

International Investor

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Inside International Investor

"Selling Panic" suggests market LOW 2

Private Equity realises 11-fold gain
on EqualLogic 3

Investment Fund Survey: 4 - 7

New Zealand, Australia, Mining, Emerging Markets,
Latin America, Far East, Japan and 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	48%	Bullish	Bearish	Neutral	Bearish	-15.3%	+1.7%	+11.8%	5,723.90
Austria	39%	Bullish	Bearish	Bearish	Bearish	-19.2%	-10.3%	-8.1%	3,750.61
Belgium	53%	Bullish	Bearish	Bearish	Bullish	-11.8%	-6.5%	-10.8%	3,612.07
Canada	59%	Bullish	Bearish	Bullish	Neutral	-11.6%	+2.0%	+16.8%	12,989.34
Denmark	44%	Bearish	Bearish	Neutral	Bullish	-18.6%	-9.7%	-5.9%	407.92
Finland	55%	Neutral	Bearish	Bullish	Neutral	-14.2%	+2.3%	+14.4%	10,444.53
France	45%	Bullish	Bearish	Bearish	Bearish	-16.2%	-9.2%	-8.7%	3,324.64
Germany	53%	Bullish	Bearish	Neutral	Neutral	-14.4%	-2.3%	+9.3%	6,767.28
Ireland	52%	Bullish	Bearish	Neutral	Bearish	-9.4%	-16.9%	-24.9%	6,537.91
Italy	50%	Bullish	Bearish	Bearish	Neutral	-15.2%	-12.0%	-14.7%	25,249.00
Japan	50%	Bullish	Bearish	Neutral	Bullish	-13.9%	-14.8%	-15.7%	13,017.24
Netherlands	39%	Bullish	Bearish	Bearish	Bearish	-16.4%	-8.7%	-5.0%	432.10
New Zealand	39%	Bullish	Bearish	Bearish	Neutral	-8.0%	-9.3%	-7.5%	2,162.79
Norway	54%	Neutral	Bearish	Bullish	Neutral	-25.5%	-8.1%	-3.8%	336.45
Spain	48%	Bullish	Bearish	Bearish	Neutral	-18.4%	-6.3%	-5.1%	1,405.60
Sweden	54%	Bullish	Bearish	Neutral	Bullish	-18.7%	-16.6%	-16.8%	302.26
Switzerland	33%	Bullish	Bearish	Bearish	Bearish	-10.1%	-5.9%	-9.4%	7,446.95
Un. Kingdom	52%	Bullish	Bearish	Neutral	Neutral	-14.6%	-7.7%	-9.5%	5,784.00
USA	63%	Bullish	Bearish	Bullish	Bullish	-8.4%	-8.4%	-7.4%	1,331.29
Argentina	62%	Neutral	Bearish	Bullish	Bearish	-13.1%	-0.2%	-2.6%	7,377.43
Brazil	67%	Bearish	Bullish	Bullish	Bearish	-8.7%	+24.7%	+59.0%	59,075.98
Czech Rep.	38%	Bearish	Bearish	Bearish	Neutral	-16.4%	-1.2%	+8.9%	1,494.60
Chile	43%	Bearish	Bearish	Bearish	Bullish	-7.1%	-2.1%	+7.1%	12,785.27
China	61%	Bearish	Neutral	Bullish	Bearish	-7.1%	+5.4%	+95.1%	317.71
Greece	58%	Bullish	Bearish	Neutral	Neutral	-17.1%	-1.3%	+2.7%	4,316.33
Egypt	67%	Bearish	Bullish	Bullish	Bearish	+13.8%	+30.2%	+51.9%	90,896.78
Hong Kong	60%	Bearish	Bearish	Bullish	Neutral	-18.6%	+8.0%	+13.7%	23,469.46
Hungary	51%	Neutral	Bearish	Neutral	Bullish	-20.2%	-16.6%	+1.3%	22,736.58
India	45%	Bearish	Neutral	Bearish	Neutral	-8.7%	+20.7%	+34.0%	17,464.89
Indonesia	75%	Bearish	Bullish	Bullish	Bullish	-3.8%	+21.0%	+48.6%	2,639.01
Israel	27%	Bearish	Bearish	Bearish	Neutral	-8.7%	+9.5%	+17.1%	989.85
Korea	39%	Bearish	Bearish	Neutral	Bearish	-17.9%	-8.0%	+18.1%	1,696.57
Malaysia	67%	Bearish	Bullish	Neutral	Bearish	+3.7%	+18.4%	+23.4%	1,415.94
Mexico	48%	Bearish	Bearish	Neutral	Neutral	-2.2%	-1.8%	+3.0%	28,185.26
Philippines	61%	Neutral	Bearish	Bullish	Bearish	-8.0%	+11.3%	+19.0%	3,241.13
Poland	42%	Bullish	Bearish	Bearish	Neutral	-18.8%	-9.8%	+6.2%	47,588.98
Portugal	39%	Bearish	Bearish	Bearish	Bearish	-17.0%	-9.6%	+6.3%	3,543.89
Russia	52%	Bearish	Bearish	Bullish	Bearish	-20.7%	-9.3%	-5.0%	2,593.36
Singapore	67%	Bullish	Bearish	Bullish	Bullish	-17.2%	-6.1%	-1.5%	2,931.97
Sth Africa	26%	Neutral	Bearish	Bearish	Bearish	-23.2%	-4.9%	-0.2%	27,945.55
Taiwan	44%	Bullish	Bearish	Neutral	Bearish	-13.7%	-11.5%	+0.6%	7,673.99
Thailand	64%	Neutral	Bullish	Neutral	Neutral	-7.2%	+8.8%	+24.9%	806.44
Turkey	62%	Bullish	Bearish	Neutral	Bullish	-23.1%	-8.8%	+14.5%	41,957.86
Venezuela	49%	Bullish	Bearish	Bearish	Bullish	-7.4%	-12.7%	+36.2%	35,158.49

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 United States Economy

When New Zealand removed foreign exchange controls in March 1985, we immediately started to invest internationally. Investments in United States funds proved very successful - even during the 1987 crash - through to June 1992 when we sold our last US investment fund. The United States stockmarket continued to perform well through till the end of the Technology boom, but we were cautious of this economy and stockmarket (and have found no shortage of good investment opportunities in other countries).

For a long time, the US consumer has been over-spending. That means either low savings or, in recent years, *negative* savings rates as debt accumulates in the economy. It is not surprising that there is now a debt or *Credit Crunch* crisis. The surprise is that it didn't happen sooner!

Over consumption means a shortage of capital to finance *and* a build up of consumer debt, financed by foreign debt capital. Both were extremely unattractive and are the reason we have avoided investing in the US stockmarket.

Being a mature economy, the United States can expect lower growth rates than emerging economies. A shortage of capital for business further depresses the likely long term growth rates. So the very long term growth rate for the US economy has been unattractive relative to the rest of the world - and for the last 16 years we have been investing accordingly.

Even more worrying was the build up of foreign debt, funding consumer debt and consumption, which places downwards pressure on the US exchange rate. So investors in US assets will see the depreciating US dollar eroding the value of those investments. Again, this is why we have avoided the United States.

These problems are now coming out into the light of day but the period of painful adjustment is continuing and it may be another 16 years before US investment again looks attractive!

Effectively, over-savings by Asian economies (and oil rich countries?) has financed over-spending by US consumers. Unfortunately, people or countries that

over-borrow can seldom repay at full value. If, as in this case, the loans are in the *borrower's* currency then there isn't even the shame of default and debt forgiveness! The continued *devaluation* of the US dollar is shrinking the real value of this indebtedness. Asian savings will subsidise US consumers, with loans to be repaid in depreciated, less valuable dollars.

Ultimately, however, people need to stop focusing upon consumer spending in the "world's biggest economy". Firstly, within just a decade, the US will not be the biggest economy. Secondly, consumption from already over-spending US consumers has had little impact on global economic growth over the last decade. Thirdly, that situation will not change. The potential for growth from US consumers is limited, but there is excellent potential for future growth from under-spending Asian consumers. Fourthly, recent global growth has been from capital investment in China and India and other emerging economies. That will continue - and is not all to service export markets in the US!

January "Selling Panic"

A "Selling Panic" on world stockmarkets in mid-January probably marks the low point to the *Credit Crunch*. The problem will not suddenly disappear, but probably won't be *as bad as feared* during the recent sell-off.

Stockmarkets, however, may continue to drift owing to the potential impact of the (not unrelated) slowing US economy and the weak US dollar.

Summary and Recommendation

We have avoided direct investment in the United States for around 16 years owing to economic imbalances which still have a long way to go to be resolved.

Unfortunately, too many economies and too many investors still look at this "biggest economy" to lead the global economy. Over-extended, and soon to be overtaken, that is not the case.

The slowdown in the US economy *may* impact on other world economies, but only if those countries ignore the growth potential and future importance of other markets.

We shall continue to avoid the United States stockmarket. Medium to long term, however, other equity markets remain attractive for investment.

United States Stockmarket



Hong Kong Stockmarket



Recommended International Investment Funds

Private Equity Investor plc has received a cash distribution of US\$7,178,780 (16.8 US cents or 8.5 pence per share) from one of its venture capital partnerships, being its 0.5% share of the US\$1.4 billion paid by **Dell** to acquire **EqualLogic**. This sale realises an 11½-fold gain over the investment's valuation of US\$620,780 - increasing the trust's net asset value 7.8 pence to 184 pence.

Fund Report

Aberforth Smaller Companies Trust plc's net assets fell 10.4% in the year to 31 December, slightly underperforming the UK smaller companies index which was down 8.3%.

The directors will pay a second interim dividend, in lieu of a final dividend, of 10.5 pence, lifting the annual payout 13.4% to 15.2 pence. The dividend will be paid

on 21 February, to investors who held shares on 1 February.

Following a recent test case challenging VAT on investment management fees, the trust has received a £4.7 million refund (4.75 pence per share) on taxes paid since 2001. In the trust's accounts, part of this has been credited to revenue and the remainder to capital, with the revenue portion of 1.89 pence included in the current dividend.

Share Buy-Backs

Fidelity European Values plc shares trade at just a small 4% discount to net asset value, probably owing to the trust's active re-purchase of shares on-market at a discount. This has the advantage of allowing investors wishing to sell to liquidate shareholdings at close to net asset value. Over the last month the trust made five

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									
HOLD	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-4%	1225.0p	3026.2	+134
BUY	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-16%	624.5p	1542.7	+101
United Kingdom									
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-16%	571.0p	1410.6	+35
HOLD	Invesco English & Int'l Trust	IEI	10/01/06	273.5p	700.6	-8%	283.0p	699.1	-0
Asian Regional									
BUY	Aberdeen Asian Sm Co WARRANTSAASW		09/09/03	75.3p	209.1		185.5p	458.3	+119
BUY	Gartmore China Opportunities	*	09/07/07	548.9p	1410.4		568.54p	1404.5	-0
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		340.09p	840.1	+697
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		78.73p	194.5	+83
HOLD	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		487.9p	1205.3	+7
BUY	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	-18%	278.0p	686.8	+108
Japan									
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	-11%	128.0p	316.2	-28
BUY	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-13%	50.75p	125.4	-61
BUY	Invesco Perp Japan Small Coys	*	13/07/99	61.3p	182.3		42.54p	105.1	-42
Korea									
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		230.0-243.1p	584.4	+179
International									
BUY	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0		309.37p	764.3	+315
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-18%	293.25p	724.4	-12
HOLD	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-22%	144.0p	355.7	-15

* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +95.3%. This is equal to an average annual rate of +12.4%, 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 46 closed out) is +12.1%.

Other Shares and Warrants

Alternative investments in the UK listed investment trust warrants recommended above include **Aberdeen Asian Smaller Companies** shares at 300 pence (trading at a 20% discount to net asset value).

repurchases, acquiring a total of 474,500 shares for £5.8 million.

JPMorgan European Fledgling Investment Trust plc made two buy-backs, acquiring 325,000 shares for £2.15 million.

Invesco English & International Trust plc redeemed 412,565 shares (1.4% of its capital) at 319.51 pence in its quarterly redemption, then re-purchased 51,147 shares on-market at 305¾ pence.

Aberdeen Asian Smaller Companies Investment Trust plc's shares are trading on-market at a 20% discount to net asset value - so re-purchasing shares and warrants can significantly boost the net asset value of the remaining shares. Over the last month it made eight *small* buy-backs, re-purchasing 193,145 shares and

International Investor 47,000 warrants at a total cost of £668,185. That level of repurchases is neither narrowing the discount nor cancelling sufficient shares to make a big impact on boosting net asset values.

The options are attractive for new purchases, currently trading at a 7% discount to intrinsic value (i.e. are *cheaper* than buying the shares), while the shares trade at a high 20% discount to net asset value!

Fidelity Japanese Values plc repurchased 100,000 shares on-market for £49,500.

Herald Investment Trust plc made four buy-backs totalling 739,487 shares for £2.1 million.

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	Low	-1%	0.75	12	-12	-16
	ASB NZ Shares	Low	-4%	0.67	4	-18	-14
	Fisher Fledgling Fund	Very Low	+0%	0.47	16	-15	-13
	Fisher NZ Growth Fund	Low	+6%	0.52	31	-16	-16
Avoid	ING NZ Share	Medium	-8%	0.64	-10	-23	-20
	NZ Guardian NZGT 30	Medium	-5%	0.83	1	-15	-13
	NZ Guardian Small Coys	Low	+3%	0.68	20	-9	-14
	Tower New Zealand Equity	Low	-4%	0.78	2	-15	-15
NEW ZEALAND LISTED INVESTMENT TRUSTS							
	Mid-Cap Index	Medium	-1%	0.74	14	-15	-14
Avoid	TeNZ	Medium	-8%	0.72	-4	-13	-12
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS							
	NZ Investment Trust	Low	+6%	0.50	38	-2	-8

AUSTRALIA

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
AUSTRALIAN BASED UNIT TRUSTS							
Avoid	AMP Blue Chip Trust	Very High	-13%	0.60	0	-14	-23
Avoid	AMP Equity Trust	Very High	-13%	0.65	2	-16	-24
Avoid	AMP FLI Aust	High	-15%	0.59	5	-15	-18
Avoid	AMP FLI Small Companies	Very High	-16%	0.47	-1	-14	-22
Avoid	ANZ Equity Imputation Trt	Very High	-14%	0.63	1	-15	-19
Avoid	ANZ Equity Trust No 1	Very High	-20%	0.56	-6	-17	-19
Avoid	ANZ ING Aust Shares	Low	-10%	0.17	22	3	-4
	ANZ ING Blue Chip	Very Low	-4%	0.04	39	8	-0
Avoid	AXA Australia Industrial	Very High	-24%	0.46	-23	-24	-21
Avoid	Advance Imputation Fund	Medium	-16%	0.54	-4	-12	-15
Avoid	Aust Ethical Equities	Medium	-13%	0.30	-8	-11	-12
Avoid	BT Australia	High	-9%	0.69	23	-7	-16
Avoid	BT Smaller Companies	Very High	-13%	0.53	4	-14	-21
Avoid	BT Split Trust Growth	Medium	-8%	0.64	19	-15	-18
Avoid	Challenger Aust Shares	Medium	-7%	0.60	16	-11	-19
Avoid	Col First State Aust Sh.	High	-17%	0.66	-7	-16	-18
Avoid	Col First State Dev. Coys	High	-16%	0.46	-11	-20	-22
Avoid	Col First State Future Ld	Very High	-24%	0.46	-20	-24	-21
Avoid	Col First State Imput'n	Medium	-16%	0.66	-8	-16	-19
Avoid	Commonwealth Aust Share	High	-13%	0.42	-2	-10	-20
Avoid	Commonwealth Share Income	High	-13%	0.43	-1	-10	-19
Avoid	Gold Sachs Emerging Lead.	Very High	-26%	0.30	-36	-28	-17
Avoid	Gold Sachs Leaders Trust	High	-13%	0.56	9	-8	-16
Avoid	Hunter Hall Value Growth	Very High	-11%	0.55	3	-14	-25
Avoid	ING Australia Share	Very High	-22%	0.44	-14	-21	-18
Avoid	ING Blue Chip	Very High	-16%	0.55	-5	-15	-20
Avoid	MLC Aust Tr - Aust Share	Low	-10%	0.30	-1	-10	-17
	MLC Aust Trust - Index	Medium	-0%	0.74	42	-1	-19
Avoid	Macquarie Active Aust Equ	Very High	-7%	0.70	30	-8	-17
Avoid	NAFM In Tr - Equities	Very Low	-23%	0.13	-19	-11	-5
Avoid	NAFM Inv Trust - Div Imp	High	-15%	0.59	1	-14	-17
	Parker Enhanced Leaders	Very High	-6%	0.66	12	-9	-27
Avoid	Perpetual ICSav - Aust	High	-8%	0.68	19	-10	-18
Avoid	Perpetual ICSav - Sm Coys	Very High	-16%	0.48	-10	-20	-20

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Avoid	Perpetual ICSav - Indust.	Very High	-12%	0.26	-2	11	-19
Avoid	Portfolio Ptnrs Emerging	High	-19%	0.27	-25	-10	-17
NEW ZEALAND BASED UNIT TRUSTS							
	AMP Australian Shares	Low	+0%	0.46	38	2	-15
Avoid	ANZ TranzEquity	Very Low	-9%	0.28	-3	-11	-13
	Fisher Australian Growth	Medium	+5%	0.43		-13	-25
	ING Australian Share	Medium	-0%	0.52	25	-6	-20
AUSTRALIAN LISTED INVESTMENT TRUSTS							
	Argo Investments	Very Low	+5%	0.10	50	-4	-10
Buy	Australian Foundation	Very Low	+8%	0.24	62	8	-12
	Choiseul Plantation	Very Low	+4%	0.08	27	-4	-14
Buy	Diversified United Inv.	Very Low	+11%	0.10	80	12	-12
	Huntley Investment Coy	Very Low	-2%	0.11	18	-8	-10
NEW ZEALAND LISTED INVESTMENT TRUSTS							
	Ozzy Tortis	Medium	+2%	0.72	55	4	-18

GOLD & MINING

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
AUSTRALIAN BASED UNIT TRUSTS							
Avoid	BT Natural Resources	Very High	-9%	0.80	59	21	-15
Avoid	Col First State Glb Res.	High	-8%	0.90	62	16	-11
	Gold Sachs Resources	High	+2%	0.83	100	28	-12
Avoid	ING Resources	Very High	-31%	0.62	-20	-28	-27
UNITED KINGDOM BASED UNIT TRUSTS							
Buy	First State Global Resources	Medium	+7%	0.85	134	35	-8
	JPM Natural Resources	Medium	+5%	0.91	133	22	-14
	Merrill Gold & General	High	+1%	0.71	152	34	-4
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS							
Buy	City Nat Res High Yld	Medium	+9%	0.65	116	16	-13
Buy	Merrill World Mining	Low	+15%	0.69	172	28	-15
Buy	Resources Invest Trust	Very Low	+9%	0.16	147	25	25

EMERGING MARKETS

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
UNITED KINGDOM BASED UNIT TRUSTS							
	AXA Framlington Emerging Mkts	Medium	+4%	0.94	122	17	-16
	Aberdeen Emerging Markets	Medium	+1%	0.96	99	5	-15
	BG Emerging Markets	Medium	+3%	0.93	119	14	-16
	BG Emerging Mkts Large Cap	Medium	+2%	0.93		6	-18
	CS MM Emerging Markets	Medium	-0%	0.86	68	-4	-21
	Dimensional Emerging Markets	Medium	+1%	0.95	85	7	-16
	F & C Emerging Markets	High	-2%	0.96	87	9	-18
	First State Global E/M Leaders	Low	+1%	0.92	90	7	-11
	First State Global Emerg Mkts	Low	+2%	0.92	92	7	-11
	Frank Tem Glb E/Markets	High	-1%	0.92	74	4	-27
	Gartmore Emerging Markets Opps	High	+1%	0.97	106	11	-20
	Henderson Emerging Markets	High	-5%	0.96	75	4	-19
	Invesco Perp Emerging Country	Medium	-1%	0.97	99	6	-16
	JPM Emerging Markets	Medium	+3%	0.96	110	8	-14
	Lazard Emerging Markets	Medium	+0%	0.94	88	7	-12
	Lincoln Emerging Markets	Low	-3%	0.95	58	2	-14
	Lloyd George E/Markets	Medium	-6%	0.95	63	-4	-19

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
	Martin Currie Emerging Mkts	High	-1%	0.96	94	6	-21
	Merrill Emerging Markets	High	-4%	0.98	85	7	-18
	SG Global Emerging Markets	Medium	-2%	0.93	83	8	-18
	SWIP Emerging Markets	High	-2%	0.95	92	5	-15
	Schroder Gbl Emerging Mkts	Medium	+0%	0.98	100	11	-18
	Scot Wid. Emerging Markets	Medium	-4%	0.93	67	4	-16
	UBS Global Emerging Markets	Medium	-1%	0.98	93	10	-17

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Advance Developing Mkts	Medium	+4%	0.89	110	8	-15
	Genesis Emerging Mkts	Low	+3%	0.77	88	5	-11
	JPMF Emerging Mkts	High	+1%	0.88	123	7	-15
	Templeton Emerging Mkts	High	+4%	0.90	131	21	-18

LATIN AMERICA

UNITED KINGDOM BASED UNIT TRUSTS

	F & C Latin American Equity	Medium	+2%	0.97	146	15	-14
	Invesco Perp Latin America	Medium	-1%	0.99	146	11	-13
	Scot Wid. Latin America	Medium	+1%	0.98	175	20	-10
	Threadneedle Latin America	Medium	-3%	0.98	159	15	-11

FAR EASTERN / PACIFIC (EXCL JAPAN)

NEW ZEALAND BASED UNIT TRUSTS

	AMP Asian Shares	Low	-5%	0.86	40	2	-15
	Tower Spotlight Asia	Low	-6%	0.82	37	2	-9

UNITED KINGDOM BASED UNIT TRUSTS

	AXA Pacific Growth	Medium	+2%	0.95	67	15	-23
	Allianz Dres Tot Ret Asian Eq	High	+0%	0.95	68	-2	-29
	BG Developing Asia Pacific	Medium	+5%	0.93	78	7	-22
	BG Pacific	High	+5%	0.93	82	9	-26
	Baring East	High	+5%	0.96	92	9	-29
Buy	CF Canlife Far East	High	+7%	0.93	19	-23	
	CS Asia Pacific	High	-2%	0.93	-1	-23	
	CS Orient	High	-5%	0.98	45	-2	-27
Buy	F & C Pacific Growth	Medium	+5%	0.97	92	17	-22
	Fidelity South East Asian	High	+7%	0.95	116	19	-27
	First State Asia Pac Leaders	Low	+4%	0.95	94	15	-12
	First State Asia Pac Sust.	Low	+4%	0.96	8	-13	
	First State Asia Pacific	Low	+5%	0.95	93	11	-12
	Gartmore Pacific	High	-1%	0.98	63	5	-25
	HSBC Asia Growth	Medium	+1%	0.97	67	4	-25
	HSBC Pacific Index	Medium	-2%	0.98	48	0	-21
	Halifax Far Eastern	Low	-4%	0.95	36	-6	-19
	Henderson Asia Pacific Capital	Medium	-4%	0.97	58	1	-22
	Inscape Pacific Basin	Medium	+5%	0.96	89	12	-22
	Insight Asia Pacific Equity	Medium	-0%	0.98	58	2	-22
	Invesco Perp Asian	Medium	+2%	0.98	78	3	-20
	Invesco Perp Pacific	Low	-2%	0.92	51	-6	-17
Buy	Investec Asia	High	+10%	0.96	15	-23	
	JPM Asia	High	+3%	0.97	81	6	-26
	L & G Pacific Growth	Medium	-1%	0.95	65	7	-21
	L & G Pacific Index	Medium	-2%	0.98	51	1	-21
	Legg Mason Asia Pacific	High	+6%	0.95	103	12	-25
	Liv Victoria Pacific	Medium	+2%	0.97	9	-21	
	Lloyd George Asia Pacific	Medium	-1%	0.96	4	-20	
	Lloyd George Developed Asia	Medium	-1%	0.88	48	-0	-19
	Lloyd George Eastern Opps	High	-0%	0.88	60	7	-29
	Marlborough Far East Growth	Medium	+4%	0.87	4	-17	
	Martin Currie Asian Pacific	High	+4%	0.97	85	8	-23
	New Star Asia Portfolio	Medium	+4%	0.89	77	2	-18
	New Star Pacific Growth	High	-1%	0.98	56	1	-24
	Newton Oriental	Medium	+1%	0.96	72	7	-19
	Old Mutual Asian Select	High	+5%	0.88	104	33	-20
	Premier Eastern Enterprise	Medium	-5%	0.92	-8	-22	
	Prudential Pacific Markets	Medium	-3%	0.97	51	0	-18
	Royal London Far East Gth	Medium	+1%	0.98	74	10	-20
	SG Pacific	High	+3%	0.95	8	-25	
Avoid	SJP Far East	Low	-9%	0.94	-6	-15	
	SWIP Asian Pacific	Medium	-0%	0.90	58	4	-17
	Schroder Pacific Growth	High	-3%	0.98	65	-1	-22
	Scot Mutual Far Eastern	Medium	+3%	0.97	80	13	-18
	Scot Wid. Pacific	Medium	-0%	0.97	55	3	-20
Avoid	Sing & Fried Pacific Growth	Medium	-8%	0.94	33	-10	-22
	Skandia Far East Equity Blend	Medium	-3%	0.93	4	-15	
	Stan Life Asian Pacific	High	+3%	0.94	71	5	-23
	Stan Life Pacific Basin Eq Ind	Medium	+1%	0.90	3	-19	
	Threadneedle Asia Growth	High	+5%	0.98	100	16	-21

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	Aberdeen Asian Income	Very Low	-14%	0.59	-13	-12	
Avoid	Aberdeen Asian Small Co	Low	-9%	0.69	26	-18	-14
Avoid	Aberdeen New Dawn	Medium	-10%	0.81	44	-12	-14
	Edinburgh Dragon Trust	Medium	-6%	0.78	71	-3	-13
	Fidelity Asian Values	High	+3%	0.92	74	7	-26
	Henderson TR Pacific	High	-2%	0.89	61	-5	-24
	Invesco Asia	Medium	-3%	0.92	66	-3	-19
	JPMF Asian	High	+0%	0.92	82	7	-23
	Pacific Assets	Very High	+3%	0.90	72	9	-30
	Pacific Horizons	Very High	+5%	0.81	94	0	-31
	Schroder Asia Pacific	High	+0%	0.96	50	0	-24
Avoid	Schroder Oriental Inc.	High	-10%	0.91	-11	-26	
	Scottish Oriental Sm Co	Low	-2%	0.70	41	-13	-21

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

Brazil



Mexico



Chile

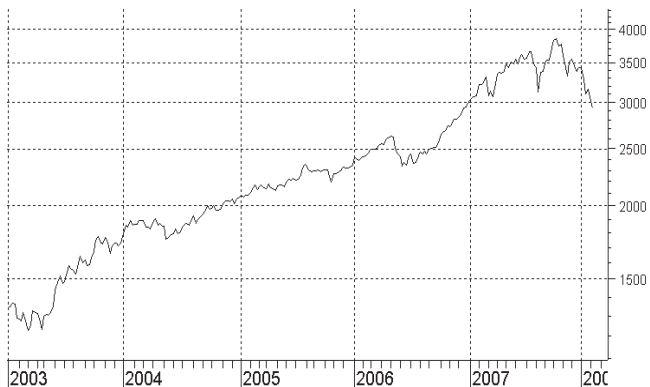


Argentina



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

Singapore



Malaysia



FAR EASTERN / PACIFIC (INCL JAPAN)

AUSTRALIAN BASED UNIT TRUSTS

BT Asian	High	+3%	0.92	59	1	-16
Invesco Asian Growth	High	-5%	0.89	24	-13	-23

UNITED KINGDOM BASED UNIT TRUSTS

L & G Far East	Medium	-1%	0.93	35	-4	-20
Lincoln Far East	Medium	-0%	0.94	31	-2	-13
Schroder Far Eastern	Low	+2%	0.95	52	1	-12

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Henderson Far East Inc.	Low	+3%	0.84	12	-4	-16
Martin Currie Pacific	Very High	+2%	0.96	49	-7	-24
Witan Pacific	Medium	-3%	0.93	-9	-9	-16

HONG KONG / CHINA REGION

UNITED KINGDOM BASED UNIT TRUSTS

Buy	First State Gtr China Growth	Low	+16%	0.66	105	8	-22
Buy	Gartmore China Growth	High	+18%	0.75	129	24	-31
	HSBC Greater China	Medium	+2%	0.81	49	1	-29
Buy	Invesco Perp HK and China	High	+14%	0.78	107	16	-31
Buy	Neptune China	High	+13%	0.79	7	-31	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	JPMF Chinese	Very High	+2%	0.67	80	0	-30
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China



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

Taiwan



KOREA

UNITED KINGDOM BASED UNIT TRUSTS

Baring Korean	High	+0%	0.80	81	10	-29
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Korea



THAILAND

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Aberdeen New Thai IT	Low	+3%	0.37	35	-1	-16
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Thailand



INDIA

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

JPMF Indian	Medium	-2%	0.78	172	22	-9
Avoid	New India	Low	-18%	0.71	-8	-13

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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India



JAPAN SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

Avoid	BG Japan Small	High	-8%	0.77	-22	-36	-19
Avoid	Fidelity Japan Sp Sits	Medium	-8%	0.69	-22	-28	-17
	Henderson Japan Capital Gth	Medium	-0%	0.68	1	-24	-12
Avoid	Invesco Perp Japan Small Coys	Medium	-11%	0.48	-36	-32	-22
Avoid	M & G Jap Small Cos	Low	-14%	0.59	-35	-36	-15
	SWIP Japan Small Coys	High	-3%	0.64	-16	-31	-25
Avoid	Threadneedle Japan Small Cos	Medium	-9%	0.67	-28	-29	-19

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	Atlantis Japan Growth	High	-11%	0.52	-34	-47	-23
	B Gifford Shin Nippon	Very High	-5%	0.79	-26	-44	-28
	Baillie Gifford Japan	Very High	-0%	0.83	-7	-39	-23
Avoid	Fidelity Japan Values	Very High	-8%	0.75	-30	-41	-26
Avoid	JPMF Japan Small	Very High	-9%	0.61	-28	-44	-29

Japan



JAPAN

AUSTRALIAN BASED UNIT TRUSTS

	Platinum Japan	Low	-3%	0.71	-3	-22	-10
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UNITED KINGDOM BASED UNIT TRUSTS

	AXA Framlington Japan & Gen.	Medium	-0%	0.85	-1	-27	-16
	AXA Japan Growth	Low	-1%	0.76	1	-24	-12
	Aberdeen Japan Growth	Medium	-5%	0.84	-14	-27	-13
	BG Japan	Medium	-2%	0.83	-2	-26	-13
	Baring Japan Growth	Medium	-3%	0.86	-6	-28	-17
Avoid	CF Canlife Japanese Growth	Medium	-7%	0.89	-27	-13	
	CS Core Japan	Medium	-5%	0.77	-25	-12	
	F & C Japan Growth	Medium	-5%	0.87	-9	-30	-16
	Fidelity Japan	Medium	-1%	0.87	5	-22	-14
	Gartmore Japan Opportunities	Medium	+1%	0.86	3	-25	-16
	HSBC Japan Index	Medium	+1%	0.87	4	-23	-13
	Halifax Japanese	Medium	+2%	0.85	8	-22	-12
	Inscape Japan Equities	Medium	-2%	0.86	-2	-25	-15
	Insight Japan Equity	Medium	+2%	0.82	7	-23	-13
	Invesco Perp Japan	Low	-1%	0.79	6	-22	-8
	JPM Japan Growth	Medium	-6%	0.76	-17	-26	-20
	L & G Japan Index	Medium	-0%	0.86	5	-23	-13
	L & G Japanese	High	-4%	0.82	-11	-29	-22
Avoid	Legg Mason Japan Equity	Medium	-32%	0.33	-59	-49	-25
	Lincoln Japan	Medium	-1%	0.84	-3	-26	-15
	Liv Victoria Japan Growth	Medium	-2%	0.93		-26	-15
	M & G Japan & General	Medium	-4%	0.81	-3	-30	-13
	Martin Currie Japan	Medium	-3%	0.87	-3	-27	-16
	Martin Currie Japan Alpha	High	-3%	0.81	-23	-19	
	Merrill Japan	Medium	-2%	0.85	-5	-27	-16
Avoid	Neptune Japan Opportunities	Very Low	-11%	0.37	-21	-10	
	New Star Japan A	High	-5%	0.85	-18	-28	-23
Avoid	Newton Japan Growth	Medium	-8%	0.84	-17	-26	-15
	Old Mutual Japanese Select	Medium	-3%	0.87	-7	-26	-16
	Prudential Japanese	Medium	-4%	0.79	-6	-27	-12
	Royal London Japan Growth	Medium	-3%	0.87	-7	-26	-14
	SWIP Japanese	Medium	-3%	0.86	-8	-28	-17
	Schroder Japan Alpha Plus	Medium	-2%	0.79	-8	-24	-20
	Schroder Tokyo	Low	-1%	0.84	-1	-21	-13
	Scot Mutual Japanese	Medium	-2%	0.82	-2	-29	-16
	Scot Wid. Japan Growth	Medium	-3%	0.85	-6	-28	-17
	Scot Wid. Japan Select	Medium	-4%	0.84	-11	-30	-16
	Skandia Japanese Equity	Medium	-4%	0.83		-24	-15
	Stan Life Japan Eq Ind Trk	Medium	+0%	0.80		-22	-11
	Stan Life Japanese	Medium	-1%	0.81	0	-26	-14
Avoid	Threadneedle Japan Growth	Medium	-7%	0.84	-14	-30	-14

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	JPMF Japanese	High	-8%	0.79	-15	-37	-20
	Perpetual Japan	Medium	+1%	0.55	14	-21	-6
	Schroder Japan Growth	High	-3%	0.79	-10	-31	-20

TECHNOLOGY

AUSTRALIAN BASED UNIT TRUSTS

	CFS Global Health Biotech	Very Low	+1%	0.53	13	-12	-9
	CFS Tech & Comms	Medium	+2%	0.91	20	-10	-15
	Platinum Intl Technology	Medium	-1%	0.67	16	-14	-10

UNITED KINGDOM BASED UNIT TRUSTS

	AXA Framlington Biotech	High	-5%	0.73	-3	-20	-14
	AXA Framlington Glb Tech.	Very High	+2%	0.85	15	-12	-22
	AXA Framlington Health	Medium	-4%	0.83	-2	-13	-14
	Frank Temp Biotech	Medium	-4%	0.64	-1	-18	-16
	Henderson Global Technology	High	+4%	0.81	21	-5	-18
	Investec Global Technology	High	-2%	0.83	4	-14	-19
	Jupiter Global Technology	Medium	-4%	0.63	-5	-16	-17
	L & G Global Health & Pharm.	Very Low	+1%	0.41		-14	-9
	L & G Global Technology	Medium	+0%	0.82	11	-13	-19
	Lincoln Internet Tollkeeper	Very High	+1%	0.80	9	-9	-17
	M & G Global Technology	High	+2%	0.92	16	-15	-18
	New Star Technology	High	+1%	0.82	14	-7	-18
	SG Technology	Very High	-1%	0.87	6	-22	-24
	Schroder Medical Discovery	Very Low	+1%	0.53	11	-15	-10

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Finsbury W/wide Pharm.	Low	-4%	0.61	-1	-14	-12
	Herald Investment Trust	Medium	-6%	0.48	-22	-35	-28
	International Biotech	Medium	+0%	0.46	7	-29	-20
Buy	Merrill New Energy Tech	Very High	+22%	0.61	117	-3	-18
	Polar Cap Technology	Very High	-3%	0.74	-2	-34	-29
	Private Equity Investor	Very Low	+6%	0.18	28	-26	-15

Next Issue:

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