

International Investor

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Inside International Investor

Fidelity Japan Values plc to issue bonus
"subscription shares" 2

Investment Fund Survey: 4 - 7
New Zealand, Australia, Gold & Mining, Emerging Markets,
Latin America, Far Eastern / Pacific, Hong Kong / China,
Korea, Thailand, India, Japan, Technology.

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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 _____ | 71% | Bearish | Bullish | Bullish | Bullish | +17.5% | +41.8% | +60.6% | 4,604.40 |
| Austria _____ | 64% | Bearish | Bullish | Bullish | Bullish | +12.1% | +33.8% | +49.8% | 2,561.12 |
| Belgium _____ | 56% | Bearish | Neutral | Bullish | Bullish | +11.6% | +26.6% | +35.3% | 2,431.71 |
| Canada _____ | 62% | Bearish | Bullish | Neutral | Bullish | +3.9% | +17.7% | +30.0% | 11,250.42 |
| Denmark _____ | 71% | Bearish | Bullish | Bullish | Bullish | +5.2% | +22.7% | +34.5% | 328.55 |
| Finland _____ | 54% | Neutral | Bearish | Neutral | Bullish | +5.7% | +12.7% | +15.4% | 6,077.70 |
| France _____ | 57% | Neutral | Neutral | Bullish | Bullish | +9.4% | +25.0% | +27.1% | 2,645.49 |
| Germany _____ | 59% | Neutral | Neutral | Bullish | Bullish | +3.9% | +23.7% | +28.6% | 5,488.25 |
| Ireland _____ | 49% | Bearish | Bearish | Bullish | Bullish | +6.6% | +23.0% | +14.7% | 2,971.96 |
| Italy _____ | 57% | Bearish | Bearish | Bullish | Bullish | +8.8% | +22.2% | +25.7% | 23,025.18 |
| Japan _____ | 61% | Bearish | Neutral | Bullish | Bullish | +2.1% | +13.7% | +25.0% | 9,789.35 |
| Netherlands _____ | 61% | Bearish | Neutral | Bullish | Bullish | +9.3% | +30.1% | +34.1% | 307.14 |
| New Zealand _____ | 65% | Bullish | Bullish | Bearish | Bullish | +11.6% | +32.6% | +22.4% | 1,449.31 |
| Norway _____ | 70% | Bearish | Bullish | Bullish | Bullish | +18.2% | +33.3% | +66.9% | 302.56 |
| Spain _____ | 69% | Bullish | Bullish | Bullish | Bullish | +9.6% | +37.4% | +44.5% | 1,209.50 |
| Sweden _____ | 66% | Bearish | Bullish | Neutral | Bullish | +9.4% | +29.5% | +61.2% | 293.00 |
| Switzerland _____ | 76% | Bearish | Bullish | Bullish | Bullish | +9.4% | +29.3% | +16.5% | 6,293.61 |
| Un. Kingdom _____ | 83% | Bearish | Bullish | Bullish | Bullish | +7.9% | +27.0% | +20.8% | 5,142.72 |
| USA _____ | 72% | Bearish | Bullish | Bullish | Bullish | +5.8% | +15.1% | +10.4% | 1,069.30 |
| Argentina _____ | 71% | Bearish | Bullish | Neutral | Bullish | +23.1% | +42.7% | +74.5% | 7,667.79 |
| Brazil _____ | 81% | Bearish | Bullish | Bullish | Bullish | +21.2% | +51.6% | +118.0% | 64,466.13 |
| Czech Rep. _____ | 76% | Bullish | Bullish | Neutral | Bullish | +3.7% | +32.2% | +41.2% | 1,135.10 |
| Chile _____ | 74% | Bearish | Bullish | Bullish | Bullish | +6.0% | +24.6% | +72.8% | 15,825.58 |
| China _____ | 59% | Bearish | Bullish | Neutral | Neutral | +4.5% | +30.6% | +149.4% | 220.27 |
| Greece _____ | 48% | Bearish | Bullish | Bearish | Bullish | +17.3% | +39.0% | +53.3% | 2,701.42 |
| Egypt _____ | 75% | Bullish | Bullish | Bullish | Bullish | +1.5% | +23.2% | +41.9% | 6,551.65 |
| Hong Kong _____ | 80% | Bearish | Bullish | Bullish | Bullish | +7.1% | +25.5% | +56.3% | 21,829.72 |
| Hungary _____ | 63% | Bearish | Bullish | Bearish | Bullish | +15.6% | +55.9% | +61.9% | 20,076.32 |
| India _____ | 61% | Bearish | Bullish | Bullish | Bullish | +9.0% | +42.9% | +74.0% | 16,158.28 |
| Indonesia _____ | 66% | Bearish | Bullish | Neutral | Bullish | +7.5% | +44.3% | +122.7% | 2,395.11 |
| Israel _____ | 87% | Bearish | Bullish | Bullish | Bullish | +7.6% | +35.4% | +48.4% | 955.17 |
| Korea _____ | 48% | Bearish | Bullish | Neutral | Neutral | +4.5% | +19.3% | +55.0% | 1,572.46 |
| Malaysia _____ | 64% | Bearish | Bullish | Neutral | Bullish | +9.5% | +27.7% | +52.7% | 1,260.76 |
| Mexico _____ | 72% | Bearish | Bullish | Bullish | Bullish | +2.2% | +20.5% | +39.7% | 29,868.62 |
| Philippines _____ | 77% | Neutral | Bullish | Bullish | Bullish | +6.0% | +30.5% | +54.6% | 2,931.47 |
| Poland _____ | 67% | Bearish | Bullish | Neutral | Bullish | +10.7% | +48.2% | +31.3% | 38,524.56 |
| Portugal _____ | 63% | Bearish | Bullish | Bullish | Bullish | +16.1% | +27.2% | +60.8% | 2,878.08 |
| Russia _____ | 77% | Bearish | Bullish | Bullish | Bullish | +29.7% | +47.3% | +47.9% | 1,986.75 |
| Singapore _____ | 73% | Neutral | Bullish | Bullish | Bullish | +7.8% | +24.4% | +57.7% | 2,658.21 |
| Sth Africa _____ | 75% | Neutral | Bullish | Bullish | Bullish | +10.4% | +31.4% | +59.8% | 25,933.45 |
| Taiwan _____ | 68% | Bearish | Bullish | Bullish | Bullish | +9.5% | +15.1% | +55.5% | 7,463.05 |
| Thailand _____ | 69% | Neutral | Bullish | Bullish | Neutral | +10.5% | +38.5% | +75.1% | 698.63 |
| Turkey _____ | 55% | Bearish | Bullish | Bearish | Bullish | +3.4% | +49.6% | +75.3% | 46,969.89 |
| Venezuela _____ | 75% | Bullish | Bullish | Bullish | Bullish | +9.8% | +14.6% | +42.1% | 50,715.86 |

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

Fidelity Japanese Values plc Bonus "Subscription Shares"

Fidelity Japanese Values plc is to proceed with a bonus issue of one "subscription share" for every ordinary share held, subject to approval by shareholders through a Special Resolution at a General Meeting to be held on 10 November.

Effectively the "subscription shares" are *warrants* which will allow the holder to buy ordinary shares at the end of any month through until 28 February 2013. The "subscription price" (or exercise price) will be the net asset value, plus 1%, and rounded up to the next whole pence as at 10 November 2009 - which we expect will be around 57 pence (subject to fluctuations in the net asset value over the next two days).

Based upon this data, we estimate that the subscription shares will be an attractive investment for investors seeking a leveraged exposure to Fidelity Japanese Values.

Based upon the ordinary shares trading around 46 pence, we estimate that the subscription shares will have a fair value of about 6.6 pence, with a warrant leverage of about 3.3 times (i.e. will rise or fall 3.3% for every 1% fluctuation in the ordinary share price). So if the ordinary shares increased 1 pence (2.2%) to 47 pence then the fair value of the subscription shares would increase about 0.5 pence (7.2%) to 7.1 pence. Similarly, a 1 pence fall in the ordinary shares to 45 pence would value the subscription shares at about 6.1 pence.

The subscription shares will have three years and three months until their final exercise/expiry date. The share price will need to appreciate by about 6.7% per annum compound over that period to reach the current net asset value (and the expected subscription price) or the subscription shares will expire worthless. For additional subscription shares that investors can buy on-market, we estimate - for purchases at around 4-6 pence - a *Break-Even* rate of around 9-10% p.a.

So the subscription shares (or warrants) offer a long term and highly leveraged way to invest in Fidelity Japanese Values. If the shares appreciate by *less than* about 6.7% then the subscription shares will eventually expire worthless. For additional subscription shares bought on-market, the ordinary shares will need to appreciate 9-10% p.a. to cover the initial cost of the additional shares.

For capital appreciation in excess of 10%, the subscription shares will start to accumulate leveraged returns. If the ordinary shares rise 15% p.a. over the next three years and three months (up 59% to 73 pence) then the subscription shares will appreciate in value to 16 pence (up 142% on their current *fair value*). If the ordinary shares rise 20% p.a. (up 83% to 84 pence) then the subscription shares will rise to 27 pence (up 309%).

As always, Subscription shares or warrants can offer the potential for leveraged gains *if* the ordinary shares perform well, but can become worthless if the ordinary

shares fail to grow in value. The new Fidelity Japanese Values subscription shares will offer an attractive risk/return profile. The subscription shares have a long 3.3 years life, high 3.3 times leverage and a reasonable break-even rate of around 9-10%. The subscription shares should therefore be attractive to investors prepared to accept higher risks and wishing to add some leverage to their portfolios (but without the risks of margin loans) in the pursuit of potentially higher returns.

Fidelity Japanese Values plc Change of Investment Policy

Fidelity Japanese Values plc is also seeking shareholder approval for a change in investment policy that will enable the trust to invest in "Contracts for Difference" (CFD) over Japanese shares.

The trust wishes to be able to leverage its portfolio, but its bank loan is repayable this month and refinancing similar facilities is now more difficult and more expensive. CFDs are a derivative where the trust can contract with its broker and receive the benefit of any gain in share price (plus dividends) or pay an amount equal to any losses in the share price of particular Japanese shares. The trust will also pay a funding charge equal to the one week LIBOR Yen deposit rate plus a margin of 0.35%. This is cheaper than traditional bank loans.

CFDs are often sold to smaller, unsophisticated investors, allowing them to make extremely leveraged bets on the future direction of a company's share price. For example, CFDs can often be purchased on an initial deposit of just 3-10% - offering 10-33 times leverage!! Fidelity Japanese Values intend that "the majority of the company's exposure to Japanese equities will be through direct investment" in shares. Portfolio leverage, obtained by using CFDs, will not exceed 130% (i.e. 1.3 times leverage) at the time of buying a CFD or share and will "not exceed 140% at any other time unless exceptional circumstances exist".

The main danger of derivatives is excessive leverage by inexperienced investors (and in that we would include many of the professional traders with many financial institutions!). Fidelity Japanese Values' use of CFDs to achieve a moderate level of portfolio leverage should be little different to the previous risks involved in using bank debt to achieve the same purpose.

UK Tax Change

The Finance Act 2009 has changed the treatment of dividends and other distributions received from foreign companies by UK companies and investment funds. These distributions are now exempt from UK tax. That will leave more net income of our listed investment trusts available for distribution.

Most of our investment trusts have low income yields - with most returns coming from long term capital growth - so the impact of this tax reduction will not be huge, but it does further improve the attraction of investing via UK based funds.

Fund Reports

Aberdeen Asian Smaller Companies Investment Trust plc lifted its net asset value 12.5% over the year to 31 July 2009 - outperforming its two benchmark indices which rose 6.5% and 4.0%.

A 5.0 pence dividend will be paid on 27 November, to shareholders as at 23 October. We currently own warrants, which do not receive dividends.

The trust invests in "attractively valued and well-run businesses".

Our "Market Analysis" newsletter has many investments in Australia which we feel offer good value and growth - so it is interesting to see the Manager of this fund write "From an investment perspective, Australia has limited long-term upside compared with the rest of Asia and few companies with which we feel comfortable".

The fund is over-weighted in India, where "the Indian stock universe of around 7,000 companies provide great stock-picking potential" although "the vast majority" of these companies "can be disregarded with a cursory glance".

On the other hand it is under-weighted in China - which has hurt performance - owing to "the lack of

proven management, poor transparency and complicated corporate structures".

While the Fund Manager is "confident about the growth prospects of the region's economies in the long term" it is concerned that the global economy may suffer a "double dip recession".

Scottish Oriental Smaller Companies Trust plc recorded a 20.5% gain in net assets over the year to 31 August, outperforming its benchmark index which rose 9.0%. The annual dividend will be raised 20.0% to 6.0 pence. This will be paid on 29 January, to shareholders on the register on 18 December.

The Manager believes that "the short term outlook for Asian stockmarkets is uncertain". "Strong momentum may result in further gains, but at the risk of a harder correction in the future". The region is still dependent upon exports to the West, but this "should diminish over time as domestic consumption rises".

Higher inflation and slightly higher interest rates - as a result of "quantitative easing by European and US central banks" - "should have a positive impact on individual consumption" owing to "the region's high savings rate". The fund "continues to have a substantial position in consumer related companies".

| 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 | -10% | 1079.0p | 2468.0 | +91 |
| BUY | JFM Fleming Euro Fledgeling IT plc | JFF | 15/01/02 | 226.5p | 765.8 | -19% | 643.5p | 1471.9 | +92 |
| United Kingdom | | | | | | | | | |
| BUY | Aberforth Smaller Cos Trt plc | ASL | 15/07/03 | 375.5p | 1042.0 | -14% | 522.0p | 1194.0 | +15 |
| HOLD | Invesco English & Int'l Trust | IEI | 10/01/06 | 273.5p | 700.6 | -10% | 213.0p | 487.2 | -30 |
| Asian Regional | | | | | | | | | |
| BUY | Aberdeen Asian Sm Co WARRANTS AASW | | 09/09/03 | 75.3p | 209.1 | | 244.0p | 558.1 | +167 |
| BUY | Gartmore China Opportunities | * | 09/07/07 | 548.9p | 1410.4 | | 594.31p | 1359.4 | -4 |
| HOLD | Gartmore Pacific Growth Fund | * | 29/10/85 | 41.4p | 105.4 | | 355.6p | 813.4 | +672 |
| HOLD | HSBC Asian Fund | * | 10/11/98 | 34.4p | 106.3 | | 77.2p | 176.6 | +66 |
| BUY | Henderson Asia Pac Capital | * | 08/08/00 | 342.2p | 1122.6 | | 542.0p | 1239.7 | +10 |
| BUY | Scot Oriental Smaller Coy | SST | 11/11/03 | 121.9p | 330.5 | -9% | 366.25p | 837.7 | +153 |
| Japan | | | | | | | | | |
| BUY | Baillie Gifford Shin Nippon plc | BGS | 11/01/94 | 156.0p | 440.3 | -19% | 111.0p | 253.9 | -42 |
| BUY | Fidelity Japan Values plc | FJV | 10/01/06 | 126.0p | 322.7 | -17% | 46.0p | 105.2 | -67 |
| HOLD | Invesco Perp Japan Small Coys | * | 13/07/99 | 61.3p | 182.3 | | 46.24p | 105.8 | -42 |
| Korea | | | | | | | | | |
| HOLD | Baring Korea Trust | * | 12/04/94 | 81.1p | 209.4 | | 182.7-193.7p | 430.5 | +106 |
| International | | | | | | | | | |
| HOLD | Aberdeen Emerging Markets | * | 13/08/91 | 61.7p | 184.0 | | 382.07p | 873.9 | +375 |
| BUY | Herald Investment Trust | HRI | 12/10/04 | 310.8p | 820.1 | -8% | 322.5p | 737.6 | -10 |
| HOLD | Private Equity Investor plc | PEQ | 11/12/01 | 122.5p | 420.2 | -33% | 126.5p | 289.3 | -31 |

* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +89.4%. This is equal to an average annual rate of +9.5%, 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 +10.8%.

Other Shares and Warrants

Alternative investments in the UK listed investment trust warrants recommended above include **Aberdeen Asian Smaller Companies** shares at 348½ pence (trading at a 13% discount to net asset value).

Investment Fund Survey

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

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

NEW ZEALAND

NEW ZEALAND BASED UNIT TRUSTS

| | | | | | | |
|--------------------------|--------|-----|------|-----|----|----|
| AMPNZ Share | Medium | -1% | 0.83 | -13 | 17 | 4 |
| ASBNZ Shares | Medium | -5% | 0.74 | -22 | 14 | 6 |
| Fisher Fledgling Fund | Medium | -4% | 0.58 | -24 | 8 | 9 |
| Fisher NZ Growth Fund | High | -3% | 0.59 | -28 | 7 | 11 |
| ING NZ Share | Medium | -5% | 0.84 | -29 | 18 | 8 |
| NZ Guardian Small Coys | Medium | +4% | 0.42 | -10 | 58 | 18 |
| Tower New Zealand Equity | High | +0% | 0.88 | -16 | 23 | 10 |

NEW ZEALAND LISTED INVESTMENT TRUSTS

| | | | | | | |
|---------------|--------|-----|------|-----|----|---|
| Mid-Cap Index | Medium | -6% | 0.68 | -26 | -1 | 5 |
| TeNZ | Low | -6% | 0.74 | -24 | 9 | 2 |

New Zealand



AUSTRALIA

AUSTRALIAN BASED UNIT TRUSTS

| | | | | | | |
|---------------------------------|-----------|------|------|-----|----|----|
| AMP Blue Chip Trust | Medium | -3% | 0.81 | -18 | 39 | 14 |
| AMP Equity Trust | High | -5% | 0.78 | -26 | 36 | 15 |
| Avoid AMP FLI Aust | Medium | -7% | 0.78 | -26 | 29 | 14 |
| AMP FLI Small Companies | High | -1% | 0.64 | -27 | 60 | 15 |
| Avoid ANZ Equity Imputation Trt | Medium | -11% | 0.69 | -38 | 22 | 10 |
| Avoid ANZ Equity Trust No 1 | High | -10% | 0.67 | -37 | 30 | 11 |
| Avoid AXA Australia Industrial | Medium | -9% | 0.66 | -29 | 26 | 14 |
| Avoid Advance Imputation Fund | Medium | -9% | 0.75 | -26 | 22 | 9 |
| Aust Ethical Equities | Low | +5% | 0.53 | 9 | 40 | 8 |
| BT Australia | Medium | -5% | 0.81 | -21 | 28 | 8 |
| BT Smaller Companies | Very High | -2% | 0.73 | -28 | 54 | 17 |
| Avoid BT Split Trust Growth | Very Low | -9% | 0.67 | -27 | 13 | 2 |
| Avoid Challenger Aust Shares | Medium | -12% | 0.73 | -41 | 13 | 6 |
| Col First State Aust Sh. | Medium | -3% | 0.83 | -19 | 43 | 11 |
| Col First State Dev. Coys | High | +1% | 0.73 | -15 | 71 | 24 |
| Col First State Future Ld | High | -3% | 0.66 | -27 | 69 | 18 |
| Col First State Imput'n | Medium | -4% | 0.84 | -20 | 41 | 11 |
| Commonwealth Aust Share | Medium | -1% | 0.43 | -12 | 36 | 16 |
| Commonwealth Share Income | Low | -3% | 0.45 | -12 | 37 | 16 |
| Avoid Gold Sachs Emerging Lead. | High | -10% | 0.58 | -39 | 42 | 12 |
| Gold Sachs Leaders Trust | Medium | -4% | 0.67 | -20 | 29 | 10 |
| Hunter Hall Value Growth | Medium | -3% | 0.61 | -20 | 53 | 12 |
| Avoid ING Australia Share | High | -7% | 0.71 | -29 | 31 | 13 |
| Avoid ING Blue Chip | Medium | -11% | 0.69 | -35 | 25 | 11 |
| Avoid MLC Aust Tr - Aust Share | Medium | -7% | 0.75 | -25 | 25 | 10 |
| MLC Aust Trust - Index | Medium | -6% | 0.66 | -23 | 9 | 9 |
| Avoid Macquarie Active Aust Equ | High | -7% | 0.73 | -30 | 33 | 14 |
| Avoid NAFM In Tr - Equities | Very Low | -8% | 0.01 | 1 | 12 | 4 |
| Avoid NAFM Inv Trust - Div Imp | Medium | -9% | 0.75 | -28 | 26 | 8 |
| Parker Enhanced Leaders | Very High | -2% | 0.85 | -22 | 33 | 12 |
| Perpetual ICSav - Aust | Medium | -1% | 0.85 | -11 | 34 | 12 |
| Perpetual ICSav - Sm Coys | Very High | -3% | 0.75 | -25 | 47 | 26 |
| Perpetual ICSav - Indust. | High | +6% | 0.49 | 11 | 32 | 14 |

NEW ZEALAND BASED UNIT TRUSTS

| | | | | | | |
|--------------------------|--------|-----|------|----|----|----|
| AMP Australian Shares | Medium | +4% | 0.75 | 2 | 47 | 17 |
| Fisher Australian Growth | Medium | +4% | 0.37 | -5 | 75 | 27 |
| Buy ING Australian Share | Medium | +8% | 0.77 | 13 | 54 | 14 |

AUSTRALIAN LISTED INVESTMENT TRUSTS

| | | | | | | |
|-------------------------|----------|-----|------|-----|----|----|
| Argo Investments | Low | -2% | 0.59 | -4 | 21 | 7 |
| Australian Foundation | Low | +3% | 0.51 | 15 | 29 | 7 |
| Choiseul Plantation | Very Low | -4% | 0.40 | -10 | 22 | 9 |
| Diversified United Inv. | Medium | +1% | 0.59 | 2 | 23 | 10 |

NEW ZEALAND LISTED INVESTMENT TRUSTS

| | | | | | | |
|-------------|-----|-----|------|---|----|----|
| Ozzy Tortis | Low | +1% | 0.61 | 7 | 26 | 11 |
|-------------|-----|-----|------|---|----|----|

Australia



GOLD & MINING

AUSTRALIAN BASED UNIT TRUSTS

| | | | | | | |
|--------------------------------|-----------|-----|------|-----|----|----|
| BTNatural Resources | Very High | +2% | 0.95 | -8 | 78 | 12 |
| Avoid Col First State Glb Res. | Medium | -7% | 0.95 | -26 | 28 | 0 |
| Gold Sachs Resources | High | +4% | 0.90 | -4 | 46 | 0 |
| Avoid ING Resources | Very High | -9% | 0.83 | -49 | 85 | 4 |

UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | | |
|------------------------------|--------|------|------|----|----|---|
| Buy Blackrock Gold & General | Medium | +14% | 0.55 | 25 | 63 | 1 |
| First State Global Resources | Low | +5% | 0.85 | 14 | 36 | 2 |
| JPM Natural Resources | Medium | +3% | 0.92 | 2 | 66 | 6 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | |
|------------------------------|----------|-----|------|-----|----|---|
| Blackrock Commodities | Medium | -6% | 0.70 | 19 | -3 | |
| Blackrock World Mining | High | +1% | 0.89 | -14 | 55 | 0 |
| City Nat Res High Yld | Medium | +4% | 0.71 | 4 | 59 | 2 |
| Close Enhanced Commod. | Low | -6% | 0.49 | 23 | 7 | |
| Avoid Close Enhanced Comm II | Very Low | -9% | 0.33 | 12 | -5 | |

EMERGING MARKETS

UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | | |
|-------------------------------------|--------|-----|------|-----|----|----|
| AXA Framlington Emerging Mkts | Medium | +2% | 0.97 | 11 | 35 | -2 |
| Aberdeen Emerging Markets | Medium | +4% | 0.97 | 25 | 34 | 1 |
| Allianz RCM BRIC Stars | High | -6% | 0.82 | 43 | 6 | |
| BG Emerging Markets | High | +2% | 0.99 | 17 | 45 | 2 |
| BG Emerging Mkts Large Cap | High | -0% | 0.97 | 1 | 30 | 1 |
| Blackrock Emerging Markets | High | +0% | 0.97 | 9 | 40 | 2 |
| Dimensional Emerging Markets | Medium | +4% | 0.98 | 17 | 39 | -1 |
| F & C Emerging Markets | Medium | +0% | 0.97 | 7 | 34 | 2 |
| Fidelity Emerging E/M/E & A | Medium | +1% | 0.94 | 37 | 4 | |
| First State Global E/M Leaders | Low | +4% | 0.89 | 25 | 26 | -3 |
| First State Global Emerg Mkts | Low | +3% | 0.98 | 24 | 32 | -2 |
| Frank Tem Gbl E/Markets | High | -1% | 0.96 | 6 | 37 | -0 |
| Gartmore Emerging Markets Opps | Medium | -4% | 0.98 | -2 | 18 | -1 |
| Henderson Emerging Markets | Medium | +1% | 0.98 | 5 | 31 | -1 |
| Invesco Perp Emerging Country | Medium | -2% | 0.98 | 5 | 28 | 1 |
| Avoid Investec Africa & Middle East | Low | -7% | 0.77 | 6 | -4 | |
| JPM Emerging Markets | Medium | +1% | 0.99 | 8 | 27 | -1 |
| Lazard Emerging Markets | Medium | +1% | 0.97 | 6 | 29 | 0 |
| Lincoln Emerging Markets | Medium | -0% | 0.98 | 6 | 28 | -2 |
| Martin Currie Emerging Mkts | Medium | -5% | 0.98 | -11 | 23 | -2 |
| Buy McInroy & Wood E/Markets | Low | +7% | 0.67 | 52 | 3 | |
| Neptune Emerging Markets | High | +1% | 0.96 | 43 | 2 | |
| SWIP Emerging Markets | High | -1% | 0.98 | -1 | 32 | -0 |
| Schroder Gbl Emerging Mkts | Medium | +2% | 0.99 | 14 | 33 | 1 |
| Scot Wid. Emerging Markets | Medium | -2% | 0.98 | -3 | 30 | 0 |
| UBS Global Emerging Markets | High | -1% | 0.99 | 6 | 38 | 2 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | |
|-------------------------------|--------|-----|------|----|----|----|
| Avoid Advance Developing Mkts | Medium | -7% | 0.88 | -6 | 11 | -3 |
| JPMF Emerging Mkts | High | +0% | 0.95 | 7 | 25 | -1 |
| Buy Templeton Emerging Mkts | High | +7% | 0.97 | 31 | 48 | 3 |

LATIN AMERICA

UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | | |
|----------------------------|--------|-----|------|----|----|----|
| Invesco Perp Latin America | Medium | -2% | 0.94 | 19 | 46 | 11 |
| Neptune Latin America | Medium | -3% | 0.90 | 52 | 12 | |
| Scot Wid. Latin America | Medium | +2% | 0.96 | 34 | 44 | 10 |
| Threadneedle Latin America | Medium | -0% | 0.95 | 25 | 45 | 11 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | |
|-----------------------|------|-----|------|----|----|
| Blackrock Latin Amer. | High | +5% | 0.91 | 71 | 12 |
|-----------------------|------|-----|------|----|----|

Current Investment Fund Advice

Risk Rating

Superiority Rating

Market Correlation

Performance 36 mth 12 mth 3 mth

Brazil



Mexico



Chile



Argentina



FAR EASTERN / PACIFIC (EXCL JAPAN)

| NEW ZEALAND BASED UNIT TRUSTS | | | | | | |
|---|-----------|-----|------|-----|----|----|
| AMP Asian Shares | Medium | -2% | 0.82 | -1 | 27 | -0 |
| Tower Spotlight Asia | Medium | -2% | 0.91 | 3 | 32 | -3 |
| UNITED KINGDOM BASED UNIT TRUSTS | | | | | | |
| Allianz Dres Tot Ret Asian Eq | Medium | -1% | 0.96 | 0 | 31 | -5 |
| BG Developing Asia Pacific | Medium | -3% | 0.93 | -3 | 15 | -3 |
| BG Pacific | High | +3% | 0.96 | 3 | 54 | -6 |
| Baring East | Medium | +0% | 0.97 | 6 | 23 | -7 |
| CF Canlife Far East | Medium | +6% | 0.95 | 36 | 37 | -3 |
| F & C Pacific Growth | Medium | -0% | 0.97 | 3 | 28 | -5 |
| Fidelity South East Asian | Medium | +6% | 0.96 | 31 | 40 | -3 |
| First State Asia Pac Leaders | Low | +3% | 0.97 | 27 | 19 | -3 |
| First State Asia Pacific | Low | +3% | 0.97 | 24 | 24 | -2 |
| Gartmore Pacific | Medium | +0% | 0.97 | 7 | 32 | -2 |
| HSBC Asia Growth | Medium | -2% | 0.97 | 1 | 23 | -7 |
| HSBC Pacific Index | Medium | -5% | 0.95 | -4 | 25 | -0 |
| Halifax Far Eastern | Medium | -5% | 0.98 | -10 | 33 | -2 |
| Henderson Asia Pacific Capital | High | +4% | 0.96 | 8 | 45 | -6 |
| Invesco Perp Asian | Medium | +2% | 0.99 | 13 | 37 | -3 |
| Invesco Perp Pacific | Medium | -1% | 0.96 | 7 | 24 | -6 |
| Investec Asia | Medium | +4% | 0.97 | 19 | 31 | -4 |
| JPM Asia | High | +3% | 0.97 | 11 | 36 | -6 |
| L & G Pacific Growth | Medium | -4% | 0.98 | -3 | 29 | -5 |
| L & G Pacific Index | Medium | -4% | 0.98 | -2 | 26 | -2 |
| Legg Mason Asia Pacific | Medium | -3% | 0.98 | -0 | 19 | -5 |
| Liv Victoria Pacific | Medium | +2% | 0.99 | 15 | 34 | -3 |
| Lloyd George Asia Pacific | Medium | -5% | 0.98 | -9 | 22 | -4 |
| Lloyd George Eastern Opps | High | -1% | 0.94 | 3 | 43 | -2 |
| Marlborough Far East Growth | Medium | +2% | 0.94 | 17 | 25 | -4 |
| Martin Currie Asian Pacific | Medium | -2% | 0.97 | 2 | 18 | -6 |
| New Star Asia Portfolio | Medium | -0% | 0.95 | 5 | 32 | -2 |
| New Star Pacific Growth | High | -4% | 0.98 | -7 | 27 | -4 |
| Newton Oriental | Medium | +1% | 0.93 | 6 | 31 | -2 |
| Old Mutual Asian Select | Medium | +2% | 0.92 | 23 | 31 | -3 |
| Prudential Pacific Markets | Medium | -2% | 0.98 | 1 | 37 | -0 |
| Royal London Far East Gth | Medium | +1% | 0.97 | 14 | 26 | -2 |
| SJP Far East | Medium | -6% | 0.92 | -6 | 14 | -5 |
| SWIP Asian Pacific | Medium | -3% | 0.92 | 2 | 27 | 3 |
| Schroder Pacific Growth | Medium | -2% | 0.98 | -0 | 30 | -5 |
| ScotWid. Pacific | Medium | -0% | 0.98 | 2 | 28 | -2 |
| Avoid Sing & Fried Pacific Growth | Low | -7% | 0.95 | -15 | 17 | -6 |
| StanLife Asian Pacific | Medium | +1% | 0.96 | 8 | 27 | -1 |
| Threadneedle Asia Growth | Medium | +4% | 0.98 | 13 | 33 | -5 |
| UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS | | | | | | |
| Aberdeen Asian Income | Low | -5% | 0.78 | 1 | 27 | 6 |
| Aberdeen Asian Small Co | Low | -6% | 0.73 | -9 | 37 | 3 |
| Aberdeen New Dawn | High | +1% | 0.87 | -8 | 34 | -9 |
| Edinburgh Dragon Trust | Medium | +2% | 0.89 | 6 | 31 | -7 |
| Fidelity Asian Values | High | +5% | 0.95 | 21 | 47 | -2 |
| Buy Henderson TR Pacific | Very High | +8% | 0.91 | 8 | 55 | -6 |
| Invesco Asia | High | +4% | 0.95 | 13 | 40 | -3 |
| JPMF Asian | High | +3% | 0.94 | 0 | 36 | -9 |
| Pacific Assets | High | +2% | 0.93 | -8 | 42 | -7 |
| Pacific Horizons | Very High | +4% | 0.90 | -13 | 53 | -6 |
| Schroder Asia Pacific | High | +1% | 0.97 | 3 | 43 | -1 |
| Schroder Oriental Inc. | High | -1% | 0.90 | -6 | 63 | 7 |
| Scottish Oriental Sm Co | Medium | +4% | 0.81 | 13 | 60 | 3 |

FAR EASTERN / PACIFIC (INCL JAPAN)

| AUSTRALIAN BASED UNIT TRUSTS | | | | | | |
|---|--------|------|------|-----|----|-----|
| BT Asian | High | +5% | 0.92 | -8 | 42 | -2 |
| Avoid Invesco Asian Growth | Medium | -11% | 0.84 | -33 | 4 | -1 |
| UNITED KINGDOM BASED UNIT TRUSTS | | | | | | |
| Lincoln Far East | Medium | +2% | 0.96 | 2 | 26 | -2 |
| Schroder Far Eastern | Medium | +5% | 0.96 | 5 | 29 | -1 |
| UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS | | | | | | |
| Buy Aberdeen All Asia | Medium | -0% | 0.77 | | 23 | -3 |
| Henderson Far East Inc. | Medium | +7% | 0.85 | 2 | 29 | -9 |
| Martin Currie Pacific | High | -1% | 0.91 | -22 | 8 | -11 |
| Witan Pacific | High | -3% | 0.89 | -22 | 10 | -8 |

HONG KONG / CHINA REGION

| UNITED KINGDOM BASED UNIT TRUSTS | | | | | | |
|---|-----------|------|------|----|----|----|
| Buy Baring China Growth | High | +7% | 0.91 | | 44 | -9 |
| Buy First State Gtr China Growth | Medium | +7% | 0.86 | 40 | 33 | -5 |
| Buy Gartmore China Growth | High | +8% | 0.88 | 36 | 36 | -6 |
| Invesco Perp HK and China | Medium | +6% | 0.90 | 30 | 39 | -6 |
| Jupiter China | Medium | +5% | 0.70 | | 62 | -8 |
| Neptune China | High | +5% | 0.90 | 17 | 44 | -2 |
| UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS | | | | | | |
| Buy JPMF Chinese | Very High | +11% | 0.88 | 39 | 58 | -7 |

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

Hong Kong



China



Taiwan



KOREA

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

Korea



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

THAILAND

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | |
|-------------------|--------|-----|------|-----|----|---|
| AberdeenNewThaiIT | Medium | -4% | 0.65 | -21 | 27 | 4 |
|-------------------|--------|-----|------|-----|----|---|

Thailand



INDIA

UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | |
|---------------|--------|-----|------|----|----|
| Jupiter India | Medium | +6% | 0.93 | 48 | -3 |
| Neptune India | Low | +1% | 0.83 | 38 | -6 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | |
|-------------|---------|-----|------|----|----|----|
| JPMF Indian | Medium | -5% | 0.92 | -5 | 23 | -6 |
| NewIndia | VeryLow | -2% | 0.66 | 1 | 32 | -4 |

India



JAPAN

AUSTRALIAN BASED UNIT TRUSTS

| | | | | | | |
|----------------|--------|-----|------|-----|----|----|
| Platinum Japan | Medium | +4% | 0.68 | -22 | 14 | -5 |
|----------------|--------|-----|------|-----|----|----|

UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | | | |
|-------|------------------------------|---------|------|------|-----|-----|-----|
| Avoid | AXA Framlington Japan & Gen. | Low | -10% | 0.93 | -42 | -13 | -10 |
| Avoid | Aberdeen Japan Growth | Low | -10% | 0.81 | -38 | -12 | -10 |
| | BG Japan | Low | -6% | 0.94 | -34 | -10 | -10 |
| Avoid | Baring Japan Growth | Medium | -13% | 0.91 | -48 | -16 | -9 |
| Avoid | Blackrock Japan | Low | -14% | 0.91 | -49 | -17 | -11 |
| | CF Canlife Japanese Growth | Medium | -3% | 0.95 | -30 | -2 | -10 |
| | Fidelity Japan | Medium | -5% | 0.86 | -38 | -9 | -13 |
| Avoid | Gartmore Japan Opportunities | Low | -9% | 0.89 | -38 | -13 | -9 |
| Avoid | HSBC Japan Index | Low | -8% | 0.94 | -37 | -13 | -11 |
| | Halifax Japanese | Medium | -6% | 0.94 | -36 | -12 | -11 |
| | Invesco Perp Japan | Medium | +5% | 0.73 | -11 | 9 | -10 |
| Avoid | JPM Japan Growth | Low | -13% | 0.77 | -43 | -7 | -8 |
| | L & G Japan Index | Medium | -6% | 0.94 | -37 | -12 | -11 |
| Avoid | L & G Japanese | Low | -15% | 0.90 | -51 | -17 | -13 |
| Avoid | Legg Mason Japan Equity | VeryLow | -23% | 0.42 | -62 | 7 | -8 |
| Avoid | Lincoln Japan | Low | -8% | 0.93 | -40 | -12 | -11 |
| | Liv Victoria Japan Growth | Medium | -6% | 0.94 | -41 | -6 | -11 |
| | M & G Japan & General | Medium | -0% | 0.93 | -34 | 1 | -11 |
| | Martin Currie Japan | Medium | -6% | 0.96 | -40 | -8 | -12 |
| | Martin Currie Japan Alpha | High | +2% | 0.93 | -35 | -1 | -12 |
| | Neptune Japan Opportunities | VeryLow | +6% | 0.09 | 25 | 7 | -18 |
| Avoid | Newton Japan Growth | Medium | -11% | 0.86 | -49 | -13 | -10 |
| | Old Mutual Japanese Select | Medium | -5% | 0.94 | -38 | -10 | -12 |
| | Prudential Japanese | Medium | -2% | 0.94 | -35 | -7 | -12 |
| | Royal London Japan Growth | Medium | -3% | 0.95 | -31 | -2 | -10 |
| | SWIP Japanese | Medium | -6% | 0.91 | -39 | -9 | -11 |

| Current Advice | Investment Fund | Risk Rating | Superiority Rating | Market Correlation | Performance | | |
|----------------|---------------------------|-------------|--------------------|--------------------|-------------|--------|-------|
| | | | | | 36 mth | 12 mth | 3 mth |
| | Schroder Japan Alpha Plus | Medium | -4% | 0.88 | -34 | 2 | -6 |
| | Schroder Tokyo | Low | -5% | 0.91 | -30 | -7 | -10 |
| | ScotWid. Japan Growth | Medium | -6% | 0.91 | -39 | -10 | -11 |
| Avoid | ScotWid. Japan Select | Medium | -8% | 0.89 | -42 | -11 | -10 |
| Avoid | StanLife Japanese | Medium | -7% | 0.78 | -45 | -12 | -11 |
| Avoid | Threadneedle Japan Growth | Medium | -11% | 0.89 | -44 | -16 | -10 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | | |
|-------|-------------------------|-----------|------|------|-----|-----|-----|
| Avoid | JPMF Japanese | Medium | -15% | 0.68 | -56 | -13 | -11 |
| Avoid | Japanese Accelerated | High | -8% | 0.59 | -7 | -11 | |
| Avoid | Melchior Japan Inv Trt | Low | -26% | 0.34 | 5 | -3 | |
| | Morant Wright Japan Inc | Very High | +6% | 0.64 | 22 | -15 | |
| Avoid | Schroder Japan Growth | Medium | -10% | 0.79 | -47 | -6 | -10 |

Japan



JAPAN SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | | | |
|-------|-------------------------------|--------|-----|------|-----|-----|-----|
| | BG Japan Small | Medium | -5% | 0.78 | -42 | 3 | -3 |
| | Henderson Japan Capital Gth | Medium | +1% | 0.94 | -37 | -12 | -12 |
| Avoid | Invesco Perp Japan Small Coys | Low | -7% | 0.61 | -36 | 3 | -4 |
| | M & G Jap Small Cos | High | +5% | 0.76 | -30 | 20 | -4 |
| | SWIP Japan Small Coys | Low | -6% | 0.63 | -37 | 2 | -0 |
| | Threadneedle Japan Small Cos | Medium | +1% | 0.83 | -39 | -4 | -16 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | | |
|-------|-------------------------|-----------|------|------|-----|-----|-----|
| | B Gifford Shin Nippon | High | -3% | 0.43 | -55 | 6 | -5 |
| | Baillie Gifford Japan | Very High | +3% | 0.86 | -50 | -1 | -11 |
| | Fidelity Japan Values | Very High | +2% | 0.76 | -55 | -5 | -13 |
| Avoid | JPM Flem Japan Small Co | High | -10% | 0.59 | -13 | -15 | |

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

TECHNOLOGY

AUSTRALIAN BASED UNIT TRUSTS

| | | | | | | | |
|-----|---------------------------|-----------|-----|------|-----|----|----|
| | CFS Global Health Biotech | Low | -3% | 0.67 | -21 | -7 | -8 |
| | CFS Tech & Comms | Very High | -1% | 0.92 | -24 | 6 | -4 |
| Buy | Platinum Intl Technology | High | +7% | 0.62 | -5 | 26 | -2 |

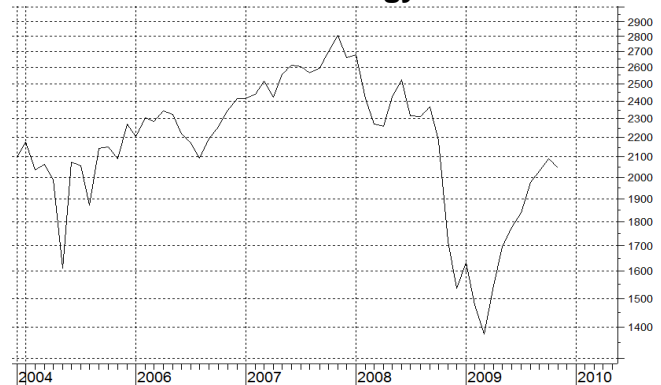
UNITED KINGDOM BASED UNIT TRUSTS

| | | | | | | | |
|--|------------------------------|----------|-----|------|-----|-----|-----|
| | AXA Framlington Biotech | Low | +2% | 0.54 | -13 | -11 | -16 |
| | AXA Framlington Glb Tech. | High | +5% | 0.85 | -4 | 19 | -0 |
| | AXA Framlington Health | Medium | -3% | 0.86 | -19 | -7 | -8 |
| | Frank Temp Biotech | Very Low | +1% | 0.50 | -13 | -15 | -16 |
| | Henderson Global Technology | Medium | +3% | 0.88 | -5 | 7 | -3 |
| | L & G Global Health & Pharm. | Low | -3% | 0.73 | -17 | -11 | -7 |
| | L & G Global Technology | High | +1% | 0.85 | -15 | 7 | -4 |
| | Lincoln Internet Talkkeeper | High | +6% | 0.77 | -5 | 9 | -3 |
| | New Star Technology | Medium | -3% | 0.90 | -17 | 1 | -3 |
| | Schroder Medical Discovery | Low | -3% | 0.78 | -15 | -7 | -7 |

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

| | | | | | | | |
|-------|-------------------------|-----------|------|------|-----|-----|-----|
| Buy | Blackrock New Energy | Very High | +10% | 0.74 | -26 | 13 | -18 |
| | Finsbury W/wide Pharm. | Low | -1% | 0.67 | -16 | -6 | -11 |
| | Herald Investment Trust | Very High | -4% | 0.62 | -31 | 28 | 3 |
| | Polar Cap Technology | Very High | +2% | 0.77 | -26 | 21 | -5 |
| Avoid | Private Equity Investor | Very Low | -15% | 0.15 | -37 | -12 | -1 |
| | RCM Technology Trust | Medium | -5% | 0.84 | 3 | 3 | -3 |
| | The Biotech Growth Trt | Low | +4% | 0.52 | -2 | -13 | |

Technology



Next Issue:

The next issue of *International Investor* will be emailed in five weeks time on Monday December 14, 2009.

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