

International Investor

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Inside International Investor

Japanese stockmarket rises as Yen falls 2

UK Smaller Companies: "mounting cash piles" 2

Founder: James R Cornell (B.Com.)

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

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 _____	69%	Bullish	Bullish	Neutral	Neutral	+10.6%	+13.2%	+11.7%	4,989.40
Austria _____	65%	Bearish	Bullish	Bullish	Neutral	+15.8%	+27.6%	+12.0%	2,405.55
Belgium _____	68%	Bearish	Bullish	Bullish	Neutral	+11.8%	+16.2%	+13.8%	2,505.91
Canada _____	56%	Neutral	Bullish	Neutral	Bearish	+4.9%	+6.4%	+3.3%	12,801.23
Denmark _____	78%	Bearish	Bullish	Bullish	Neutral	+19.5%	+23.5%	+28.6%	556.88
Finland _____	77%	Bullish	Bullish	Bullish	Neutral	+18.7%	+24.3%	+4.7%	6,192.37
France _____	73%	Bullish	Bullish	Bullish	Neutral	+12.8%	+16.9%	+10.9%	2,760.92
Germany _____	68%	Neutral	Bullish	Bullish	Neutral	+12.3%	+19.8%	+15.8%	7,652.14
Ireland _____	69%	Bearish	Bullish	Bullish	Neutral	+15.1%	+21.0%	+17.8%	3,606.24
Italy _____	68%	Neutral	Bullish	Bullish	Neutral	+14.8%	+23.4%	+2.6%	17,567.88
Japan _____	62%	Neutral	Bullish	Bullish	Neutral	+9.2%	+5.9%	+4.4%	11,153.16
Netherlands _____	68%	Neutral	Bullish	Bullish	Bullish	+9.3%	+12.5%	+9.2%	345.13
New Zealand _____	61%	Bullish	Bullish	Bearish	Bearish	+12.4%	+19.7%	+22.6%	1,466.86
Norway _____	53%	Bullish	Bullish	Bearish	Neutral	+11.6%	+16.6%	+17.6%	435.83
Spain _____	71%	Bearish	Bullish	Bullish	Bullish	+13.6%	+26.5%	-5.0%	830.06
Sweden _____	67%	Neutral	Bullish	Bullish	Neutral	+17.1%	+13.4%	+13.1%	365.87
Switzerland _____	57%	Bearish	Bullish	Neutral	Bearish	+13.7%	+21.4%	+20.5%	7,395.97
Un. Kingdom _____	65%	Neutral	Bullish	Bullish	Neutral	+7.9%	+7.9%	+7.3%	6,263.93
USA _____	57%	Bearish	Bullish	Bullish	Bearish	+10.0%	+8.0%	+13.1%	1,517.93
Argentina _____	64%	Bearish	Bullish	Neutral	Bullish	+28.4%	+19.2%	+4.7%	11,454.63
Brazil _____	56%	Bullish	Bearish	Neutral	Bullish	+5.8%	+0.6%	-20.2%	58,497.83
Czech Rep. _____	70%	Bullish	Neutral	Bullish	Neutral	+7.3%	+16.2%	+1.7%	994.13
Chile _____	65%	Neutral	Bullish	Bullish	Neutral	+9.1%	+11.0%	+7.2%	22,280.73
China _____	59%	Neutral	Bullish	Bearish	Bullish	+29.6%	+34.2%	+26.0%	286.41
Greece _____	71%	Bearish	Bullish	Bullish	Bullish	+34.0%	+79.8%	+29.9%	1,022.57
Egypt _____	44%	Neutral	Bullish	Bearish	Neutral	-7.5%	+4.2%	+7.7%	5,702.93
Hong Kong _____	52%	Bearish	Bullish	Neutral	Bearish	+8.5%	+15.3%	+11.7%	23,215.16
Hungary _____	58%	Neutral	Bullish	Bullish	Bearish	+2.3%	+10.5%	+2.5%	19,023.39
India _____	65%	Neutral	Bullish	Neutral	Bullish	+6.4%	+14.5%	+1.4%	19,484.77
Indonesia _____	45%	Bearish	Neutral	Bullish	Bearish	+3.1%	+6.3%	+6.7%	4,491.27
Israel _____	59%	Bearish	Bullish	Bullish	Neutral	+6.6%	+17.5%	+7.3%	1,081.17
Korea _____	40%	Bearish	Bearish	Bullish	Neutral	+1.9%	+3.5%	+0.3%	1,950.90
Malaysia _____	41%	Neutral	Neutral	Bearish	Bearish	-2.2%	-0.8%	+1.6%	1,623.80
Mexico _____	46%	Bearish	Bullish	Bearish	Bearish	+14.9%	+13.5%	+18.9%	45,089.36
Philippines _____	82%	Bearish	Bullish	Bullish	Bullish	+19.5%	+26.1%	+41.1%	6,458.67
Poland _____	79%	Bullish	Bullish	Bullish	Bullish	+14.0%	+19.2%	+16.6%	46,741.54
Portugal _____	92%	Bullish	Bullish	Bullish	Bullish	+20.5%	+34.4%	+15.0%	2,510.80
Russia _____	68%	Bullish	Bullish	Neutral	Bearish	+17.1%	+14.6%	-1.9%	2,248.92
Singapore _____	69%	Bullish	Bullish	Bullish	Neutral	+7.5%	+7.6%	+12.5%	3,270.30
Sth Africa _____	69%	Bullish	Bullish	Bullish	Bearish	+7.4%	+4.8%	+5.4%	40,892.65
Taiwan _____	71%	Neutral	Bullish	Bullish	Neutral	+5.8%	+7.1%	+0.0%	7,906.65
Thailand _____	63%	Bearish	Bullish	Bullish	Neutral	+19.2%	+29.6%	+39.4%	1,497.30
Turkey _____	59%	Bearish	Bullish	Bullish	Bearish	+10.9%	+21.6%	+31.9%	78,684.00
Venezuela _____	49%	Bearish	Bullish	Bearish	Bearish	+53.9%	+121.1%	+325.9%	566,926.80

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

The Japanese Stockmarket - and our Fidelity Japanese Values warrants

The Japanese Yen fell 3.8% against the US dollar over the last four weeks. The British Pound was also weak, but the Yen still fell 1.8% against Sterling. All other things being equal, that would depress the value of our Japanese investments (as measured in GBP, USD or NZD).

But, as we discussed last month, other things are not equal: The “ultra-easy” monetary policy which drove down the value of the Yen will also act to inflate the value of financial assets such as shares. The lower exchange rate will boost expected future economic growth and corporate export profitability. Shares are a natural currency hedge, so a falling Yen should see share prices rising. This has been the case.

Over the last four weeks the Nikkei 225 Index has risen 3.3% - almost exactly offsetting the decline in the exchange rate. So, *in US dollar terms* the Nikkei 225 Index is unchanged. The figures won't be as exact in other cases or over other short term periods, but this is the *expected* stockmarket reaction to a movement in the exchange rate. (In Sterling terms, the index is up 1.4%.)

The Japanese Topix index - which measures the performance of mainly smaller companies - is, however, up 6.5%. Again, this is probably the expected result. Smaller and medium sized companies are more volatile and will be more sensitive to improvements in export profitability or expected future economic activity.

The Topix index is up 2.5% in US dollars or 4.6% in Sterling. Our international funds are invested in Japanese shares, valued in Yen, but are based in the UK so the Fund Manager prices them in Sterling. Our currency exposure is to Yen, not the currency in which the fund is priced for the convenience of investors. The funds could just as easily be priced in US dollars (for US investors) or Euros (for European investors) or Zimbabwe dollars (if Zimbabwe investors were free to invest overseas), but an investor's currency exposure would still be in Yen.

In Sterling terms, **Invesco Japanese Smaller Companies** lifted net assets 8.4% over the last month to 48.54 pence. **Ballie Gifford Shin Nippon's** net assets rose 7.0% and the share price 11.2%. **Fidelity Japanese Values** matched the market with net assets up 4.8% to 62.8 pence, but the share price advanced just 2.4% to 54 pence.

Our **Fidelity Japanese Values** warrants expire on 28 February. The exercise price is 55 pence. These warrants *may* therefore have some value. *If* that is the case, then a trustee appointed by the company will exercise the warrants, sell the new shares and distribute the net proceeds (if any) to the warrant holders. This is usually the best way to deal with warrants with only a small value, as it avoids individual brokerage costs.

Do nothing - the trustee will realise the warrants *if* they have any value at the end of this month.

Fidelity Japanese Values plc



Fund Reports

Aberforth Smaller Companies Trust plc lifted net assets 31.9% over the year to 31 December, slightly outperforming its smaller UK share index which was up 29.9%. The large UK share index was up only 10.0%.

The trust will pay a second interim dividend (instead of a final dividend) of 15.25 pence, lifting the annual dividend rate 7.2% to 22.25 pence. The dividend will be paid on 28 February, with the shares trading ex-dividend from 6 February.

The portfolio is geared about 5.9%, with £53 million drawn against a £100 million debt facility.

The Fund Manager continues to remain optimistic about smaller UK company shares. The portfolio companies have strong balance sheets, with net cash forecast at around 38% of share prices. The Manager would prefer its companies “to utilise their financial strength on organic investment or modestly priced acquisitions” rather than accumulate “mounting cash piles”.

Aberdeen Asian Smaller Companies plc's 2019 convertible notes are trading at only a very small premium to their conversion value - plus offer a high income yield, capital value protection and potential tax advantages. The notes currently trade around 118½ pence, with 8.3 notes converting to one ordinary share in 2019. That gives an entry into the shares at 983½ pence - just a 1.1% premium to buying the ordinary shares at 973 pence.

The advantages of the notes are:

1. A higher fixed interest yield of 2.95% for the next six years, compared with a 1.0% yield on the ordinary shares (although the dividend on the ordinary shares could rise, or fall, slightly).
2. Capital protection, with the *option* to elect a cash redemption at 100 pence in 2019. If the ordinary share price is above 830 pence, then conversion to ordinary shares is the best option and provides *full* participation in any growth in capital values over the next six years. If, however, Asian stockmarkets were to fall sharply, then the cash redemption option provides much better capital protection.

3. The ordinary shares are subject to NZ's "Fair Dividend Rate" tax that assesses a 5% income, whereas the notes are taxed on the actual interest income (i.e. at a yield of 3%). That is a 40% lower tax liability.

Aberdeen Asia Smaller Companies plc



Share Repurchases and Sales

Aberforth Smaller Companies Trust plc has made two on-market share buy-backs over the last month, repurchasing 135,000 shares at a discount to net assets for £441,727.

Aberdeen Asian Smaller Companies Trust plc made eight sales of its own shares, issuing 415,000 shares to investors on-market to raise £3,985,875.

Scottish Oriental Smaller Companies plc made two share sales on-market, issuing 315,000 shares to raise £2,609,362.

Baillie Gifford Shin Nippon plc has also sold shares on-market in response to its share price rising to a premium above net asset value. Over the last month it made seven share sales, totalling 1,240,020 shares and raising £2,641,591.

Current Advice	Investment Fund	EPIC Code	Initial Recommendation		Prem/Disc to Net Assets	Recent Price		Gain or Loss %	
			Date	Offer Price		Bid-Offer or Last Sale	NZ Cents		
Europe									
BUY	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-10%	1370.0p	2588.8	+101
BUY	JPM European Smaller Cos	JESC	15/01/02	226.5p	765.8	-11%	834.0p	1576.0	+106
United Kingdom									
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-15%	746.5p	1410.6	+35
Asian Regional									
BUY	Aberdeen Asian Small Coys	AAS	09/09/03	89.2p	247.8	+6%	973.0p	1838.6	+642
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		91.77p	173.4	+63
BUY	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		695.9p	1315.0	+17
BUY	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	+5%	845.5p	1597.7	+383
BUY	Henderson China Opportunities	*	09/07/07	548.9p	1410.4		667.22p	1260.8	-11
India									
BUY	First State Indian Sub-Cont.	*	13/12/10	209.2p	442.0		219.9p	415.5	-6
Japan									
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	+7%	226.75p	428.5	-3
BUY	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-14%	54.0p	102.0	-68
HOLD	Invesco Perp Japan Small Coys	*	13/07/99	61.3p	182.3		48.54p	91.7	-50
Korea									
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		255.6-270.6p	497.2	+137
International									
HOLD	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0		591.22p	1117.2	+507
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-20%	544.0p	1028.0	+25
BUY	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-20%	182.0p	343.9	-18

* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +116.4%. This is equal to an average annual rate of +10.2%, based upon the length of time each position has been held. The average annual rate of gain of ALL recommendations (both the 16 current and 48 closed out) is +11.7%.

Other Shares and Warrants

An alternative investment to those recommended above includes **Aberdeen Asian Smaller Companies Trust 2019** convertible notes at 118½ pence and **Fidelity Japanese Values** subscription shares (i.e. warrants) at 1.05 pence.

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

AMP NZ Share	Medium	-1%	0.69	27	28	3
Fisher NZ Growth Fund	Very Low	+5%	0.56	41	30	6
One Path NZ Shares	Low	+0%	0.80	31	26	5

NEW ZEALAND LISTED INVESTMENT TRUSTS

Mid-Cap Index	Low	-3%	0.57	17	25	3
TeNZ	Low	-3%	0.68	21	20	5

New Zealand



Australia



GOLD & MINING

AUSTRALIAN BASED UNIT TRUSTS

Avoid	BT Natural Resources	High	-8%	0.83	-24	-21	-5
Avoid	Col First State Glb Res.	Medium	-7%	0.87	-19	-17	-3
	Gold Sachs Resources	High	-6%	0.78	-17	-13	2
Buy	One Path Resources	Low	+10%	0.48	33	-4	-1

UNITED KINGDOM BASED UNIT TRUSTS

Buy	Artemis Global Energy	Medium	+9%	0.75		-2	-2
	Blackrock Gold & General	Medium	-3%	0.60	-8	-22	-11
	First State Global Resources	High	-3%	0.89	-13	-17	-2
	Investec Global Gold	Medium	-2%	0.52	-4	-23	-12
	JPM Natural Resources	Very High	-4%	0.94	-17	-22	-3
	Smith & Williamson Global Gold	High	-0%	0.68	-5	-24	-11

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Blackrock Commodities	Medium	-4%	0.75	-14	-8	-1
	Blackrock World Mining	High	+1%	0.88	-1	-15	-1
	City Nat Res High Yld	Very High	+2%	0.81	6	-20	-2
Buy	Close Enhanced Comm II	Very Low	+13%	0.28	26	36	-1

EMERGING MARKETS

UNITED KINGDOM BASED UNIT TRUSTS

	AXA Framlington Emerging Mkts	Medium	+0%	0.71	2	10	7
	Aberdeen Emerging Markets	Medium	+6%	0.97	26	13	6
Avoid	Allianz BRIC Stars	High	-7%	0.95	-19	-2	5
	BG Emerging Markets	High	-2%	0.97	-4	1	3
	BG Emerging Mkts Large Cap	High	-2%	0.97	-5	-1	3
	Blackrock CIF Emerging Markets	High	-0%	0.99		6	7
	Blackrock Emerging Markets	Medium	+0%	0.92	4	8	8
	Dimensional Emerging Markets	Medium	+1%	0.96	5	7	8
	F & C Emerging Markets	Medium	-2%	0.97	-1	10	6
	Fidelity Emerging E/M/E & A	High	+2%	0.90	8	13	8
Buy	First State Glb E/Markets Sust	Low	+8%	0.92		23	5
	First State Global E/M Leaders	Low	+6%	0.93	29	16	4
	First State Global Emerg Mkts	Low	+6%	0.95	29	18	6
	Henderson Emerging Markets Opp	High	-3%	0.99	-1	8	6
	Invesco Perp Emerging Euro.	Very High	+0%	0.91	-2	12	10
	Invesco Perp Emerging Country	High	-2%	0.98	2	10	7
	JOHCM Emerging Markets	Medium	-4%	0.99		4	5
	JPM E/Markets Infrastructure	Medium	-1%	0.97	-4	3	3
	JPM Emerging Markets	Medium	-0%	0.97	2	3	6
	Jupiter Global E/Markets	Medium	-3%	0.98		6	8
	L & G Global E/Markets Index	Medium	-1%	0.99		5	7
	Lazard Developing Markets	High	-4%	0.97		0	5
	M & G Global E/Markets	Medium	+1%	0.98		12	9
	Marlborough E/Markets	High	-3%	0.96		-1	4
	Martin Currie Emerging Mkts	Medium	-0%	0.90	8	-1	6
	McInroy & Wood E/Markets	Low	+5%	0.74	16	16	3
Buy	Neptune Africa	High	+7%	0.79		10	6
	Neptune Emerging Markets	Medium	-4%	0.92	-11	6	6
	SJP Global E/Markets	Low	+6%	0.93		16	5
	SWIP Emerging Markets	Medium	-2%	0.99	-3	5	6
	Schroder Gbl Emerging Mkts	Medium	-2%	0.97	-4	3	3
	Scot Wid HIFML E/Markets	Medium	+1%	0.99		6	6
	Scot Wid Emerging Markets	Medium	-2%	0.99	-2	5	6
	Somerset E/Markets Dividend	Very Low	+5%	0.51		13	4
	Somerset Global E/Markets	Medium	+1%	0.97		9	8
	Templeton Global E/Markets	Very High	-6%	0.97	-18	-3	5
	Threadneedle Global E/Markets	Medium	-0%	0.98	3	8	6
	UBS E/Markets Equity Income	Medium	-2%	0.88		-3	6
	UBS Global Emerging Markets	High	-1%	0.99	-4	1	4

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Advance Developing Mkts	Medium	-3%	0.90	-0	6	7
	Advance Frontier Mkts	Very Low	-3%	0.62		17	13
	JPM Emerging Markets	Medium	+1%	0.94	13	11	9
	Templeton Emerging Mkts	High	+0%	0.95	8	5	9

AUSTRALIA

AUSTRALIAN BASED UNIT TRUSTS

	AMP Blue Chip Trust	Very Low	-4%	0.57	-7	13	4
	AMP Equity Trust	Very Low	-3%	0.66	-2	12	4
	AMP FLI Aust	Very Low	-2%	0.70	2	9	5
	AMP FLI Small Companies	Medium	-0%	0.52	0	5	1
	ANZ Equity Imputation Trt	Very Low	-4%	0.64	-1	8	6
	ANZ Equity Trust No 1	Very Low	-3%	0.55	5	7	4
	AXA Australia Industrial	Very Low	-3%	0.45	-6	2	-1
	AXA Australia Industrial	Very Low	-3%	0.45	-6	2	-1
	Advance Imputation Fund	Very Low	-3%	0.66	-1	12	6
	Aust Ethical Equities	Very Low	+0%	0.40	3	16	2
	BT Australia	Very Low	-2%	0.61	2	7	4
	BT Smaller Companies	Low	+6%	0.45	25	12	5
	BT Split Trust Growth	Very Low	-1%	0.37	9	9	4
	Col First State Aust Sh.	Very Low	-1%	0.66	4	11	6
	Col First State Dev. Coys	Very Low	+0%	0.29	3	9	5
	Col First State Future Ld	Low	+1%	0.44	10	12	4
	Col First State Impu'tn	Very Low	-2%	0.67	4	11	5
	Commonwealth Aust Share	Very Low	-3%	0.03	3	7	2
	Commonwealth Share Income	Very Low	-3%	0.03	3	7	2
	Gold Sachs Emerging Lead.	Low	+0%	0.52	1	8	6
Avoid	Gold Sachs Leaders Trust	Very Low	-8%	0.43	-19	6	5
	Hunter Hall Value Growth	Very Low	-4%	0.25	-1	11	5
	MLC Aust Tr - Aust Share	Very Low	-4%	0.60	-4	9	6
	MLC Aust Trust - Index	Very Low	-3%	0.58	0	8	5
	Macquarie Active Aust Equ	Low	-4%	0.61	-8	-1	-1
	NAFM Inv Trust - Div Imp	Very Low	-3%	0.16	-5	11	6
	One Path Australia Share	Low	-2%	0.57	4	7	4
	One Path Blue Chip	Low	-4%	0.64	-1	8	6
Avoid	Parker Enhanced Leaders	Very Low	-9%	0.33	-16	-15	1
	Perpetual ICSav - Aust	Very Low	+1%	0.64	14	12	6
	Perpetual ICSav - Sm Coys	Low	+2%	0.41	19	8	5
	Perpetual ICSav - Indust.	Very Low	+2%	0.58	12	19	6

NEW ZEALAND BASED UNIT TRUSTS

Buy	AMP Australian Shares	Low	+2%	0.51	8	13	5
	Fisher Australian Growth	Very Low	+7%	0.34	24	23	4
	One Path Australian	Low	+2%	0.66	12	10	6

AUSTRALIAN LISTED INVESTMENT TRUSTS

	Argo Investments	Low	-3%	0.58	-4	21	13
	Australian Foundation	Low	-1%	0.52	1	22	12
	Diversified United Inv.	Medium	-1%	0.68	-3	27	12

NEW ZEALAND LISTED INVESTMENT TRUSTS

	Ozzy Tortis	Low	+0%	0.73	7	12	7
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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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					36 mth	12 mth	3 mth

LATIN AMERICA

UNITED KINGDOM BASED UNIT TRUSTS

Buy	Aberdeen Latin American	Medium	+7%	0.97	8	7
	Allianz Brazil	High	-3%	0.97	-7	5
Buy	First State Latin America	Low	+8%	0.94	18	9
	Invesco Perp Latin America	Medium	+1%	0.98	6	5
	Martin Currie Latin America	Medium	-0%	0.99	2	6
	Neptune Latin America	Medium	+3%	0.96	6	14
	Scot Wid Latin America	Medium	-0%	0.99	-6	-1
	Threadneedle Latin America	High	+0%	0.98	0	1

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Aberdeen Latin America	Medium	+2%	0.84	14	9
	Blackrock Latin Amer.	High	-5%	0.95	-15	-5
Avoid	JPMorgan Brazil IT	High	-8%	0.93	-9	21

Argentina



Brazil



Mexico



Chile



FAR EASTERN / PACIFIC (EXCL JAPAN)

NEW ZEALAND BASED UNIT TRUSTS

	AMP Asian Shares	Medium	-2%	0.84	7	12	5
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UNITED KINGDOM BASED UNIT TRUSTS

	Allianz Tot Ret Asian	Medium	-1%	0.98	11	6	5
	BG Developing Asia Pacific	Medium	-2%	0.90	5	8	6
	BG Pacific	Medium	+4%	0.95	18	14	5
	Baring East	High	-3%	0.97	3	7	7
	Blackrock CIF Pacific (ex Jap)	Medium	+1%	0.98	12	7	
	F & C Pacific Growth	High	-6%	0.98	-6	8	5
	Fidelity South East Asian	Medium	-1%	0.97	10	8	5
	First State Asia Pac Leaders	Medium	+3%	0.96	27	16	3
Buy	First State Asia Pacific Sust.	Low	+8%	0.94	24	4	
	First State Asia Pacific	Low	+3%	0.96	29	18	3
	HSBC Asia Growth	High	-6%	0.97	-3	1	5
	HSBC Pacific Index	High	-2%	0.97	7	9	6
	Henderson Asia Pacific Capital	High	-1%	0.96	7	12	8
	Henderson Asian Dividend	Medium	+0%	0.97	14	6	
	Ignis Asset Pacific Growth	High	-1%	0.93	7	10	5
	Invesco Perp Asian	Medium	+1%	0.98	13	10	6
	Invesco Perp Pacific	Medium	-4%	0.88	0	9	12
	Investec Asia	Medium	+2%	0.98	20	13	8
	JPM Asia	High	-3%	0.97	5	11	9
	Jupiter Asian	Medium	-1%	0.97	5	10	5
	L & G Asian Income	Medium	+5%	0.74	18	38	8
	L & G Pacific Growth	High	-3%	0.97	5	11	8
	L & G Pacific Index	Medium	-2%	0.96	6	10	7
	Legg Mason Asia Pacific	Medium	-4%	0.97	1	8	9
	M & G Asian	High	+1%	0.97	18	14	10
	Marlborough Far East Growth	High	-6%	0.94	-5	6	7
	Martin Currie Asian Pacific	Medium	+0%	0.99	18	11	5
	Melchior Asian Opportunities	High	-2%	0.94	8	17	7
	Newton Asian Income	Low	+4%	0.95	14	5	
	Newton Oriental	Medium	-1%	0.96	8	6	2
	Old Mutual Asian Select	High	+0%	0.98	14	22	9
	Prudential Pacific Markets	High	-3%	0.98	3	7	7
	Royal London Far East Gth	High	-3%	0.98	5	11	7
	SJP Far East	Medium	+1%	0.96	18	11	5
	SSGA Asia Pacific Eq Tracker	High	+2%	0.96	14	13	6
	Santander Premium Pac Basin	Medium	-2%	0.98	10	7	6
	Schroder Asian Income Max.	Medium	+6%	0.98	17	4	
	Schroder Asian Income	Medium	+5%	0.97	14	2	
	Scot Wid HIFML Far Eastern	Medium	+4%	0.96	11	7	
	Scot Wid Pacific	Medium	-1%	0.98	8	9	6
	Smith & Williamson Far Eastern	Medium	-2%	0.96	3	8	5
	Smith & Williamson Oriental	Medium	-4%	0.97	12	8	
	Stan Life Asian Pacific	Medium	+0%	0.97	15	14	7
	Stan Life TM Pacific Basin	Medium	-1%	0.97	9	10	5
	Threadneedle Asia Growth	High	-2%	0.98	4	10	8
	UBS Asian Consumption	Low	+1%	0.90	9	2	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Aberdeen Asian Income	Low	+9%	0.75	40	25	3
Buy	Aberdeen Asian Small Co	Medium	+23%	0.76	108	54	8
	Aberdeen New Dawn	Medium	+3%	0.87	25	20	9
	Edinburgh Dragon Trust	Medium	+4%	0.92	28	17	9
	Fidelity Asian Values	Medium	-3%	0.90	2	3	6
Avoid	Impax Asian Environ.	Very High	-17%	0.90	8	15	
	Invesco Asia	Medium	-3%	0.87	6	3	4
	JPM Asian	High	-6%	0.91	0	7	5
	Pacific Assets	Medium	+1%	0.87	15	22	6
	Pacific Horizons	Medium	-3%	0.93	-1	3	3
	Schroder Asia Pacific	Medium	+6%	0.94	28	16	7
	Schroder Oriental Inc.	Low	+6%	0.91	32	21	5
Buy	Scottish Oriental Sm Co	Very High	+14%	0.90	73	41	17

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

FAR EASTERN / PACIFIC (INCL JAPAN)

AUSTRALIAN BASED UNIT TRUSTS

BT Asian	Medium	-0%	0.95	11	8	4
Invesco Asian Growth	Low	-2%	0.81	-1	-4	-1

UNITED KINGDOM BASED UNIT TRUSTS

Aberdeen Asian Pacific & Japan	Medium	+4%	0.94	21	13	5
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UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Aberdeen All Asia	High	+4%	0.92	25	20	12
Henderson Far East Inc.	Medium	-3%	0.92	2	18	13
Martin Currie Pacific	High	-3%	0.91	2	8	8
Witan Pacific	High	+1%	0.94	15	16	9

HONG KONG / CHINA REGION

UNITED KINGDOM BASED UNIT TRUSTS

Buy	BG Greater China	High	+1%	0.87	-6	12	9
	Baring China Growth	High	-1%	0.89	-10	10	10
	Fidelity China Consumer	Low	+0%	0.91		16	8
	First State Gtr China Growth	Low	+7%	0.84	21	20	9
	HSBC Chinese Equity	High	-2%	0.93		8	10
	Henderson China Growth	High	-2%	0.92	-6	5	8
	Invesco Perp HK and China	Medium	+1%	0.92	2	14	9
	Jupiter China	High	-3%	0.86	-16	11	12
	Martin Currie China	Medium	-4%	0.91		13	9
	Neptune China	High	+1%	0.91	4	13	10
	Neptune China Max Alpha	Very High	-2%	0.65		10	20
	Neptune Greater China Income	Very Low	-1%	0.85		15	8
	Premier China Enterprise	Very High	-0%	0.71	-8	14	9
	Threadneedle China Opp.	High	-2%	0.85		13	12

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	China Growth Opps	Very Low	-103%	0.00	-43	40	
Avoid	Fidelity China Spec Sit	High	-8%	0.62	24	18	
	JPM Chinese	Very High	-0%	0.84	-1	19	18

Hong Kong



China



Taiwan



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

KOREA

UNITED KINGDOM BASED UNIT TRUSTS

Baring Korean	Medium	+1%	0.87	14	3	2
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Korea



THAILAND

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Aberdeen New Thai IT	Low	+10%	0.51	119	61	16
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Thailand



INDIA

UNITED KINGDOM BASED UNIT TRUSTS

Buy	First State India Subcontinent	Very Low	+10%	0.71	17	14	6
	Jupiter India	Medium	+1%	0.76	-10	7	6
	Neptune India	Low	-2%	0.87	-15	7	7

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid	India Capital Growth	Very Low	-4%	0.04	-32	18	-0
	Infrastructure India	Very Low	-54%	0.04		-56	-2
	JPM Indian	Medium	-1%	0.78	-11	4	4
	New India	Low	+5%	0.64	1	5	1

India



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

JAPAN

AUSTRALIAN BASED UNIT TRUSTS

Platinum Japan	High	+4%	0.91	0	12	10
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UNITED KINGDOM BASED UNIT TRUSTS

AXA Framlington Japan & Gen.	Medium	-1%	0.93	-11	2	4
Aberdeen Japan Growth	Medium	+5%	0.93	9	11	5
Allianz Japan	Medium	-1%	0.94	-8	4	8
BG Japan	Medium	+2%	0.90	0	8	4
Baring Japan Growth	Medium	-0%	0.92	-5	5	7
Blackrock CIF Japan Tracker	High	+0%	0.94	4	4	8
CF Canlife Japanese Growth	Medium	-1%	0.88	-9	4	6
Cavendish Japan	Medium	-1%	0.92	5	5	5
Fidelity Japan	Medium	-2%	0.89	-17	1	3
GLG Japan Core Alpha	Very High	-3%	0.87	1	11	
HSBC FSAVC Japan Growth	Medium	-4%	0.92	-18	-1	3
HSBC Japan Index	High	-4%	0.93	-15	1	7
HSBC PPUT Japan Growth	Medium	-4%	0.90	-18	-1	3
Ignis Asset Japan	Medium	-4%	0.93	-16	1	6
Invesco Perp Japan	Very High	-2%	0.87	-21	7	19
JOHCM Japan	Medium	+3%	0.89	9	8	
JPM Japan Growth	Medium	-3%	0.80	-14	-1	2
Jupiter Japan Income	Medium	-1%	0.91	-9	3	6
L & G Japan Index	Medium	-4%	0.92	-16	1	7
Buy Legg Mason Japan Equity	Very Low	+13%	0.33	52	38	9
M & G Japan & General	High	+1%	0.87	-5	7	11
Martin Currie Japan	Medium	-2%	0.89	-13	1	5
Martin Currie Japan Alpha	Medium	+0%	0.90	-8	2	7
Neptune Japan Max Alpha	Medium	+1%	0.87	1	5	
Neptune Japan Opportunities	Very High	-3%	0.88	-22	11	17
Old Mutual Japanese Select	Medium	+3%	0.89	2	2	4
Royal London Japan Growth	Medium	-2%	0.92	-14	2	6
SSGA Japan Equity Tracker	Medium	-3%	0.88	-14	1	5
Santander Premium Japan	Medium	-2%	0.94	-13	0	7
Schroder Japan Alpha Plus	High	-1%	0.84	-12	-9	6
Schroder Tokyo	Medium	-0%	0.90	-6	-2	2
Avoid Scot Wid HIFML Japanese	Medium	-17%	0.48	-18	7	
Scot Wid Japan Growth	Medium	-3%	0.93	-15	2	8
Stan Life Japanese	Medium	-1%	0.89	-9	5	4
Stan Life Japanese	High	-3%	0.95	2	6	
Stan Life TM Japan	Medium	+0%	0.90	-10	4	5
Threadneedle Japan Growth	Medium	-4%	0.93	-15	1	7
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS						
Buy Atlantis Japan Growth	Medium	+8%	0.84	18	8	
JPM Japanese	Medium	+1%	0.87	-10	3	4
Schroder Japan Growth	High	+5%	0.77	4	10	9

JAPAN SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

Buy AXA Framlington Japn Sm Coys	Medium	+9%	0.80	9	14	4
Buy Aberdeen Global Japan Sm Coys	Low	+8%	0.87	10	10	4
Buy BG Japan Small	Medium	+10%	0.86	15	14	3
Fidelity Japan Small Coys	Medium	+1%	0.95	4	5	
Henderson Japan Capital Gth	Medium	+3%	0.95	-8	1	5
Invesco Perp Japan Small Coys	Low	-3%	0.79	-19	-0	2
Buy M & G Jap Small Cos	High	+11%	0.87	10	12	7
Threadneedle Japan Small Cos	Medium	+4%	0.90	-6	0	2

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy B Gifford Shin Nippon	Medium	+21%	0.51	57	28	7
Buy Baillie Gifford Japan	High	+13%	0.82	26	17	15
Fidelity Japan Values	High	+5%	0.84	-5	-1	4
JPM Flem Japan Small Co	Medium	+4%	0.72	-9	8	6

TECHNOLOGY

AUSTRALIAN BASED UNIT TRUSTS

CFS Global Health Biotech	Low	+2%	0.65	19	17	4
CFS Tech & Comms	High	-2%	0.90	23	15	7
Avoid Platinum Int'l Technology	Low	-8%	0.82	-6	4	4

UNITED KINGDOM BASED UNIT TRUSTS

AXA Framlington Biotech	Medium	+6%	0.65	35	24	5
AXA Framlington Glb Tech.	Very High	-2%	0.88	21	3	3
AXA Framlington Health	Low	+2%	0.81	25	18	6
Cavendish Technology	High	-3%	0.84	4	6	
GLG Technology Equity	High	-4%	0.82	8	8	
Henderson Global Technology	High	-2%	0.91	16	8	4
L & G Global Health & Pharm.	Very Low	+0%	0.72	15	19	4
L & G Global Technology	High	-4%	0.89	6	5	3

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Avoid Blackrock New Energy	Very High	-19%	0.76	-34	11	8
Herald Investment Trust	Very High	+2%	0.81	33	11	1
Buy International Biotech	Medium	+11%	0.68	20	-4	
Polar Cap Technology	Very High	+1%	0.84	30	7	-2
Polar Global Healthcare	Medium	+3%	0.64	19	6	
Private Equity Investor	Very Low	+5%	0.25	33	17	-3
RCM Technology Trust	Medium	-4%	0.67	10	10	5
Buy The Biotech Growth Trt	Medium	+16%	0.64	79	42	6
World Healthcare Trust	Low	+4%	0.63	17	2	

Technology

Japan



Next Issue:

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