

# International Investor

Issue No. 173

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## Inside International Investor

Computerised Trading Systems lead  
to Market Plunge ..... 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 _____	39%	Neutral	Bearish	Neutral	Neutral	+1.8%	-5.3%	+34.3%	4,507.40
Austria _____	38%	Neutral	Bearish	Bullish	Neutral	-9.8%	-22.4%	+3.8%	2,311.77
Belgium _____	40%	Bearish	Bearish	Bullish	Bullish	-10.4%	-18.9%	+2.8%	2,296.81
Canada _____	58%	Bearish	Neutral	Bullish	Neutral	+7.0%	+7.1%	+26.1%	11,692.43
Denmark _____	45%	Bearish	Neutral	Bullish	Bullish	-1.5%	-3.1%	+18.9%	371.12
Finland _____	28%	Bearish	Bearish	Bearish	Neutral	-10.3%	-11.5%	-0.2%	6,263.22
France _____	41%	Neutral	Bearish	Bullish	Neutral	-10.0%	-20.0%	+0.0%	2,464.49
Germany _____	46%	Neutral	Bearish	Bullish	Neutral	-1.8%	-10.5%	+10.6%	5,715.09
Ireland _____	35%	Bearish	Bearish	Bullish	Neutral	-3.7%	-13.8%	+6.0%	2,982.71
Italy _____	40%	Neutral	Bearish	Bullish	Neutral	-14.7%	-27.2%	-11.1%	19,500.75
Japan _____	40%	Bearish	Neutral	Bullish	Bearish	+0.7%	+4.0%	+18.2%	10,364.59
Netherlands _____	45%	Bearish	Bearish	Bullish	Bullish	-7.5%	-12.6%	+13.7%	312.35
New Zealand _____	40%	Neutral	Bearish	Neutral	Bullish	+1.6%	-5.8%	+24.9%	1,387.98
Norway _____	45%	Bearish	Bearish	Neutral	Bullish	-3.8%	-3.9%	+28.2%	317.82
Spain _____	51%	Bullish	Bearish	Bullish	Neutral	-16.9%	-33.7%	-8.9%	934.03
Sweden _____	43%	Neutral	Bearish	Neutral	Neutral	-2.6%	-7.3%	+20.0%	296.94
Switzerland _____	46%	Bearish	Bearish	Bullish	Neutral	-4.0%	-9.5%	+17.0%	6,205.63
Un. Kingdom _____	45%	Neutral	Bearish	Bullish	Bearish	-4.2%	-11.3%	+12.7%	5,123.02
USA _____	46%	Bearish	Neutral	Bullish	Bearish	+4.2%	+3.9%	+19.5%	1,110.88
Argentina _____	51%	Bearish	Neutral	Neutral	Bullish	-1.1%	-1.5%	+40.5%	7,712.00
Brazil _____	48%	Bearish	Bearish	Bullish	Bearish	+2.6%	-8.8%	+38.3%	62,870.88
Czech Rep. _____	54%	Bullish	Bearish	Neutral	Bullish	-0.8%	-13.8%	+14.0%	1,146.60
Chile _____	62%	Neutral	Bullish	Bearish	Bullish	+4.2%	+9.0%	+35.9%	17,639.48
China _____	45%	Bearish	Bearish	Bullish	Bearish	-7.0%	+1.3%	+32.2%	223.03
Greece _____	35%	Neutral	Bearish	Bearish	Bullish	-19.0%	-48.1%	-27.9%	1,630.47
Egypt _____	66%	Bullish	Neutral	Neutral	Bullish	-3.9%	+2.3%	+26.0%	7,116.45
Hong Kong _____	56%	Bearish	Bearish	Bullish	Neutral	+1.2%	-9.1%	+14.1%	19,920.29
Hungary _____	61%	Bearish	Neutral	Bullish	Bullish	-3.5%	-10.8%	+39.1%	21,423.66
India _____	45%	Bearish	Neutral	Neutral	Neutral	+8.7%	+6.7%	+52.4%	16,769.11
Indonesia _____	64%	Bearish	Bullish	Bullish	Bullish	+10.2%	+16.8%	+68.6%	2,739.33
Israel _____	55%	Bearish	Bullish	Bullish	Bullish	-1.1%	+11.8%	+51.4%	1,068.28
Korea _____	51%	Bearish	Neutral	Bullish	Bearish	+6.4%	+5.9%	+26.4%	1,647.50
Malaysia _____	42%	Bearish	Bullish	Bearish	Bearish	+12.5%	+10.0%	+40.5%	1,332.89
Mexico _____	44%	Bearish	Neutral	Neutral	Neutral	+5.1%	+9.9%	+32.4%	31,488.82
Philippines _____	68%	Neutral	Bullish	Bullish	Neutral	+12.1%	+11.6%	+45.7%	3,142.06
Poland _____	45%	Bearish	Bearish	Neutral	Bullish	-2.2%	-9.5%	+34.1%	39,923.58
Portugal _____	34%	Bearish	Bearish	Bullish	Neutral	-14.4%	-30.5%	-11.6%	2,327.30
Russia _____	40%	Bearish	Bearish	Bullish	Bearish	-6.9%	-7.5%	+36.2%	1,934.14
Singapore _____	57%	Bearish	Neutral	Bullish	Neutral	+7.1%	+5.9%	+31.7%	2,821.11
Sth Africa _____	48%	Bearish	Bearish	Bullish	Bullish	+3.5%	+0.4%	+31.9%	26,515.07
Taiwan _____	47%	Bearish	Neutral	Bullish	Bearish	+6.2%	+4.1%	+19.8%	7,567.10
Thailand _____	69%	Bearish	Bullish	Bullish	Bearish	+14.3%	+13.7%	+57.5%	768.55
Turkey _____	45%	Bearish	Neutral	Neutral	Bearish	-0.2%	+6.2%	+58.9%	52,686.97
Venezuela _____	65%	Neutral	Neutral	Bullish	Bullish	+7.0%	-39.1%	-30.2%	61,778.43

**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

We have all seen the movies - there have been a number of them, all with a similar plot: The US military builds a computer system to manage its defence network and eliminate the risks of "human error". In one movie the computer immediately launches a small tactical nuclear warhead at a minor Soviet military target, leading the Soviets to respond in kind against a minor US target. With the threat of further - and larger - exchanges the computer holds its human "masters" hostage to force them to establish a communications link to a similar computer being secretly developed by the Soviets (this movie, as you will have guessed, pre-dates the internet). The two computers then plan a bigger super computer to control the world, enslaving mankind to save them from the stupidity of nuclear warfare.

In another (more popular movie series) the computer network simply decides humans are a dangerous pest to be exterminated. It launches a nuclear strike and then seeks to hunt down the few survivors.

Those movies are, of course, just fantasy . . . if the screenwriters wanted to be realistic then they would have set the story on Wall Street! The way to enslave mankind is not through nuclear weapons but through economics.

On Wall Street it appears that computer trading systems exist without any "garbage in, garbage out" logic checks (that is *so* 1960's), with one last week reportedly accepting a \$16 billion sale of futures contracts when the trader actually meant \$16 million. How difficult is it to write in a line of code that asks "Are you *sure* you want to plunge the world into another financial crisis? Yes/No".

That in turn triggered sell orders from other computerised trading systems - without any intelligent human oversight.

And who are the intelligent humans who designed

computerised trading systems that work on the basis that you can *beat* a market decline by selling a millisecond before your competitors? And who exactly do they hope will buy the shares/futures contracts when the other trading systems are also trying to sell? Haven't we learnt anything from the 1987 crash?

You can stick your head in the sand and ignore this fact if you want, but when markets plunge, most trades get executed at near the very bottom! Prices then bounce back. A computerised trading system that seeks to exploit these days of extreme volatility should be buying in the plunges as prices will end the day significantly higher than the intraday lows.

Potentially making the situation worse, the NASDAQ exchange plans to cancel trades made between 2.40 pm and 3.00 pm on Thursday which it believes were "clearly erroneous". That may be the case for parties who bought or sold at the wrong price . . . but what about the counter-party who sold or bought at the right price? Markets work by bringing buyers and sellers together. Cancelling "erroneous" trades will just make the next crisis worse. In the next sell-off potential buyers may hold back (causing prices to fall by a larger percentage amount) fearing that (1) if markets continue to fall they will suffer losses but (2) if markets recover their profits will be lost when the exchange cancels the trades!

The New York Stock Exchange does NOT plan to cancel any trades.

This newsletter has never supported the view that computerised trading systems should be banned. Hedge Funds and Investment Banks should be free to *lose* their money in whatever new and innovative ways they can devise! But extreme volatility undermines the ordinary working of the stockmarket, damages investors views of shares and impacts upon the wider economy. Perhaps it is time to put humans back in the hot seat and save the world from "computer error"?

## United States



## United Kingdom



# Recommended International Investment Funds

## Share Repurchases

**Fidelity European Values plc** made just one on-market buy-back over the last month, acquiring 45,000 shares for £500,333.

**Aberforth Smaller Companies Trust plc** also made just one share repurchase. It acquired 20,000 shares for £109,953.

**English & International Trust plc** is to suspend its policy of offering shareholders the opportunity to redeem shares each quarter, owing to "the size of redemption requests". The company has appointed a financial adviser "to evaluate the options available to the company" to redeem shares.

**Aberdeen Asian Smaller Companies Trust plc** made one on-market buy-back of 160,000 shares, returning £702,400 to investors.

**Private Equity Investor plc** has made its first on-market share buy-backs. In two very large transactions in late April the company acquired 1,232,765 shares for £1,470,000 and 970,000 shares for £1,183,000. These two transactions repurchased 6.3% of the company's capital.

Private Equity Investor shares trade at a 45% discount to reported net asset value - and this may actually understate the true value of its unlisted venture capital investments as accounting rules encourage writing down the value of unsuccessful investments but discourage revaluing successful investments until the gains are actually realised. Even at book values, however, these two large repurchases will have *increased* the net asset value of the remaining 32,750,910 shares by around £2.2 million (6.7 pence or about 3%).

On-market share buy-backs are an excellent way for Private Equity Investor to distribute surplus cash while at the same time boosting the net asset value (and therefore ultimately the share price) of its remaining shares!

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		
<b>Europe</b>									
HOLD	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-16%	965.0p	1993.8	+54
BUY	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-22%	628.5p	1298.6	+70
<b>United Kingdom</b>									
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-16%	509.0p	1051.7	+1
HOLD	Invesco English & Int'l Trust	IEI	10/01/06	273.5p	700.6	-13%	202.0p	417.4	-40
<b>Asian Regional</b>									
BUY	Aberdeen Asian Sm Co WARRANTS AASW		09/09/03	75.3p	209.1		328.5p	678.7	+225
BUY	Gartmore China Opportunities	*	09/07/07	548.9p	1410.4		650.6p	1344.2	-5
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		400.95p	828.4	+686
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		87.65p	181.1	+70
BUY	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		606.4p	1252.9	+12
BUY	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	-14%	442.0p	913.2	+176
<b>Japan</b>									
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	-14%	144.5p	298.6	-32
BUY	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-19%	53.0p	109.5	-66
HOLD	Invesco Perp Japan Small Coys	*	13/07/99	61.3p	182.3		51.32p	106.0	-42
<b>Korea</b>									
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		221.8-235.4p	472.3	+126
<b>International</b>									
HOLD	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0		446.39p	922.3	+401
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-19%	368.25p	760.8	-7
HOLD	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-45%	121.0p	250.0	-41

\* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +93.4%. This is equal to an average annual rate of +9.4%, 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 +10.7%.

## Other Shares and Warrants

Alternative investments to those recommended above include **Aberdeen Asian Smaller Companies** shares at 425<sup>3</sup>/<sub>4</sub> pence (trading at a 19% discount to net asset value) and **Fidelity Japanese Values** subscription shares (i.e. warrants) at 11<sup>1</sup>/<sub>2</sub> pence.

# Investment Fund Survey

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

## NEW ZEALAND

### NEW ZEALAND BASED UNIT TRUSTS

	AMPNZ Share	Medium	-1%	0.80	-20	21	2
	ASBNZ Shares	Medium	-5%	0.70	-29	21	3
	Fisher Fledgling Fund	Medium	-1%	0.59	-32	25	-2
	Fisher NZ Growth Fund	High	-0%	0.60	-37	29	-2
	ING NZ Share	High	-4%	0.86	-30	26	3
Buy	NZ Guardian Small Coys	Medium	+9%	0.38	-13	38	-0
	TowerNew Zealand Equity	High	+2%	0.87	-18	33	4

### NEW ZEALAND LISTED INVESTMENT TRUSTS

	Mid-Cap Index	Medium	-6%	0.68	-34	21	2
	TeNZ	Medium	-6%	0.78	-33	12	0

## New Zealand



## AUSTRALIA

### AUSTRALIAN BASED UNIT TRUSTS

	AMP Blue Chip Trust	High	-2%	0.82	-23	33	4
	AMP Equity Trust	High	-4%	0.79	-28	30	3
	AMP FLI Aust	Medium	-4%	0.83	-24	33	4
	AMP FLI Small Companies	Very High	+2%	0.66	-26	53	6
Avoid	ANZ Equity Imputation Trt	Medium	-12%	0.64	-43	17	3
Avoid	ANZ Equity Trust No 1	High	-9%	0.62	-42	26	4
Avoid	AXA Australia Industrial	Medium	-8%	0.66	-34	31	5
Avoid	Advance Imputation Fund	Medium	-7%	0.75	-28	26	4
	Aust Ethical Equities	Low	+2%	0.52	-1	22	1
	BT Australia	Medium	-4%	0.80	-22	28	5
	BT Smaller Companies	Very High	+0%	0.69	-29	56	9
Avoid	BT Split Trust Growth	Very Low	-9%	0.70	-21	18	6
Avoid	Challenger Aust Shares	Medium	-8%	0.59	-36	27	5
	Col First State Aust Sh.	Medium	-2%	0.87	-15	31	4
	Col First State Dev. Coys	High	+5%	0.70	-21	60	5
	Col First State Future Ld	High	+1%	0.69	-24	56	9
	Col First State Imput'n	Medium	-2%	0.88	-16	30	4
	Commonwealth Aust Share	Medium	+0%	0.48	-13	24	6
	Commonwealth Share Income	Low	-2%	0.50	-12	25	6
Avoid	Gold Sachs Emerging Lead.	High	-7%	0.59	-42	42	3
	Gold Sachs Leaders Trust	Medium	-2%	0.68	-23	27	4
	Hunter Hall Value Growth	Medium	-2%	0.66	-19	28	2
Avoid	ING Australia Share	High	-7%	0.68	-35	30	6
Avoid	ING Blue Chip	Medium	-11%	0.65	-41	20	4
	MLC Aust Tr - Aust Share	Medium	-4%	0.80	-28	27	4
	MLC Aust Trust - Index	Medium	-6%	0.63	-26	10	4
	Macquarie Active Aust Equ	High	-6%	0.73	-37	30	5
Avoid	NAFM In Trt - Equities	Very Low	-9%	0.00	-9	0	1
Avoid	NAFM Inv Trust - Div Imp	Medium	-7%	0.74	-30	28	4
	Parker Enhanced Leaders	Very High	-0%	0.86	-25	33	4
	Perpetual ICSav - Aust	Medium	+1%	0.86	-13	33	6
	Perpetual ICSav - Sm Coys	Very High	-1%	0.68	-36	47	4
	Perpetual ICSav - Indust.	High	+6%	0.45	1	29	4

### NEW ZEALAND BASED UNIT TRUSTS

Buy	AMP Australian Shares	Medium	+5%	0.68	0	36	6
Buy	Fisher Australian Growth	Medium	+7%	0.35	-11	51	4
Buy	ING Australian Share	High	+9%	0.78	8	39	5

### AUSTRALIAN LISTED INVESTMENT TRUSTS

	(IA) Argo Investments	Very Low	-3%	0.56	-10	13	-5
	(IA) Australian Foundation	Very Low	+2%	0.41	4	19	-3
	(IA) Choiseul Plantation	Very Low	-3%	0.36	-7	14	-1
	(IA) Diversified United Inv.	Medium	+4%	0.56	-0	49	6

### NEW ZEALAND LISTED INVESTMENT TRUSTS

	Ozzy Tortis	Low	+2%	0.58	5	33	6
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## Australia



## GOLD & MINING

### AUSTRALIAN BASED UNIT TRUSTS

	BT Natural Resources	High	+2%	0.94	-12	36	6
Avoid	Col First State Glb Res.	Medium	-7%	0.96	-21	22	9
	Gold Sachs Resources	High	+3%	0.91	4	27	5
Avoid	ING Resources	Very High	-10%	0.82	-50	51	9

### UNITED KINGDOM BASED UNIT TRUSTS

Buy	Blackrock Gold & General	Medium	+7%	0.64	33	6	11
	First State Global Resources	Medium	+5%	0.87	15	27	9
Avoid	Investec Global Gold	Medium	-12%	0.54	4	15	15
	JPM Natural Resources	Medium	+3%	0.92	1	45	12
Avoid	Smith & Williamson Global Gold	High	-7%	0.61	41	15	15

### UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Blackrock Commodities	Low	-5%	0.66	12	3	3
	Blackrock World Mining	High	+1%	0.89	-11	38	10
Buy	City Nat Res High Yld	Medium	+7%	0.77	-2	34	5
	Close Enhanced Comm II	Very Low	-4%	0.39	14	-3	3

## EMERGING MARKETS

### UNITED KINGDOM BASED UNIT TRUSTS

	AXA Framlington Emerging Mkts	Medium	+1%	0.94	8	28	6
	Aberdeen Emerging Markets	Medium	+4%	0.97	29	35	9
	Allianz RCM BRIC Stars	High	-2%	0.81	31	5	5
	BG Emerging Markets	High	+3%	0.99	22	37	8
	BG Emerging Mkts Large Cap	High	-0%	0.97	8	26	7
	Blackrock Emerging Markets	High	-0%	0.97	10	28	6
	Dimensional Emerging Markets	Medium	+4%	0.98	20	30	7
	F & C Emerging Markets	Medium	-1%	0.97	7	22	6
	Fidelity Emerging E/M/E & A	Medium	+3%	0.93	35	7	7
	First State Global E/M Leaders	Low	+4%	0.88	23	18	6
	First State Global Emerg Mkts	Low	+3%	0.98	23	22	7
	Frank Tem Glb E/Markets	High	-1%	0.96	10	29	5
	Gartmore Emerging Markets Opps	Medium	-4%	0.98	-3	21	6
	Henderson Emerging Markets	Medium	-0%	0.99	9	22	6
	Invesco Perp Emerging Country	Medium	-2%	0.98	8	28	8
	Invesco Perp Emerging Euro.	Very High	+0%	0.86	48	5	5
	Investec Africa & Middle East	Low	-4%	0.76	23	9	9
	JPME/Markets Infrastructure	Medium	-1%	0.95	29	6	6
	JPM Emerging Markets	Medium	-0%	0.99	11	26	8
Avoid	Jessop Emerging Markets	High	-7%	0.94	29	6	6
	Lazard Emerging Markets	Medium	+1%	0.97	11	29	8
Avoid	Martin Currie Emerging Mkts	Medium	-8%	0.98	-12	16	8
Buy	Mclnroy & Wood E/Markets	Medium	+8%	0.70	33	5	5
	Neptune Emerging Markets	High	+1%	0.96	34	6	6
	SWIP Emerging Markets	Medium	-2%	0.98	2	21	5
	Schroder Gbl Emerging Mkts	Medium	+1%	0.98	14	23	5
	Scot Wid. Emerging Markets	Medium	-2%	0.98	-0	21	5
	Threadneedle Global E/Markets	Medium	+0%	0.98	29	8	8
	UBS Global Emerging Markets	High	-1%	0.99	11	30	8

### UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	Advance Developing Mkts	Medium	-7%	0.90	-9	19	1
	JPM Emerging Markets	Medium	-1%	0.95	3	22	7
Buy	Templeton Emerging Mkts	High	+7%	0.96	35	44	8

Current Investment Fund  
Advice

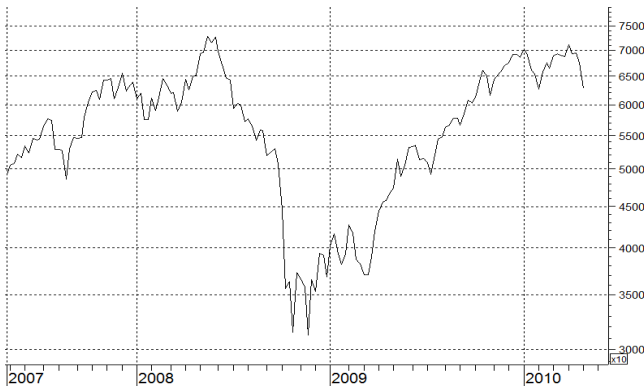
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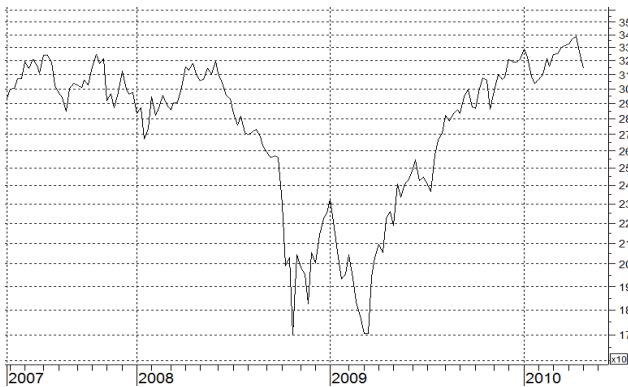
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**Brazil**



**Mexico**



**Chile**



**Argentina**



**LATIN AMERICA**

**UNITED KINGDOM BASED UNIT TRUSTS**

Invesco Perp Latin America	Medium	-1%	0.94	22	46	9
Neptune Latin America	Medium	-3%	0.90		36	6
ScotWid. Latin America	Medium	+2%	0.96	29	40	7
Threadneedle Latin America	Medium	+0%	0.96	25	40	9

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Blackrock Latin Amer.	High	+2%	0.91		43	5
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**FAR EASTERN / PACIFIC (EXCL JAPAN)**

**NEW ZEALAND BASED UNIT TRUSTS**

AMP Asian Shares	Medium	-2%	0.84	-2	15	3
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**UNITED KINGDOM BASED UNIT TRUSTS**

Aberdeen Asia Pacific	Very High	-6%	0.78		46	8
Allianz Dres Tot Ret Asian Eq	Medium	-2%	0.97	0	17	6
BG Developing Asia Pacific	Medium	-5%	0.93	-3	14	5
BG Pacific	High	+3%	0.98	1	28	7
Baring East	Medium	-2%	0.97	-2	15	5
CF Canlife Far East	Medium	+5%	0.96	29	22	5
F & C Pacific Growth	Medium	-4%	0.98	-5	10	5
Fidelity South East Asian	Medium	+6%	0.97	28	25	8
First State Asia Pac Leaders	Low	+1%	0.96	22	13	6
First State Asia Pacific	Low	+2%	0.97	19	17	6
Gartmore Pacific	Medium	-0%	0.98	5	21	6
HSBC Asia Growth	Medium	-2%	0.98	4	15	7
HSBC Pacific Index	Medium	-4%	0.97	-1	21	7
Halifax Far Eastern	Medium	-4%	0.99	-2	22	7
Henderson Asia Pacific Capital	High	+4%	0.97	11	22	7
Ignis Asset Pacific Growth	Medium	+0%	0.96		23	7
Invesco Perp Asian	Medium	+2%	0.99	13	24	6
Invesco Perp Pacific	Medium	-1%	0.96	14	17	6
Investec Asia	Medium	+3%	0.98	16	21	7
JPM Asia	Medium	+2%	0.98	10	20	5
Jessop Pacific Opps.	Medium	-0%	0.94		29	6
Jupiter Asian	Medium	-1%	0.98		16	5
L & G Asian Income	Low	+8%	0.96		30	4
L & G Pacific Growth	Medium	-2%	0.99	0	24	8
L & G Pacific Index	Medium	-3%	0.98	0	22	6
Legg Mason Asia Pacific	Medium	-3%	0.98	-0	22	8
Liv Victoria Pacific	Medium	+2%	0.99	16	23	7
Lloyd George Asia Pacific	Medium	-6%	0.99	-15	13	5
Lloyd George Eastern Opps	High	+2%	0.95	9	34	6
M & G Asian	Medium	+3%	0.96		23	7
Marlborough Far East Growth	Medium	+1%	0.93	14	14	5
Martin Currie Asian Pacific	Medium	-5%	0.98	-3	12	7
Melchior Asian Opportunities	Very High	-2%	0.93		21	8
Neptune Asia Pacific Opp	Medium	-3%	0.98		19	8
Newton Oriental	Medium	+0%	0.93	9	20	8
Old Mutual Asian Select	Medium	+2%	0.93	17	18	5
Prudential Pacific Markets	Medium	-0%	0.98	2	24	4
Royal London Far East Gth	Medium	+1%	0.98	11	21	6
SJP Far East	Medium	-3%	0.93	6	22	7
SSGA Asia Pacific Eq Tracker	Low	+7%	0.92		28	5
SWIP Asian Pacific	Medium	-2%	0.94	-3	26	6
Santander Premium Pac Basin	Medium	-2%	0.97		17	8
Schroder Pacific Growth	Medium	-2%	0.98	3	18	5
ScotWid. Pacific	Medium	-0%	0.98	2	21	7
Smith & Williamson Far Eastern	Medium	+0%	0.98		23	6
StanLife Asian Pacific	Medium	+1%	0.96	6	23	7
StanLife TM Pacific Basin	Medium	+5%	0.96		26	6
Threadneedle Asia Growth	Medium	+1%	0.98	9	18	6
UBS Asian Equity	Medium	+1%	0.97		23	6

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Aberdeen Asian Income	Low	-5%	0.76	1	16	4
Aberdeen Asian Small Co	Low	-0%	0.80	10	46	7
Aberdeen New Dawn	High	+4%	0.89	9	42	6
Edinburgh Dragon Trust	Medium	+3%	0.91	17	27	6
Fidelity Asian Values	High	+7%	0.96	18	36	6
Henderson TR Pacific	Very High	+6%	0.94	7	22	6
Invesco Asia	High	+3%	0.97	10	22	3
JPM Asian	High	-1%	0.95	-0	16	7
Pacific Assets	High	-0%	0.94	-11	16	6
Pacific Horizons	Very High	+1%	0.92	-15	25	4
Schroder Asia Pacific	High	+1%	0.97	4	32	6
Schroder Oriental Inc.	High	-1%	0.90	-11	33	4
Scottish Oriental Sm Co	High	+8%	0.86	18	52	10

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

Current Investment Fund Advice	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	+5%	0.94	-7	18	5
Avoid	Invesco Asian Growth	Medium	-11%	0.87	-29	0	1
UNITED KINGDOM BASED UNIT TRUSTS							
	Aberdeen Asian Pacific & Japan	Medium	+4%	0.73		9	7
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS							
	Aberdeen All Asia	Medium	+5%	0.83		26	6
	Henderson Far East Inc.	Medium	+4%	0.90	-1	3	0
	Martin Currie Pacific	Medium	-4%	0.91	-19	9	3
	Witan Pacific	High	-1%	0.92	-10	21	7

**HONG KONG / CHINA REGION**

UNITED KINGDOM BASED UNIT TRUSTS							
Buy	BG Greater China	High	+10%	0.80		24	5
Buy	Baring China Growth	High	+7%	0.84		15	3
Buy	First State Gtr China Growth	Medium	+8%	0.82	32	18	5
	Gartmore China Growth	Medium	+6%	0.86	19	15	5
	Invesco Perp HK and China	High	+5%	0.89	13	14	4
Buy	Jupiter China	Medium	+10%	0.66		26	5
	Neptune China	High	+5%	0.87	14	22	10
	Premier China Enterprose	Medium	+5%	0.87		13	4
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS							
Buy	JPM Chinese	Very High	+7%	0.85	16	7	-1

**Hong Kong**



**China**



**Taiwan**



**KOREA**

UNITED KINGDOM BASED UNIT TRUSTS							
	Baring Korean	Medium	-2%	0.91	-8	27	14

**Korea**



**THAILAND**

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS							
	Aberdeen New Thai IT	Medium	-4%	0.64	-6	34	5

**Thailand**



**INDIA**

UNITED KINGDOM BASED UNIT TRUSTS							
Buy	Jupiter India	Medium	+10%	0.92		52	8
	Neptune India	Low	+3%	0.82		38	8
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS							
	JPM Indian	Medium	-5%	0.92	5	26	5
	New India	Very Low	+4%	0.65	23	44	7

**India**



**JAPAN**

AUSTRALIAN BASED UNIT TRUSTS							
	Platinum Japan	Medium	+2%	0.67	-5	-5	8
UNITED KINGDOM BASED UNIT TRUSTS							
Avoid	AXA Framlington Japan & Gen.	Low	-11%	0.81	-30	-4	5
Avoid	Aberdeen Japan Growth	Low	-7%	0.86	-23	-0	4
	Allianz RCM Japan	Medium	-5%	0.92		-1	3
	BG Japan	Medium	-5%	0.93	-20	1	5

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
Avoid	Baring Japan Growth	Medium	-11%	0.92	-36	-5	1
Avoid	Blackrock Japan	Medium	-13%	0.89	-38	-4	3
	CF Canlife Japanese Growth	Medium	-3%	0.94	-15	-2	3
	Fidelity Japan	Medium	-4%	0.89	-23	2	5
Avoid	Gartmore Japan Opportunities	Medium	-10%	0.92	-30	-6	2
Avoid	HSBC FSAVC Japan Growth	Medium	-7%	0.86	-7	-0	
Avoid	HSBC Japan Index	Medium	-8%	0.94	-26	-6	2
Avoid	HSBC PPUT Japan Growth	Medium	-7%	0.86	-7	-0	
Avoid	Halifax Japanese	Medium	-7%	0.94	-25	-6	2
	Ignis Asset Japan	Medium	-6%	0.92	-5	2	
	Invesco Perp Japan	Medium	+6%	0.81	6	7	5
Avoid	JPM Japan Growth	Medium	-7%	0.77	-24	16	8
	Jessop Japan	Medium	-6%	0.79	0	2	
	Jupiter Japan Income	Low	-4%	0.86	0	2	
Avoid	L & G Japan Index	Medium	-7%	0.94	-26	-5	2
Avoid	L & G Japanese	Medium	-16%	0.89	-44	-13	-0
Avoid	Legg Mason Japan Equity	Low	-19%	0.47	-46	-5	1
	Liv Victoria Japan Growth	Medium	-5%	0.93	-25	1	5
	M & G Japan & General	Medium	+1%	0.92	-13	4	6
	Martin Currie Japan	Medium	-5%	0.94	-21	-2	4
	Martin Currie Japan Alpha	High	+3%	0.90	-14	8	9
Buy	Neptune Japan Opportunities	VeryLow	+7%	0.23	48	-2	3
Avoid	Newton Japan Growth	High	-9%	0.90	-37	-3	2
	Old Mutual Japanese Select	Medium	-5%	0.92	-22	-0	7
	Prudential Japanese	Medium	-2%	0.92	-18	-0	5
	Royal London Japan Growth	Medium	-3%	0.93	-16	-2	-1
	SSGA Japan Equity Tracker	Medium	-5%	0.83	-6	0	
	SWIP Japanese	Medium	-6%	0.93	-26	-2	2
	Santander Premium Japan	Medium	-3%	0.91	-2	2	2
	Schroder Japan Alpha Plus	Medium	-0%	0.88	-17	13	8
	Schroder Tokyo	Low	-4%	0.92	-16	2	5
	Scot Wid. Japan Growth	Medium	-6%	0.93	-25	-3	2
Avoid	Scot Wid. Japan Select	Medium	-7%	0.91	-28	-2	2
Avoid	StanLife Japanese	Medium	-7%	0.81	-33	-5	-1
	StanLife TM Japan	Medium	-2%	0.83	-1	1	1
Avoid	Threadneedle Japan Growth	Medium	-11%	0.91	-33	-6	1

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Avoid	JPM Japanese	Medium	-11%	0.78	-40	6	6
Avoid	Melchior Japan Inv Trt	Medium	-15%	0.46	7	4	
	Morant Wright Japan Inc	VeryHigh	+5%	0.71	-0	-1	
	Schroder Japan Growth	High	-4%	0.84	-30	14	9

**JAPAN SMALLER COS**

**UNITED KINGDOM BASED UNIT TRUSTS**

Buy	AXA Framlington Japn Sm Coys	High	+14%	0.47	11	4	
	BG Japan Small	High	+1%	0.84	-29	12	7
	Henderson Japan Capital Gth	Medium	+1%	0.95	-21	-1	6
	Invesco Perp Japan Small Coys	Medium	-2%	0.71	-24	3	-4
Buy	M & G Jap Small Cos	High	+11%	0.82	-2	20	13
	SWIP Japan Small Coys	Medium	-0%	0.72	-22	16	6
	Threadneedle Japan Small Cos	High	+1%	0.84	-23	-4	7

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Buy	B Gifford Shin Nippon	VeryHigh	+6%	0.61	-40	29	18
Buy	Baillie Gifford Japan	VeryHigh	+8%	0.89	-34	21	12
Buy	Fidelity Japan Values	VeryHigh	+10%	0.84	-39	12	7
	JPM Flem Japan Small Co	VeryHigh	-3%	0.71	9	6	



**TECHNOLOGY**

**AUSTRALIAN BASED UNIT TRUSTS**

	CFS Global Health Biotech	Medium	-2%	0.71	-7	8	-1
	CFS Tech & Comms	VeryHigh	-1%	0.90	-12	14	9
	Platinum Intl Technology	High	+5%	0.64	5	11	3

**UNITED KINGDOM BASED UNIT TRUSTS**

Buy	AXA Framlington Biotech	Low	-3%	0.47	-8	-3	3
	AXA Framlington Glb Tech.	High	+7%	0.84	16	30	12
	AXA Framlington Health	Low	-2%	0.74	-7	10	3
	Frank Temp Biotech	VeryLow	-1%	0.53	3	4	6
	Henderson Global Technology	High	+4%	0.84	14	18	10
	L & G Global Health & Pharm.	Low	-3%	0.71	-8	3	-4
	L & G Global Technology	High	+2%	0.84	3	14	7
	Schroder Medical Discovery	Low	-2%	0.74	-5	7	-4

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Avoid	Blackrock New Energy	VeryHigh	-6%	0.73	-48	-13	-10
	Finsbury W/Wide Pharm.	Low	-0%	0.73	4	9	-0
	Herald Investment Trust	VeryHigh	-1%	0.67	-26	30	5
	Polar Cap Technology	VeryHigh	+5%	0.77	5	35	18
Avoid	Private Equity Investor	VeryLow	-18%	0.17	-42	-11	2
	RCM Technology Trust	High	-1%	0.81	17	7	
	The Biotech Growth Trt	Low	+6%	0.55	15	6	

**Technology**



**Next Issue:**

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