<u>UNITED KINGDOM</u>												
Blue Chip Value & Inc	32.5p	75.0p	4-0	0.13p	4.68p	-97	0.417	2.7	-100.0	-100.0	-100.0	+23%
Edinburgh Smaller Coys	122.8p	100.0p	1-6	39.00p	35.27p	+11	0.295	3.0	-12.2	+4.4	+35.3	+9%
ISIS UK Select	98.0p	104.0p	0-7	4.50p	4.37p	+3	0.186	13.1	-100.0	-100.0	+19.7	+19%
Utilico	268.8p	100.0p	0-1	138.00p	169.21p	-18	0.349	1.6	+999.9	+999.9	+999.9	-77%
<u>EUROPE</u>												
Blue Planet Gth & Inc	2525.0p	1000.0p	3-4	1717.50p	1697.80p	+1	0.298	1.5	+4.2	+11.5	+25.2	+2%
<u>FAR EASTERN</u>												
Aberdeen Asian Small	313.0p	100.0p	3-8	210.50p	231.21p	-9	0.202	1.4	+7.5	+14.3	+27.3	-0%
New India	999.0p	100.0p	3-3	999.00p	915.31p	+9	0.267	1.1	+2.2	+7.4	+17.9	+3%
<u>GOLD & MINING</u>												
City Nat Res High Yld	139.5p	85.0p	2-7	61.00p	65.84p	-7	0.177	2.1	+7.3	+18.0	+37.3	+2%
<u>TECHNOLOGY</u>												
Finsbury Worldwide Pharm.	480.3p	464.0p	2-4	104.50p	105.60p	-1	0.235	3.5	-13.7	+11.9	+50.4	+7%

World Stockmarket Valuations

Country	Dividend Yield	Price/Earn. Ratio
Australia	3.6	16.5
Austria	1.2	17.3
Belgium	2.7	13.5
Canada	2.0	17.3
Denmark	1.5	18.8
Finland	2.6	19.6
France	3.5	13.7
Germany	2.0	15.5
Ireland	2.5	16.6
Italy	3.6	15.3
Japan	1.1	21.0
Netherlands	2.7	11.5
New Zealand	4.0	21.0
Norway	2.5	15.2
Spain	2.9	14.1
Sweden	2.3	14.9
Switzerland	1.6	18.7
Un. Kingdom	3.5	17.5
USA	1.6	16.5
Argentina	0.8	15.1
Brazil	1.8	5.3
Czech Republic	3.5	17.8

Country	Dividend Yield	Price/Earn. Ratio
Chile	1.8	23.2
China	1.5	16.5
Egypt	1.2	51.7
Greece	2.2	20.4
Hong Kong	2.6	10.6
Hungary	2.5	8.9
India	1.1	20.1
Indonesia	2.8	18.2
Israel	1.0	43.8
Korea	1.5	12.0
Malaysia	3.0	20.0
Mexico	1.6	15.5
Philippines	2.0	17.0
Poland	3.2	16.2
Portugal	2.7	14.6
Russia	0.9	11.5
Singapore	2.7	17.8
Sth Africa	2.4	15.7
Taiwan	3.5	19.5
Thailand	3.7	8.0
Turkey	2.4	13.6
Venezuela	7.8	12.7

United States: Dividend Yield



United States: Price/Earnings Ratio

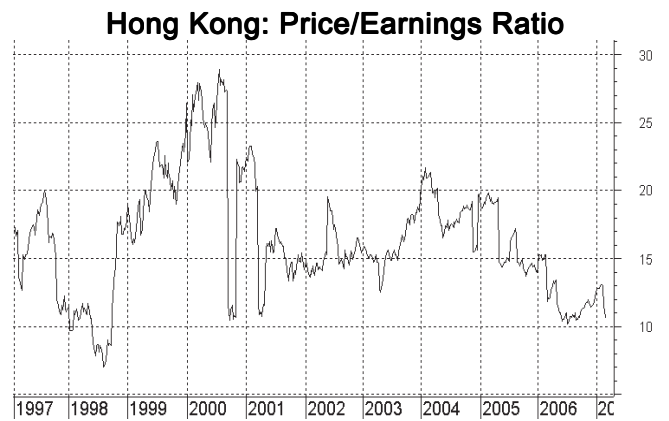


United Kingdom: Dividend Yield



United Kingdom: Price/Earnings Ratio





World Stockmarket Capitalisations

Despite a slight dip at the end, world stockmarket capitalisations rose 3.0% to US\$46,721 billion by the end of February 2007. The United States share of that total continued to decline from 38.20% to 37.02%. China's capitalisation rose another 13% over the quarter to US\$1,717 billion.

Country	Market Capitalisation (US\$ Billions)	Percentage of Total	Country	Market Capitalisation (US\$ Billions)	Percentage of Total
United States	17,294	37.02	Greece	188	0.40
Japan	4,944	10.58	Austria	165	0.35
United Kingdom	3,630	7.77	Ireland	157	0.33
France	2,268	4.86	Chile	141	0.29
China	1,717	3.68	Turkey	138	0.29
Canada	1,529	3.27	Thailand	125	0.26
Germany	1,502	3.22	Poland	127	0.27
Switzerland	1,231	2.64	Israel	115	0.24
Australia	1,032	2.21	Portugal	110	0.23
Italy	1,028	2.20	Indonesia	99	0.21
Spain	918	1.96	Egypt	58	0.12
Russia	865	1.85	Peru	55	0.12
South Korea	728	1.56	Philippines	51	0.11
Netherlands	670	1.43	Morocco	49	0.11
Brazil	635	1.36	Argentina	47	0.10
India	632	1.35	Czech Republic	43	0.09
Hong Kong	620	1.33	Luxembourg	44	0.09
Taiwan	603	1.29	New Zealand	37	0.08
Sweden	555	1.19	Hungary	35	0.08
South Africa	379	0.81	Iceland	35	0.08
Mexico	374	0.80	Columbia	34	0.07
Belgium	324	0.69	Pakistan	33	0.07
Singapore	294	0.63	Nigeria	27	0.06
Norway	283	0.61	Jordan	27	0.06
Finland	274	0.59	Slovenia	9.4	0.02
Denmark	230	0.49	Venezuela	2.9	0.01
Malaysia	208	0.44			
			TOTAL	\$45,356	100.00%

Recommended Investment Funds

(Continued from Page 3)

over at values the Manager believes does not reflect their growth potential.

The trust plans to pay a 1.2 pence dividend to distribute its net investment income. It also plans to increase its leverage so expects no net income and to pay no dividend for the current financial year. The investment objective is capital appreciation.

Buy Backs and Share Issues

The discount or premium at which listed investment trusts trade to their net asset value is a good measure of investor pessimism or optimism. Over recent years, investor sentiment has been so pessimistic that trusts have traded at 10-20% discounts. These large discounts have encouraged trusts to repurchase their own shares on-market.

Too many shares trading at a premium would show excessive optimism and would probably indicate the peak of a boom. Slight optimism, on the other hand, can be a positive indicator.

Four of our funds re-purchased shares over the last month, but one issued new shares at a small premium while another re-issued at a smaller discount than when repurchased.

Aberdeen Asian Smaller Companies Investment Trust repurchased 100,000 of its warrants on-market at 218 pence on 19 February.

Ballie Gifford Shin Nippon sold 500,000 new shares on-market at 221½ pence on 23 February. These were sold at a 2.4% premium to net asset value. This small premium probably shows optimism over the future potential of the Japanese stockmarket.

Fidelity European Values made four small on-market share repurchases over the last four weeks - acquiring a total of 127,000 shares.

Herald Investment Trust re-purchased a total of 190,000 shares in two transactions at around a 10% discount to net assets.

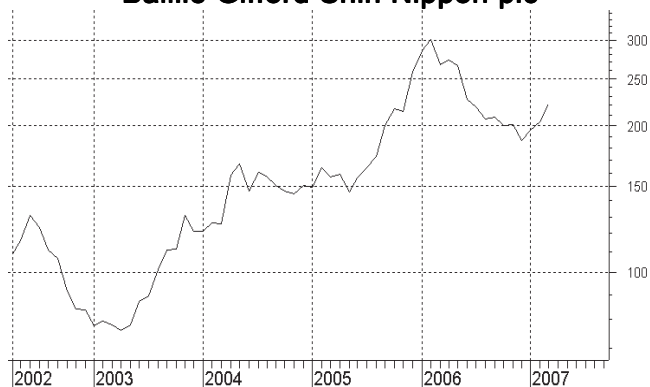
Invesco English & International Trust re-purchased 100,000 shares on 14 February and another 200,000 shares on 27 February.

JPMorgan European Fledgeling Investment Trust has re-issued and sold on-market *treasury* shares (i.e. shares previously bought back). In two transactions the trust sold 300,000 shares.

Repayment of Long Term Debt

Invesco English & International Trust plans to redeem its remaining long term debt and replace it with a revolving, floating rate bank facility. The £20.5 million of 6¾% debenture stock matures in 2023 but the company plans to repay this on 30 March this year at a redemption price of about £122 per £100 par value (or about £25.0 million in total).

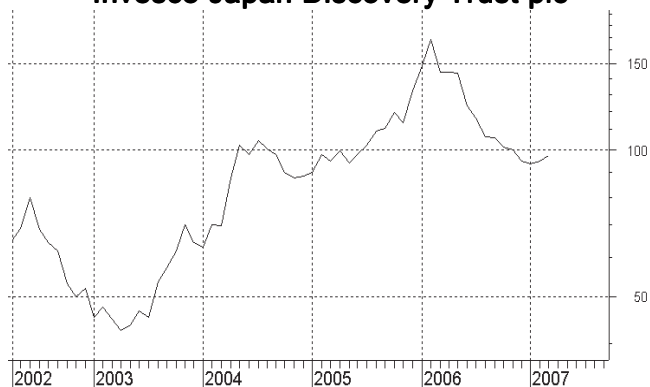
Baillie Gifford Shin Nippon plc



Fidelity Japan Values plc



Invesco Japan Discovery Trust plc



Next Issue:

The next issue of *International Investor* will be emailed in four weeks time on Monday April 9, 2007.

The print version will be delivered later that week, depending upon printing and postal delivery times.