

International Investor

Issue No. 137

www.stockmarket.co.nz

May 14, 2007

Inside International Investor

World Stockmarkets continue
to rise to new highs 1

Investment Fund Survey: 4 - 7
NZ, Australia, Gold & Mining, Emerging Markets, Latin
America, Far Eastern, Japan, Technology

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 _____	65%	Neutral	Bullish	Bullish	Bearish	+14.4%	+26.3%	+28.0%	6,297.30
Austria _____	44%	Bearish	Bullish	Neutral	Bearish	+6.6%	+19.3%	+15.8%	4,667.71
Belgium _____	63%	Neutral	Bullish	Neutral	Bullish	+7.5%	+16.3%	+26.0%	4,667.12
Canada _____	59%	Bearish	Bullish	Neutral	Neutral	+12.9%	+15.3%	+15.5%	14,003.82
Denmark _____	52%	Bearish	Bullish	Neutral	Neutral	+5.4%	+20.9%	+25.2%	490.00
Finland _____	63%	Neutral	Bullish	Bullish	Bearish	+9.5%	+21.8%	+23.3%	10,720.60
France _____	60%	Bullish	Bullish	Neutral	Bearish	+10.1%	+17.3%	+23.9%	4,302.68
Germany _____	53%	Neutral	Bullish	Neutral	Bearish	+12.6%	+23.7%	+32.7%	7,479.34
Ireland _____	53%	Neutral	Bullish	Neutral	Bearish	+2.6%	+16.0%	+29.5%	9,584.72
Italy _____	57%	Neutral	Bullish	Neutral	Bearish	+6.6%	+14.2%	+20.8%	33,824.00
Japan _____	48%	Bearish	Bullish	Neutral	Neutral	+1.6%	+6.5%	-2.7%	17,553.72
Netherlands _____	50%	Bearish	Bullish	Neutral	Bearish	+8.9%	+13.3%	+22.5%	531.20
New Zealand _____	51%	Neutral	Bullish	Bearish	Neutral	+6.3%	+15.5%	+27.1%	2,668.03
Norway _____	72%	Bearish	Bullish	Bullish	Neutral	+2.9%	+19.7%	+12.5%	393.25
Spain _____	53%	Bullish	Bullish	Neutral	Bearish	+2.7%	+12.3%	+33.9%	1,630.74
Sweden _____	58%	Bullish	Bullish	Neutral	Bearish	+6.2%	+18.5%	+30.3%	405.76
Switzerland _____	49%	Neutral	Bullish	Bearish	Bearish	+3.9%	+9.5%	+16.8%	9,408.25
Un. Kingdom _____	58%	Bullish	Bullish	Neutral	Bearish	+4.7%	+9.7%	+16.5%	6,565.70
USA _____	56%	Bearish	Bullish	Neutral	Bullish	+4.7%	+9.0%	+16.6%	1,505.85
Argentina _____	65%	Bearish	Bullish	Bullish	Bearish	+2.2%	+14.9%	+19.0%	7,552.71
Brazil _____	75%	Bearish	Bullish	Bullish	Bearish	+19.8%	+33.3%	+33.5%	50,902.38
Czech Rep. _____	52%	Neutral	Bullish	Bearish	Bearish	+12.3%	+23.8%	+25.9%	1,818.50
Chile _____	58%	Bearish	Bullish	Bearish	Bullish	+11.2%	+29.5%	+41.0%	14,440.52
China _____	63%	Bearish	Bullish	Bullish	Bearish	+66.4%	+173.1%	+203.4%	289.21
Greece _____	64%	Bearish	Bullish	Bullish	Neutral	+5.2%	+17.0%	+18.3%	4,741.57
Egypt _____	68%	Bearish	Bullish	Bullish	Bearish	+11.3%	+19.5%	+29.4%	2,637.66
Hong Kong _____	56%	Bearish	Bullish	Bullish	Neutral	-1.1%	+7.8%	+20.1%	20,468.21
Hungary _____	66%	Bearish	Bullish	Bullish	Neutral	+15.6%	+22.5%	+18.3%	25,955.81
India _____	38%	Bearish	Bullish	Bearish	Bearish	+1.6%	+12.7%	+22.7%	13,796.16
Indonesia _____	65%	Bearish	Bullish	Bullish	Bearish	+18.6%	+24.8%	+31.1%	2,022.30
Israel _____	55%	Bearish	Bullish	Neutral	Neutral	+19.1%	+28.7%	+33.9%	1,099.58
Korea _____	73%	Bearish	Bullish	Bullish	Bullish	+13.3%	+15.8%	+11.7%	1,603.56
Malaysia _____	80%	Neutral	Bullish	Bullish	Bullish	+11.6%	+41.1%	+46.9%	1,351.45
Mexico _____	57%	Bearish	Bullish	Neutral	Neutral	+9.4%	+26.8%	+45.0%	30,058.75
Philippines _____	80%	Neutral	Bullish	Bullish	Bearish	+6.3%	+25.3%	+46.4%	3,364.61
Poland _____	63%	Bullish	Bullish	Neutral	Bearish	+19.5%	+30.3%	+42.1%	59,667.38
Portugal _____	53%	Bearish	Bullish	Neutral	Bearish	+10.1%	+25.8%	+35.4%	3,934.96
Russia _____	46%	Bearish	Bearish	Bullish	Bearish	-3.2%	+3.8%	+0.5%	20,613.27
Singapore _____	78%	Neutral	Bullish	Bullish	Neutral	+8.1%	+28.7%	+35.8%	3,446.92
Sth Africa _____	68%	Bearish	Bullish	Bullish	Bearish	+14.6%	+24.7%	+17.4%	28,671.48
Taiwan _____	58%	Bullish	Bullish	Neutral	Neutral	+1.2%	+10.2%	+4.0%	8,031.54
Thailand _____	76%	Bullish	Bullish	Bullish	Bullish	-0.5%	+1.1%	-1.0%	706.90
Turkey _____	66%	Bullish	Bullish	Neutral	Bullish	+11.5%	+22.6%	+11.8%	44,820.76
Venezuela _____	66%	Bullish	Bearish	Bullish	Neutral	+15.6%	+13.0%	+14.6%	42,980.03

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.

Recommended International Investment Funds

A subscriber has pointed out that we haven't made a new recommendation since January 2006. That is not completely correct. In December 2006/January 2007 we recommended exercising the Scottish Oriental Smaller Companies warrants and continuing our investment in the trust's shares. And each month we review our holdings and consciously make an investment decision - which is usually to "Hold".

In fact, investors never make money buying and selling shares. That is how your *broker* makes money. Investors build wealth from *holding* shares that appreciate in value and/or pay dividends.

Furthermore, diversified managed funds are *diversified* and *managed*. In Australia and New Zealand we invest in individual company shares as long term investments. A diversified and managed fund should be a suitable investment for a longer period than an individual share.

Overall we have made only 62 buy recommendations in the 22 years that we have covered international investments. 12-16 of those were needed to build up an initial portfolio, so turnover has probably averaged about 2-2¼ changes per year. When the general stockmarket outlook changes - or the outlook for particular countries or regions - the number of changes in our portfolio will likely be higher. At other times there may be one or no changes in the portfolio over a year.

We are not here to publish a newsletter with a regular new buy recommendation. Our objective is to invest our own money in a portfolio of international investment funds and to manage that portfolio as appropriate - and to share that information and advice with other investors. We make changes to the portfolio when it is necessary or prudent, not to meet some quota for the newsletter.

Current Advice	Investment Fund	EPIC Code	Initial Recommendation		Prem/ Disc to Net Assets	Recent Price		Gain or Loss %
			--- Date ---	Offer Price		Bid-Offer or Last Sale	NZ Cents	
Europe								
BUY	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-5%	1340.0p	3613.8 +180
BUY	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-9%	822.0p	2216.8 +189
United Kingdom								
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-11%	780.0p	2103.6 +102
BUY	Invesco English & Int'l Trust	IEI	10/01/06	273.5p	700.6	-7%	365.0p	984.4 +41
Asian Regional								
BUY	Aberdeen Asian Sm Co WARRANTSAASW		09/09/03	75.3p	209.1		217.5p	586.6 +180
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		321.79p	867.8 +724
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		70.91p	191.2 +80
HOLD	HSBC Greater China Fund	*	07/04/98	159.4p	481.6		234.4p	632.1 +31
HOLD	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		458.9p	1237.6 +10
BUY	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	-6%	317.0p	854.9 +159
Japan								
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	-4%	191.5p	516.5 +17
BUY	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-6%	70.0p	188.8 -42
BUY	Invesco Japan Discovery Trust	IJD	13/07/99	95.5p	284.0	-4%	85.5p	230.6 -19
Korea								
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		210.4-223.2p	584.7 +179
International								
BUY	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0		278.7p	751.6 +309
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-12%	408.5p	1101.7 +34
BUY	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-3%	166.5p	449.0 +7

* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +128.3%. This is equal to an average annual rate of +17.2%, 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 +14.1%.

Other Shares and Warrants

Alternative investments in the UK listed investment trust warrants recommended above include **Aberdeen Asian Smaller Companies** shares at 323 pence (trading at an 8% discount to net asset value).

Share Buy-Backs

Over the last month **Fidelity European Values plc** re-purchased a total of 305,500 shares on-market in nine separate transactions.

Invesco English & International Trust plc re-purchased 100,000 shares on-market at 355 pence on 10 April and 75,000 shares at 358 pence on 19 April. It also received quarterly redemption requests for 2,369,380 shares which were repaid at 374.14 pence. The issued capital is now 33,321,752 shares.

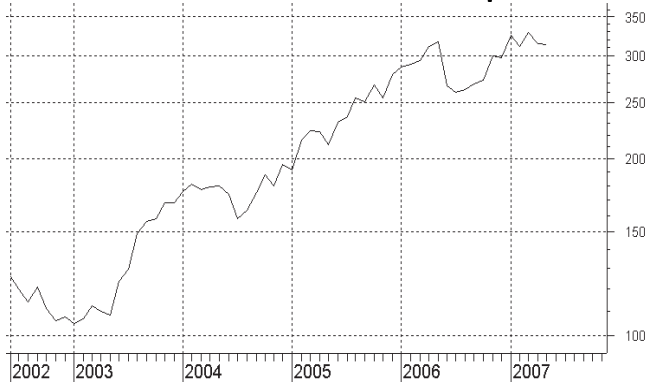
Fund Reports

Aberdeen Asian Smaller Companies Investment Trust plc recorded a 17.1% increase in net assets in its half year to 31 January, compared with a 14.2% rise by the share index.

The Fund Manager reports that liquidity from strong capital inflows has driven Asian stockmarkets higher, with “buoyant M&A activity” a record number of New Issues and good company results. The Manager is concerned about valuations in China and the “low quality of companies”, so has no direct exposure to that stockmarket.

Overall the Manager believes Asian share “valuations are fair, if no longer cheap”, but these economies are “reaping the benefits of structural improvements over the past few years”. “Balance sheets are healthier” and “standards of corporate governance have improved”.

Aberdeen Asian Smaller Companies



Baillie Gifford Shin Nippon plc has renewed a Y500 million loan that matured in March, extending the loan to March 2014 at 2.27%. Total Yen borrowings remain unchanged at Y2,900 million - equal to about 17% of the portfolio.

Baillie Gifford Shin Nippon



JFM Fleming European Fledgeling



Invesco English & International



Herald Investment Trust



Private Equity Investor



Investment Fund Survey

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance			Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth						36 mth	12 mth	3 mth
NEW ZEALAND															
NEW ZEALAND BASED UNIT TRUSTS															
	AMP NZ Share	Very Low	-1%	0.77	40	13	2								
	ASB NZ Shares	Low	-2%	0.76	41	8	0								
Buy	Fisher Fledgling Fund	Very Low	+8%	0.21		22	4								
Buy	Fisher NZ Growth Fund	Very Low	+15%	0.21		31	4								
	ING NZ Share	Medium	-5%	0.48	33	3	-4								
	NZ Guardian NZGT 30	Medium	-4%	0.86	31	5	-1								
Buy	NZ Guardian Small Coys	Very Low	+8%	0.24	72	8	2								
	Tower New Zealand Equity	Very Low	-1%	0.75	33	7	-1								
NEW ZEALAND LISTED INVESTMENT TRUSTS															
	Mid-Cap Index	Low	+3%	0.49	55	22	1								
Avoid	TeNZ	High	-11%	0.83	18	-2	-2								
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS															
Buy	NZ Investment Trust	Low	+8%	0.34	88	16	2								
AUSTRALIA															
AUSTRALIAN BASED UNIT TRUSTS															
Avoid	AMP Blue Chip Trust	High	-8%	0.44	37	-4	10								
Avoid	AMP Equity Trust	Very High	-8%	0.59	49	-3	10								
Avoid	AMP FLI Aust	High	-8%	0.48	39	-6	8								
Avoid	AMP FLI Small Companies	Very High	-14%	0.41	28	-3	10								
Avoid	ANZ Equity Imputation Trt	High	-7%	0.63	40	4	10								
Avoid	ANZ Equity Trust No 1	Very High	-15%	0.57	41	-11	10								
Avoid	AXA Australia Industrial	Very High	-15%	0.38	23	-7	10								
Avoid	Advance Imputation Fund	Medium	-11%	0.45	21	-6	7								
Avoid	Allianz Australian Gth	Low	-7%	0.32	33	-15	1								
Avoid	Aust Ethical Equities	Medium	-11%	0.32	26	4	7								
	BT Australia	Very High	-6%	0.68	60	-4	8								
Avoid	BT Smaller Companies	Very High	-10%	0.42	40	3	9								
	BT Split Trust Growth	Low	-3%	0.53	40	2	2								
	Challenger Aust Shares	High	-5%	0.45	47	7	8								
Avoid	Col First State Aust Sh.	High	-12%	0.57	26	-10	2								
	Col First State Dev. Coys	Medium	-8%	0.30	20	11	8								
Avoid	Col First State Future Ld	Very High	-14%	0.37	29	-10	9								
Avoid	Col First State Imput'n	High	-13%	0.53	21	-11	1								
Avoid	Commonwealth Aust Share	High	-12%	0.67	24	-7	6								
Avoid	Commonwealth Share Income	High	-12%	0.63	23	-8	6								
Avoid	Gold Sachs Emerging Lead.	High	-13%	0.24	19	-4	8								
Avoid	Gold Sachs Leaders Trust	Very High	-9%	0.47	48	-5	10								
Avoid	Hunter Hall Value Growth	Medium	-9%	0.37	25	-6	6								
Avoid	ING Australia Share	Very High	-13%	0.45	31	-5	10								
Avoid	ING Blue Chip	Very High	-12%	0.47	32	-3	10								
Avoid	MLC Aust Tr - Aust Share	Medium	-8%	0.28	30	-4	8								
	MLC Aust Trust - Index	Medium	-0%	0.73	73	9	9								
	Macquarie Active Aust Equ	High	-0%	0.74	80	7	12								
Avoid	NAFM In Trt - Equities	Very High	-18%	0.30	11	-11	8								
Avoid	NAFM Inv Trust - Div Imp	High	-9%	0.51	33	-2	7								
	Parker Enhanced Leaders	Medium	-5%	0.46	41	2	11								
	Perpetual ICSav - Aust	High	-3%	0.60	66	1	9								
	Perpetual ICSav - Sm Coys	High	-5%	0.44	53	11	10								
Avoid	Perpetual ICSav - Indust.	Medium	-11%	0.15	6	4	8								
Avoid	Portfolio Ptnrs Emerging	Very High	-24%	0.26	-8	-11	3								
NEW ZEALAND BASED UNIT TRUSTS															
Avoid	AMP Australian Shares	Low	-1%	0.48	51	8	6								
Avoid	ANZ TranzEquity	Very Low	-10%	0.31		5	0								
Buy	Fisher Australian Growth	Very Low	+8%	0.37		19	7								
	ING Australian Share	Medium	-2%	0.37	62	4	4								
UNITED KINGDOM BASED UNIT TRUSTS															
	Martin Currie Australasian	Medium	+1%			5	0								
AUSTRALIAN LISTED INVESTMENT TRUSTS															
Buy	Argo Investments	Very Low	+7%	0.05	60	8	-3								
	Australian Foundation	Very Low	+5%	0.16	66	11	4								
Buy	Choiseul Plantation	Very Low	+8%	0.00	56	4	-5								
Buy	Diversified United Inv.	Very Low	+8%	0.15	97	14	5								
	Huntley Investment Coy	Very Low	+3%	0.07	51	2	-4								
NEW ZEALAND LISTED INVESTMENT TRUSTS															
	Ozzy Tortis	Medium	-0%	0.57	65	5	7								

Investment Fund Survey Information.

Fund Listings. Unit trusts are listed under the country where they invest, and then sub-divided according to the country where the Fund Manager is based. For example, "Australian Funds" hold principally Australian shares and other Australian investments although these funds may be based in either the UK, NZ or Australia.

Risk Ratings. Most equity funds follow general stockmarket trends but some are far more volatile than others. The "Risk Rating" measures just how volatile a fund is relative to the stockmarket in the country where it invests. "Very High" and "High" risk funds will usually rise very fast during a Bull Market (i.e. during a rising stockmarket trend) but will also fall fastest in value when the stockmarket dips. "Low" and "Very Low" risk funds will experience smaller price fluctuations.

Superiority Ratings. The "Superiority Rating" is the most important statistic for selecting the best managed funds to buy and the worst managed funds to avoid. The "Superiority Rating" shows whether a fund's actual return was above or below its expected return based upon its volatility. For example, if the stockmarket rises 10% then a fund with a volatility of 1.5 would be expected to rise 15% (i.e. 10% x 1.5). If the fund rose 20% it would have a "Superiority Rating" of +5%. On the other hand, if the fund rose only 10% it would be given a "superiority rating" of -5%. (Actually, the "Superiority Ratings" are calculated from a statistical analysis of each fund's monthly performance over the last three years, with extra importance given to its performance over the latest twelve month period.)

Many funds can beat the stockmarket by a substantial margin during a Bull Market simply invested in very risky, volatile shares but these are not managed in a superior way. Only funds that perform better than can be expected from their volatility (or risk exposure) can be said to be benefiting from genuinely superior management.

Current Advice. The "Superiority Rating" measures the annual amount by which a fund's performance is above or below its expected return based upon

its level of risk exposure. As a high "Superiority Rating" indicates excellent management of the fund's investment portfolio these trusts are automatically given "Buy" ratings. A negative "Superiority Rating" shows poor investment results and the funds with the worst management record have been given an "Avoid" rating.

Market Correlation. The "Market Correlation" measures how closely a fund's price follows general stockmarket movements (in the country where it invests). Correlations, which statisticians call R² ("R-squared"), vary from 0 (no correlation) to 1 (100% correlation). Most equity funds have "Market Correlations" between 0.60 and 0.95.

Investors who buy and sell funds on the basis of "market timing" should choose funds with high market correlations. The performance of these funds will closely reflect general stockmarket movements. Other investors may wish to minimise the impact of general stockmarket fluctuations and buy funds with lower market correlations.

How to Maximise Profits from this Investment Fund Survey.

First decide whether you want to invest in a fund that holds New Zealand, Australian, International, United Kingdom, European, Japanese or Gold & Mining shares, then turn to the appropriate section.

If you expect the stockmarket to rise strongly (in the country where the fund invests) the "High" and "Very High" risk funds with high superiority ratings and high market correlations will be your choice.

If uncertain about the general stockmarket trend then "Medium", "Low", or even "Very Low", risk funds with the highest superiority ratings will be the best investments.

Most NZ based and Australian based unit trusts are sold through sharebrokers and other commission sales organisations. UK based trusts are not sold through NZ agents but may be bought and sold (by telephone or by post) directly from the management organisations or through a stockbrokers like FasTrade (www.fastrade.co.uk). Prices can also be found at the TrustNet web site (www.trustnet.com).

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

GOLD & MINING

AUSTRALIAN BASED UNIT TRUSTS

Avoid	BT Natural Resources	Very High	-10%	0.72	47	-14	15
Avoid	Col First State Glb Res.	High	-11%	0.84	52	-7	9
	Gold Sachs Resources	Medium	+2%	0.70	123	-3	13
Avoid	ING Resources	Very High	-14%	0.60	40	-20	11
	Lowell Aust Resources	Very Low	-6%	0.08	4	-6	1

UNITED KINGDOM BASED UNIT TRUSTS

Buy	First State Global Resources	Medium	+4%	0.81	124	4	9
	JPM Natural Resources	High	+7%	0.92		5	14
	Merrill Gold & General	Very High	-4%	0.76	96	-10	4
	S & W Global Gold & Res.	Low	+6%	0.60		1	6

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	City Nat Res High Yld	Low	+13%	0.68		25	11
Buy	Merrill World Mining	Medium	+12%	0.60	191	18	18
	Resources Invest Trust	Medium	+4%	0.50	97	-14	-6

EMERGING MARKETS

AUSTRALIAN BASED UNIT TRUSTS

Avoid	Macquarie S/M Emerging	High	-14%	0.45	42	-28	5
-------	------------------------	------	------	------	----	-----	---

UNITED KINGDOM BASED UNIT TRUSTS

	AXA Framlington Emerging Mkts	High	+1%	0.91	112	9	7
	Aberdeen Emerging Markets	Medium	+2%	0.95	110	7	3
	BG Emerging Markets	Medium	+3%	0.89	117	2	3
	BG Emerging Mkts Large Cap	Medium	+3%	0.94		-2	0
	CS MM Emerging Markets	Medium	-0%	0.87	75	6	1
	Dimensional Emerging Markets	Medium	-0%	0.93		8	5
	F & C Emerging Markets	Medium	-3%	0.96	88	5	4
	First State Global E/M Leaders	Medium	+1%	0.91		8	2
	First State Global Emerg Mkts	Medium	+1%	0.90	89	8	2
	Frank Tern Glb E/Markets	Medium	-3%	0.96		-2	2
	Gartmore Emerging Markets Opps	High	-2%	0.96		5	3
	Henderson Emerging Markets	High	-5%	0.94	78	0	1
	Invesco Perp Emerging Country	Medium	-1%	0.96	95	4	0
	JPM Emerging Markets	Medium	+3%	0.97	125	7	3
	Lazard Emerging Markets	Medium	+1%	0.96	106	3	3
	Lincoln Emerging Markets	Medium	-3%	0.95		1	1
	Lloyd George E/Markets	Medium	-3%	0.94		-1	0
	Martin Currie Emerging Mkts	High	-2%	0.96	96	1	3
	Merrill Emerging Markets	High	-4%	0.97	89	-3	3
	SG Global Emerging Markets	Medium	-2%	0.87		-3	1
	SWIP Emerging Markets	High	+1%	0.95	110	-2	1
	Schroder Gbl Emerging Mkts	Medium	-1%	0.97	92	5	2
	Scot Wid. Emerging Markets	Medium	-3%	0.95	81	-0	3
	UBS Global Emerging Markets	Medium	-3%	0.97	90	-2	2

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Advance Developing Mkts	Medium	+4%	0.88	105	2	2
	Genesis Emerging Mkts	Medium	+3%	0.80	105	-2	2
	JPMF Emerging Mkts	Very High	+3%	0.86	156	10	6
	Templeton Emerging Mkts	Very High	-1%	0.89	115	1	4

LATIN AMERICA

UNITED KINGDOM BASED UNIT TRUSTS

	F & C Latin American Equity	Medium	+1%	0.95	188	17	7
	Invesco Perp Latin America	Medium	-0%	0.98	180	8	4
	Scot Wid. Latin America	Medium	+0%	0.98	207	18	7
	Threadneedle Latin America	High	-3%	0.98	184	9	3

FAR EASTERN / PACIFIC (EXCL JAPAN)

AUSTRALIAN BASED UNIT TRUSTS

Avoid	Allianz Taipan Trust	Very Low	-3%	0.68	29	-6	1
	Perpetual Fid. SE Asia	Very Low	-8%	0.52	-12	-6	1

NEW ZEALAND BASED UNIT TRUSTS

	AMP Asian Shares	Medium	-3%	0.78	39	-2	-0
	ING Asia Pacific Shares	Medium	+4%	0.64		7	1
	Tower Spotlight Asia	Medium	-5%	0.81	27	0	-1

UNITED KINGDOM BASED UNIT TRUSTS

	AXA Pacific Growth	Medium	+2%	0.89	71	8	8
	Allianz Dres Tot Ret Asian Eq	High	-2%	0.95	66	3	-1
	BG Developing Asia Pacific	Medium	+5%	0.87	83	8	3
	BG Pacific	Medium	+3%	0.82	84	7	7
	Baring East	High	+2%	0.91	85	11	5
	CF Canlife Far East	High	+2%	0.90		11	4
	CS Asia Pacific	Medium	-0%	0.93		4	2
	CS MM Asia Pacific	Medium	-1%	0.93	53	4	1
	CS Orient	High	-5%	0.93	43	2	0
	F & C Pacific Growth	Medium	+3%	0.97		11	7
	Fidelity South East Asian	High	+1%	0.95	90	8	5
	First State Asia Pac Leaders	Medium	+3%	0.96		12	3
	First State Asia Pac Sust.	Low	+4%	0.95		12	4
	First State Asia Pacific	Medium	+4%	0.96	86	12	3
	Gartmore Pacific	High	-3%	0.95	60	4	6
	HSBC Asia Growth	Medium	-2%	0.95	61	4	1
	HSBC Pacific Index	Medium	-0%	0.97	56	1	3
	Halifax Far Eastern	Low	-2%	0.89		-5	-2
	Henderson Asia Pacific Capital	High	-2%	0.97	59	4	1
	Inscape Pacific Basin	Medium	+3%	0.95	80	5	4
	Insight Asia Pacific Equity	Medium	+0%	0.94	58	8	1
	Invesco Perp Asian	Medium	+2%	0.94	79	8	2

Brazil



Mexico



Chile



Argentina



Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
	Invesco Perp Pacific	Medium	+2%	0.84	61	1	-1
	Investec Asia	Medium	+3%	0.96		9	4
	JPM Asia	High	+1%	0.94		9	1
	L & G Pacific Growth	Medium	-1%	0.87	63	-2	4
	L & G Pacific Index	Medium	-0%	0.94	59	2	2
	Legg Mason Asia Pacific	High	+3%	0.92		9	2
	Liv Victoria Pacific	Medium	+0%	0.95		8	2
	Lloyd George Asia Pacific	Medium	-1%	0.95		4	5
	Lloyd George Developed Asia	Medium	+1%	0.83		12	5
	Lloyd George Eastern Opps	High	-4%	0.87		2	3
	Marlborough Far East Growth	Low	+4%	0.88		8	2
	Martin Currie Asian Pacific	Medium	+4%	0.93	84	10	3
	New Star Asia Portfolio	Medium	+1%	0.92	65	11	4
	New Star Pacific Growth	Medium	+1%	0.95	63	3	2
	Newton Oriental	Medium	+3%	0.92	73	3	4
	Old Mutual Asian Select	Medium	+0%	0.93	68	8	6
	Premier Eastern Enterprise	Medium	+1%	0.86		5	-1
	Prudential Pacific Markets	Medium	-2%	0.93	55	3	1
	Royal London Far East Gth	Medium	-1%	0.97	63	5	4
	SG Pacific	Medium	+1%	0.83		4	4
	SJP Far East	Medium	-3%	0.89		-4	-2
	SWIP Asian Pacific	Medium	+2%	0.91	73	9	7
	Schroder Pacific Growth	High	-1%	0.95	62	2	-2
	Scot Mutual Far Eastern	Medium	-0%	0.96	65	3	2
	Scot Wid. Pacific	Medium	+0%	0.94	69	6	5
	Sing & Fried Pacific Growth	Medium	-4%	0.92	44	-5	-3
	Skandia Far East Equity Blend	Medium	-1%	0.93		4	4
	Stan Life Asian Pacific	Medium	+1%	0.91	70	10	4
	Stan Life Pacific Basin Eq Ind	Medium	+3%	0.85		13	5
	Threadneedle Asia Growth	High	+2%	0.98	85	12	4
	UBS Developed Asia Equity	Medium	+1%	0.93		4	2

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Aberdeen Asian Income	High	-1%	0.77		-1	-0
	Aberdeen Asian Small Co	Very High	-2%	0.73	65	-7	-3
	Aberdeen New Dawn	Very High	-4%	0.86	68	-6	-5
	Edinburgh Dragon Trust	Very High	-6%	0.89	67	-3	-3
	Fidelity Asian Values	High	+0%	0.86	75	9	4
	Henderson TR Pacific	High	-5%	0.82	44	5	-6
	Invesco Asia	Very High	-3%	0.88	69	-3	-1
	JPMF Asian	High	-3%	0.88	67	8	1
	Pacific Assets	High	-1%	0.81	69	12	7
Buy	Pacific Horizons	High	+10%	0.65	120	16	5
	Premier Pacific Income	Low	+5%	0.42	51	1	-1
	Schroder Asia Pacific	High	+1%	0.87	63	4	3
	Schroder Oriental Inc.	High	-1%	0.88		2	4
	Scottish Oriental Sm Co	Medium	+4%	0.70	73	10	7

China



Hong Kong



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

FAR EASTERN / PACIFIC (INCL JAPAN)

AUSTRALIAN BASED UNIT TRUSTS

	BT Asian	High	+0%	0.87	51	-2	1
	Invesco Asian Growth	High	-3%	0.79	29	-15	-1

UNITED KINGDOM BASED UNIT TRUSTS

	L & G Far East	Medium	-2%	0.85	31	-15	-1
	Lincoln Far East	Medium	+1%	0.86	43	-0	-1
	S & W Far Eastern	Medium	+2%	0.91	56	-2	0
	Schroder Far Eastern	Medium	+2%	0.90	47	0	1

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Martin Currie Pacific	Very High	+1%	0.90	47	-5	-2
	Witan Pacific	High	-1%	0.94		-9	-2

HONG KONG / CHINA REGION

UNITED KINGDOM BASED UNIT TRUSTS

Buy	First State Gtr China Growth	Low	+13%	0.56		18	-2
Buy	Gartmore China Growth	Medium	+11%	0.47	102	22	5
	HSBC Greater China	Medium	+1%	0.59	43	0	-4
Buy	Invesco Perp HK and China	Medium	+10%	0.57	92	18	5
Buy	Neptune China	High	+14%	0.60		20	-0

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	JPMF Chinese	Very High	-1%	0.43	66	-3	-9
--	--------------	-----------	-----	------	----	----	----

KOREA

UNITED KINGDOM BASED UNIT TRUSTS

	Baring Korean	Medium	+1%	0.67	97	-6	11
--	---------------	--------	-----	------	----	----	----

Korea



THAILAND

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Aberdeen New Thai IT	High	+12%	0.56	41	-11	8
-----	----------------------	------	------	------	----	-----	---

Thailand



INDIA

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	JPMF Indian	High	+3%	0.74	134	0	-4
	New India	Medium	-10%	0.71		-3	-4

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

India



JAPAN

AUSTRALIAN BASED UNIT TRUSTS

Allianz Japan Growth	Low	+6%	0.40	29	-6	1
Perpetual Fid. Japan	Very Low	+0%	0.13	-12	-6	1
Platinum Japan	Low	-0%	0.62	12	-23	-4

UNITED KINGDOM BASED UNIT TRUSTS

AXA Framlington Japan & Gen.	Medium	+5%	0.81	14	-21	-7
AXA Japan Growth	Medium	+3%	0.69	17	-15	-5
Aberdeen Japan Growth	Low	-1%	0.79	6	-21	-6
Allianz Dres Japan	High	+1%	0.83	21	-19	-4
BG Japan	Medium	+0%	0.78	11	-22	-7
Baring Japan Growth	Medium	-1%	0.79	6	-24	-8
CF Canlife Japanese Growth	High	-4%	0.87	-22	-8	
CS Core Japan	High	-6%	0.90	-25	-8	
CS MM Japan Portfolio	Medium	-4%	0.71	-2	-26	-8
CS New Japan	Medium	-6%	0.75	-11	-31	-12
F & C Japan Growth	High	-3%	0.80	4	-27	-10
Fidelity Japan	Medium	-1%	0.84	8	-20	-6
Gartmore Japan Opportunities	Medium	+2%	0.78	16	-17	-5
HSBC Japan Index	Medium	+2%	0.84	15	-18	-6
Halifax Japanese	Medium	+4%	0.83	-16	-5	
Inscape Japan Equities	Medium	-1%	0.83	10	-23	-7
Insight Japan Equity	Medium	+3%	0.76	16	-17	-6
Invesco Perp Japan	Low	+3%	0.76	17	-14	-6
Avoid JPM Japan Growth	Medium	-8%	0.64	-6	-31	-6
L & G (Barclays) Japan	Medium	-0%	0.91	-17	-6	
L & G Japan Index	Medium	+2%	0.84	16	-18	-6
Avoid L & G Japanese	Medium	-4%	0.75	1	-26	-6
Legg Mason Japan Equity	Medium	-30%	0.33	-52	-19	
Lincoln Japan	Low	+1%	0.75	9	-19	-5
Liv Victoria Japan Growth	Medium	-1%	0.91	-20	-8	
M & G Japan & General	Low	+2%	0.74	12	-23	-9
Martin Currie Japan	Medium	-3%	0.82	5	-25	-10
Martin Currie Japan Alpha	High	-4%	0.89	-23	-5	
Merrill Japan	Medium	-0%	0.75	8	-21	-8
Avoid Neptune Japan Opportunities	Very High	-9%	0.73	-28	-8	
Avoid New Star Japan A	Medium	-7%	0.75	-8	-25	-5
Avoid Newton Japan Growth	Medium	-7%	0.77	-10	-25	-6
Old Mutual Japanese Select	Medium	-1%	0.78	9	-23	-7
Prudential Japanese	Medium	-1%	0.74	7	-20	-7
Royal London Japan Growth	Medium	-2%	0.81	1	-23	-7
SWIP Japanese	Medium	-2%	0.80	6	-23	-9
Schroder Japan Alpha Plus	Low	-1%	0.72	7	-20	-4
Schroder Tokyo	Low	+2%	0.77	12	-18	-5
Scot Mutual Japanese	Medium	+1%	0.76	12	-20	-10
Scot Wid. Japan Growth	Medium	-2%	0.80	5	-23	-9
Scot Wid. Japan Select	Medium	-2%	0.79	3	-22	-9
Skandia Japanese Equity	Medium	-5%	0.81	-24	-6	
Stan Life Japan Eq Ind Trk	Medium	+2%	0.83	-17	-5	
Stan Life Japanese	Medium	-1%	0.75	9	-24	-7
Threadneedle Japan Growth	Medium	-4%	0.80	2	-25	-7

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

JPMF Japanese	Very High	-5%	0.76	2	-30	-10
Perpetual Japan	Medium	+6%	0.63	33	-12	-3
Schroder Japan Growth	High	+0%	0.69	16	-23	-7

JAPAN SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

BG Japan Small	High	-4%	0.68	1	-31	-9
Avoid Fidelity Japan Sp Sits	Medium	-8%	0.62	-14	-35	-9
Henderson Japan Capital Gth	Medium	+1%	0.60	5	-21	-7
Avoid Invesco Perp Japan Small Coys	High	-11%	0.42	-31	-39	-13

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

	M & G Jap Small Cos	Medium	-6%	0.47	-17	-37	-12
	SWIP Japan Small Coys	High	-3%	0.56	1	-31	-7
Avoid	Threadneedle Japan Small Cos	High	-10%	0.62	-15	-33	-7

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Atlantis Japan Growth	Very High	+2%	0.62	12	-33	-7
	B Gifford Shin Nippon	Very High	-2%	0.72	9	-32	-10
	Baillie Gifford Japan	Very High	+2%	0.75	19	-25	-10
Avoid	Fidelity Japan Values	Very High	-9%	0.71	-7	-38	-11
Avoid	Invesco Japan	Very High	-8%	0.57	-19	-42	-12
Avoid	JPMF Japan Small	Very High	-8%	0.59	-16	-38	-16

Japan



TECHNOLOGY

AUSTRALIAN BASED UNIT TRUSTS

CFS Global Health Biotech	Very Low	+4%	0.48	20	0	1
CFS Tech & Comms	High	+2%	0.90	21	-5	-1
Platinum Intl Technology	Medium	+2%	0.78	11	-4	-1

UNITED KINGDOM BASED UNIT TRUSTS

AXA Framlington Biotech	Very High	-3%	0.78	2	-1	3
AXA Framlington Glb Tech.	Very High	+1%	0.84	27	-12	1
AXA Framlington Health	Medium	-4%	0.78	-4	-7	1
Abbey Nat'l Technology	High	-4%	0.70	5	-7	-2
Aegon Technology	Very High	-6%	0.87	-2	-10	-2
Frank Temp Biotech	High	-3%	0.66	-1	-1	1
Henderson Global Technology	High	-0%	0.88	13	-8	0
Investec Global Technology	High	-4%	0.84	-14	-3	
Jupiter Global Technology	Medium	-4%	0.73	-2	-8	-4
L & G Global Health & Pharm.	Very Low	+3%	0.30	0	-1	
L & G Global Technology	Medium	-2%	0.84	7	-8	-3
Lincoln Internet Tollkeeper	High	-1%	0.81	10	-9	-2
M & G Global Technology	High	+2%	0.90	25	-10	1
New Star Technology	High	-3%	0.85	5	-10	-2
Avoid Old Mutual Global Technology	Very High	-7%	0.84	-1	-20	-4
SG Technology	Very High	-3%	0.75	7	-10	-1
Schroder Medical Discovery	Very Low	+3%	0.38	13	-0	-1
Threadneedle Global Healthcare	Very Low	+3%	0.67	-1	0	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Finsbury Emerging Bio.	Very High	+0%	0.69	-12	-6	
Finsbury Technology	Medium	-4%	0.64	-3	-10	-2
Finsbury W/wide Pharm.	Medium	-4%	0.61	-3	-10	-0
Herald Investment Trust	Medium	+2%	0.56	15	-3	-2
International Biotech	Medium	+14%	0.40	39	17	1
Buy Merrill New Energy Tech	Very High	+24%	0.50	126	3	11
Buy Polar Cap Technology	High	+5%	0.68	29	-13	-10
Buy Private Equity Investor	Very Low	+14%	0.02	54	-3	-5

Next Issue:

The next issue of *International Investor* will be emailed in four weeks time on Monday June 11, 2007.

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

INTERNATIONAL INVESTOR is published 12 times per year by Securities Research Company Limited, P.O. Box 34-162, Auckland. Subscribe online at www.stockmarket.co.nz or www.australia-stockmarket.com or email james@stockmarket.co.nz.

Readers are advised that they should not assume that every recommendation made in the future will be profitable or equal the performance of recommendations made in the past. The entire contents are copyright. Reproduction in whole or part is strictly forbidden.

www.stockmarket.co.nz

This page is intentionally blank.