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Inside International Investor

World Stockmarket Outlook: Terrorism Risks,

Investment Fund Survey: 4 - 8 International, United States, United Kingom, Europe and Germany

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World Stockmarket Forecasts

Stockmarket	One-Year Forecast	Fundamental Indicators	Technical Indicators	Monetary Indicators	Economic Indicators	Historical 3 mths	Performance 6 mths	e (in US\$) 12 mths	Share Index
Australia	53%	Bullish	Bearish	Bullish	Neutral	-12.5%	-11.6%	-9.1%	5,134.89
Austria	48%	Bullish	Bearish	Bullish	Neutral	-18.9%	-24.3%	-22.8%	2,078.98
Belgium	58%	Bullish	Bearish	Bullish	Bearish	-8.6%	-9.6%	+0.2%	3,041.99
Canada	37%	Bearish	Bearish	Neutral	Bearish	-9.9%	-2.2%	+2.0%	14,227.36
Denmark	53%	Bearish	Bearish	Bullish	Neutral	-10.4%	-5.5%	+15.4%	703.44
Finland	51%	Bullish	Bearish	Bullish	Neutral	-10.4%	-9.5%	-1.9%	7,220.77
France	48%	Neutral	Bearish	Bullish	Neutral	-13.1%	-15.8%	-9.3%	3,101.10
Germany	43%	Neutral	Bearish	Bullish	Neutral	-15.6%	-14.2%	-6.0%	8,788.81
Ireland	45%	Bullish	Bearish	Bullish	Bearish	-10.5%	-17.3%	-1.5%	4,490.04
Italy	41%	Neutral	Bearish	Bullish	Bearish	-14.1%	-18.6%	-5.1%	20,273.41
Japan	54%	Bearish	Bearish	Bullish	Neutral	-5.1%	+3.5%	-2.7%	15,300.55
Netherlands	45%	Neutral	Bearish	Bullish	Bearish	-9.0%	-9.0%	-1.9%	395.68
New Zealand _	40%	Neutral	Neutral	Neutral	Bearish	-8.0%	-5.8%	-0.9%	1,555.22
Norway	40%	Bullish	Bearish	Neutral	Bearish	-14.3%	-6.9%	+2.0%	615.08
Spain	41%	Bullish	Bearish	Bullish	Bearish	-10.7%	-9.8%	-2.1%	1,036.16
Sweden	53%	Bullish	Bearish	Bullish	Bearish	-11.6%	-12.2%	-4.8%	666.44
Switzerland		Bullish	Bearish	Bullish	Bearish	-7.9%	-7.7%	+0.5%	8,374.59
Un. Kingdom _		Bullish	Bearish	Neutral	Bearish	-11.0%	-7.2%	-1.5%	6,339.97
USA	59%	Bullish	Neutral	Bullish	Bearish	-3.1%	+5.0%	+11.9%	1,906.13
Argentina	61%	Bearish	Bullish	Bullish	Bullish	+9.4%	+46.6%	+31.9%	10,040.24
Brazil		Bullish	Neutral	Neutral	Bullish	-7.6%	-2.9%	-6.8%	55,311.59
Czech Rep.		Bullish	Bearish	Bullish	Bearish	-8.3%	-13.0%	-14.6%	951.60
Chile		Bearish	Bearish	Bullish	Bullish	-9.1%	-8.2%	-16.3%	18,811.48
China		Neutral	Bullish	Bearish	Bullish	+17.3%	+12.9%	+6.3%	2,374.54
Greece		Bullish	Bearish	Neutral	Bearish	-19.2%	-26.9%	-15.5%	1,004.88
Egypt	45%	Bearish	Bullish	Bearish	Bearish	+13.0%	+18.0%	+55.2%	9,552.01
Hong Kong	71%	Bullish	Neutral	Bullish	Neutral	-0.7%	+0.3%	-0.6%	23,088.54
Hungary	44%	Bullish	Bearish	Neutral	Bearish	-6.8%	-10.1%	-14.5%	17,701.05
India	 55%	Bearish	Bullish	Bearish	Bullish	+3.0%	+14.3%	+27.7%	26,297.38
Indonesia	33%	Bearish	Bearish	Bearish	Bullish	-6.1%	-3.8%	+2.1%	4,962.96
Israel	61%	Bearish	Bullish	Bullish	Bullish	-2.2%	-5.2%	+6.9%	1,311.07
Korea	56%	Bullish	Bearish	Bullish	Neutral	-7.2%	-6.2%	-4.2%	1,940.92
Malaysia	48%	Bullish	Bearish	Neutral	Neutral	-6.0%	-2.9%	-1.2%	1,808.88
Mexico	43%	Neutral	Neutral	Neutral	Bearish	-3.7%	+4.1%	+2.1%	43,435.73
Philippines	51%	Bearish	Bullish	Neutral	Neutral	+1.0%	+7.8%	+6.1%	7,167.35
Poland	55%	Bullish	Bearish	Bullish	Neutral	-5.3%	-8.6%	-5.8%	52,734.24
Portugal	38%	Bullish	Bearish	Bullish	Bearish	-18.9%	-29.2%	-15.9%	2,341.67
Russia	13%	Bearish	Bearish	Bearish	Neutral	-23.1%	-11.8%	-27.9%	1,364.24
Singapore	60%	Bullish	Bearish	Neutral	Bullish	-4.8%	-1.4%	-1.0%	3,223.87
Sth Africa		Bearish	Bearish	Neutral	Bullish	-11.4%	-7.5%	-3.8%	47,092.24
Taiwan		Bearish	Neutral	Neutral	Bullish	-7.0%	-0.6%	+3.9%	8,966.44
Thailand		Bearish	Bullish	Bullish	Bullish	+1.3%	+11.1%	+2.7%	1,552.72
		Neutral	Bearish	Bearish	Bullish	-14.0%	-6.5%	-16.4%	73,494.06
Turkey	30%	ricuitai	Dearisi	Dearisii	Dumon	-1 T. U /U	-0.570	-10.T/U	13,777.00

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.

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World Stockmarket Outlook:

Short term risks . . . and long term rewards.

Current stockmarket weakness probably reflects slower growth in Europe, conflict in the Ukraine (and with Russia), the threat of Ebola and/or ISIS terrorists. In other words "business as normal". The world has always faced similar problems and threats . . . and the stockmarket has always been the best place to invest to build capital.

Risks from terrorists (if you live in a developed, western country) are far more emotional than real. A person is 18,000 times more likely to die from heart disease than from an act of terrorism. 12,000 times more likely to die from cancer. 1000 times more likely to die in a car accident, 900 times more likely to die from suicide, 14 times more likely to be killed in a fireworks accident and eight times more likely to be killed by a Police Officer!

If a person lives for 75 years, that is a total life expectancy of around 657,000 hours. Most people have little memory of their first 43,800 hours (i.e. the first five years) and we spend another one-third of the time asleep, so perhaps a "life" is about 400,000 hours of "productive" waking time.

We, as a society, already allow terrorists to take too much of that away from us. People make 3000 million flights annually and - thanks to the terrorists - all spend perhaps an extra hour in airport security queues. Under guard by men with sub-machine guns, we are made to pack and unpack laptops, remove and replace watches, coins, keys and belts while stressing about missing flights. One dares not complain about the inefficiency and inconsistency of this security for fear of being dragged off for random body searches or other punishment! Even if we ignore the deaths from heart attacks while shuffling through this stressful gauntlet (i.e. perhaps 500 per year?), let's look at the waste of time and lives involved.

3000 million people wasting one extra hour of their lives per flight is 3000 million man-hours - or the equivalent of 7500 full human lives. Terrorist don't kill people on planes. They get our governments to slowly

drain away our lives in security queues!

The "cure" is worse than the disease. [What we need, of course, is "smart" security. Scanning people onto planes - with ever changing rules - is more about being seen to be doing something, rather than actually making planes safer.]

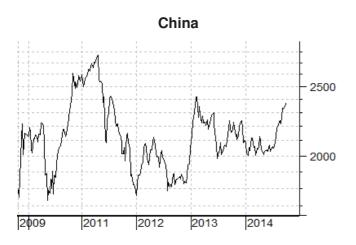
Terrorism - and the fear of war - can have the same emotional impact on investing, which far exceeds reality. When it comes to something as serious as managing your wealth, you need to take a more *appropriate* response to terrorism than the people who determine airport security! You need to weigh up the <u>real</u> risks and returns to come up with an appropriate investment strategy.

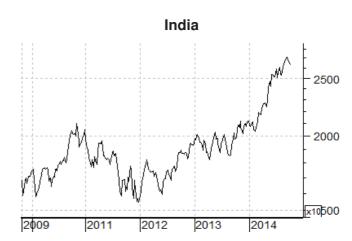
Stockmarkets can weaken owing to the risk of terrorism or war - but there is nothing new about human conflict and somehow this ability to kill each other has <u>not</u> prevented the development of the arts, literature, medicine, technology, trade and commerce.

Over the medium to long term, shares have been the best investments regardless of terrorism, wars or other conflicts. But owing to short term volatility, it is unwise to have a highly leveraged portfolio (i.e. to use large margin loans). A diversified share portfolio can survive any short term volatility - *if* you avoid margin loans, options or derivatives!

The <u>main</u> impact of terrorism or war is the *short term disruption* of international trade. In the *medium term* it can add to the overhead cost of international business (i.e. the time wasted in those airport queues, the additional government compliance requirements, etc.).

Stockmarket investing, however, is about the longer term. Over-anticipated fears about short term problems can prevent people from focusing on the long term trends. Ebola may reach Europe and cause short term disruption to travel plans. ISIS terrorists may release more execution videos. These are terrible things but a lot of very terrible things have happened over the last hundred years. None lasted forever. The world still advanced. (Continued on Page 8)





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Recommended International Investment Funds

Fund Report

Baillie Gifford Shin Nippon plc's net assets rose by 1.2% in its half year to 31 July 2014, but slightly under-performed its benchmark index which rose 4.3%.

The Fund Manager reports that "Many of our holdings are leaders in niche markets that are capable of expanding irrespective of what is happening in the broader economy. Others are gaining share from sleepy, larger incumbents by adopting new, disruptive business models that present end customers with a more compelling value proposition".

Share Repurchases

Aberforth Smaller Companies Trust plc has made one on-market share repurchase, acquiring 20,000 shares at 1068.116 pence.

Curren Advice		EPIC Code	Initial Re Date			Prem/ Disc to Net Assets	Recent F Bid-Offer or Last Sale	Price NZ Cents	Gain or Loss %
	Europe								
BUY	Fidelity European Values plc	FEV	13/05/03	46.4p	129.1	-9%	143.1p	294.4	+128
BUY	JPM European Smaller Cos	JESC	15/01/02	45.3p	153.2	-10%	181.5p	373.5	+144
	United Kingdom						•		
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-6%	1012.0p	2082.3	+100
	Asian Regional								
BUY	Aberdeen Asian Small Coys	AAS	09/09/03	89.2p	247.8	-2%	953.50p	1961.9	+692
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		87.97p	181.0	+70
BUY	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		711.4p	1463.8	+30
BUY	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	-2%	854.0p	1757.2	+432
	China								
BUY	Henderson China Opportunities	*	09/07/07	548.9p	1410.4		758.9p	1561.5	+11
	India								
HOLD	First State Indian Sub-Cont.	*	13/12/10	209.2p	442.0		303.45p	624.4	+41
	Japan								
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	+4%	302.75p	622.9	+41
BUY	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-9%	68.75p	141.5	-56
HOLD	Invesco Perp Japan Small Coys	*	13/07/99	61.3p	182.3		62.34p	128.3	-30
	Korea								
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		258.3-273.5p	547.1	+161
	International								
HOLD	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0	. =	541.79p	1114.8	+506
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-15%	627.75p	1291.7	+57
BUY	Private Equity Investor plc	PEQ	11/12/01	117.9p	404.5	-17%	187.5p	385.8	-5
* United	d Kingdom based Unit Trust								

The average Gains/Losses of all current investments from initial recommendation is +145.2%. This is equal to an average annual rate of +11.1%, 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 +12.0%.

Other Shares

An alternative investment to those recommended above includes **Aberdeen Asian Smaller Companies Trust** 2019 convertible notes at 115¾ pence. **Fidelity Japanese Values** subscription shares are 4 pence.

"Clean" unit prices are: Henderson Asia Pacifc Capital 766.9 pence, Henderson China Opportunities 105.5 pence, First State Indian Sub-Continent 149.42 pence, Invesco Perpetual Japanese Smaller Companies 185.91 pence and Aberdeen Emerging Markets 580.04 pence.

Investment Fund Survey

Current Advice	Investment Fund	Risk Rating	Superi- ority Rating	Market Correla- tion		12	nce 3 mth	Current Advice	Investment Fund	Risk Rating	Superi- ority Rating	Market Correla- tion	Perfe 36 mth	12	nce 3 mth
Advice		riating	riating	tion	111(11	11101	111(11	Advice		riating	riating				
	INTERN	ATIOI	VAL						Marlborough Global	Medium	-1%	0.94	40	15	9
	Australian bas			T 0					Martin Currie Global Alpha Martin Currie Global Equity	Medium Medium	-2% +1%	0.96 0.87	49 42	8 9	7 7
	AUSTRALIAN BAS	Medium				40	0		Morgan Stanley Global Brands	Medium	+2%	0.80	39	13	9
	Advance Int'l Share MB	Medium	-1% -0%	0.87 0.81	50 39	13 9	6 3		NFU Mutual Global Growth	High	-4%	0.88	26	3	4
	Advance International	Medium	+0%	0.89	51	13	9		Neptune Global Equity Newton Global Equity	Medium Medium	-6% -0%	0.82 0.92	28 12	10 8	10
	BT International Commonwealth Int'l Share	Medium	+2% +2%	0.89 0.25	65 43	18 8	10 3	Buy	Old Mutual Global Equity	Medium	+7%	0.90	78	19	9
	Gold Sachs International	Very Low Medium	+2%	0.25	56	10	4	Avoid	PSigma Global Equity	Medium Medium	-7% +4%	0.70 0.69	2 13	6 8	
Avoid	Invesco Global Matrix	High	-8%	0.63	16	-1	4		Pictet Global Megatrend Polar Financial Opportunities	Medium	-0%	0.69	16	10	
	MLC Aust - Platinum Gbl MLC MKey Global Share	Medium Medium	+1% +0%	0.76 0.84	50 48	14 13	8 9	Buy	Polar Global Insurance	Low	+10%	0.28	12	9	
	Perpetual Fid. Intern'l	Medium	-2%	0.85	45	13	8		R & M Global Equity R & M Global High Income	Medium Medium	-0% -5%	0.94 0.83	41 26	8 6	7 8
	Perpetual ICSav - Int'l	Medium	-2%	0.85	46	13	8		R & M Global Opportunities	Medium	-3%	0.93	31	7	8
	Platinum International NEW ZEALAND BA	Medium	-2% u= T pu	0.76	32	7	2		Rathbone Global Opportunies	Medium	+1%	0.79	40	11	8
	AMP International Share	High	11 1 HU +2%	0.74	61	15	5		Royal B of S International Gth SJP Global	Medium Medium	+1% +5%	0.89	52 67	15 15	9 7
	One Answer International	Medium	+2%	0.74	58	12	6		SJP Global Equity	Medium	-1%	0.96	12	8	
	UNITED KINGDOM							Ausid	SJP Global Equity Income	Medium	+5%	0.83 0.15	14 -61	8 13	9
	AXA Framlington Financial	Very High	-0%	0.91	52	7	3	Avoid	SJP International SJP UK & International Income	Very High High	-23% +1%	0.15	-61 15	8	9
	AXA Framlington Global Opps	High	+1%	0.89	46	10	4		SJP Worldwide Opportunities	Medium	+2%	0.95	52	11	6
	AXA Rosenburg Global Aberdeen Ethical World	High Medium	+1% -3%	0.98 0.88	51 35	16 10	9 7		SVM World Equity SWIP Global	High Medium	+4% +2%	0.92 0.92	63 53	12 11	8 8
	Aberdeen Global World Equity	Medium	-4%	0.80	12	8	,		SWIP MM Global Real Estate Sec	Medium	-1%	0.68	40	9	6
	Aberdeen World Equity	Medium	-3%	0.88	34	11	7		SWIP MM International	Medium	+1%	0.98	49	13	9
Avoid	Aberdeen World Growth & Inc Allianz Global Eco Trends	Medium High	-9% -2%	0.80 0.84	12 32	3 5	6 2		Schroder Global Alpha Plus Schroder Global Equity Income	Medium High	-1% +2%	0.87 0.95	46 52	13 17	11 9
	Artemis Global Growth	High	+4%	0.97	71	19	10		Schroder Global Property Sec.	Medium	-3%	0.72	33	7	5
	Artemis Global Income	Very High	+5%	0.60	23	7			Schroder ISF Global Eq. Alpha	High	-2%	0.88	10	8	
	Artemis Global Select Aviva International Index	Medium Medium	-2% +1%	0.86 0.98	10 50	8 15	9		Schroder ISF Global Eq. Yield Scot Wid Environmental Inv	Medium Medium	-4% +1%	0.90 0.85	13 41	9 8	6
	BG Global Alpha Growth	High	+1%	0.95	55	13	8		Scot Wid Global Growth	Medium	+0%	0.93	49	13	9
Buy	BG Global Discovery BG Global Income	High	+11%	0.47	8	6	0		Scot Wid Global Select Gth	Medium	+2%	0.93	56	11	8
	BG International	Medium High	-4% +2%	0.93 0.95	22 52	6 13	6 9		Scot Wid Int Equity Tracker Scot Wid Stockmarket Gth	Medium Medium	+1% -1%	0.90 0.96	47 41	15 12	10 7
	Barclays Global Core	Medium	-2%	0.92	13	8			Smith & Williamson MM Global	Low	-2%	0.82	32	11	8
	Baring Global Growth Blackrock Global Equity	Medium Medium	-1% -3%	0.96 0.78	38 35	13 8	9 8		Stan Life Global Equity Income Stan Life Global Equity Uncon.	Medium High	+1% +3%	0.92 0.92	16 63	9 19	8
	Blackrock Global Income	Low	-1%	0.73	16	10	O		Stan Life TM Global Equity	Medium	+3%	0.65	65	13	8
	CF Canlife Global Equity	Medium	+1%	0.95	12	9			Threadneedle Global Ex Alpha	High	+3%	0.93	57	16	11
	Cler Med International Dimensional Int'l Value	Medium High	+3% +1%	0.90 0.90	63 60	12 16	8 9		Threadneedle Global Select UBS Global Optimal	High High	+1% -1%	0.96 0.98	50 54	14 13	9 8
	Dimensional International	High	+2%	0.93	56	15	8		Vanguard FTSE Dev World Index	Medium	+2%	0.97	58	17	10
	F & C Int'l Heritage F & C Stewardship Int'l	High Medium	+1% +1%	0.92 0.94	54 46	10 11	9 11		Vanguard Global Small-Cap Ind. Virgin Climate Change	High High	+3% +2%	0.86 0.93	11 57	5 12	6
	Fidelity Global Consumer Ind	High	+0%	0.84	14	8			AUSTRALIAN LISTED	INVESTA	_		37	12	O
	Fidelity Global Financial	Very High	-2%	0.78	14 7	12			Platinum Capital	Low	+4%	0.32	67	16	9
	Fidelity Global Industrials Fidelity Global Dividend	High Medium	-4% +4%	0.81 0.59	23	3 9		Buy	Templeton Global	Medium	+7%	0.58	81	17	11
	Fidelity Global Focus	Medium	+2%	0.97	51	14	9		UNITED KINGDOM BASED L	ISTED IN	IVESTM	ENT T	RUST	S	
	Fidelity Global Spec Sits Fidelity International	High High	+1% +0%	0.95 0.97	60 55	17 14	9 8		Alliance Trust	Medium	-0%	0.91	42	12	8
	First State Global Infrastr.	Medium	+2%	0.77	40	16	7	Avoid Avoid	Ashmore Global Opps Brit Empire Securities	Very Low Medium	-21% -7%	0.19 0.68	-41 23	-6 13	5 10
	First State Worldwide Equity	Medium	-4%	0.78	5	4		Avoid	Brunner Invest. Trust	High	+2%	0.84	47	14	6
	GAM Star Worldwide Equity Guinness Global Equity Income	High Medium	+2% -1%	0.90 0.77	12 10	5 5			Caledonia	Very High	+2%	0.57	46	29	3
Buy	Guinness Global Money Managers	Very High	+11%	0.68	17	5			EP Global Opportunities Edinburgh Investment	Medium Medium	+2% -0%	0.64 0.65	54 36	10 7	8 7
	Halifax International Henderson Global Care Growth	Medium	+2%	0.91 0.91	14	9 15	7		Edinburgh Worldwide	Very High	+3%	0.45	49	8	3
	Ignis Global Growth	Medium Very High	+2% -1%	0.93	53 44	10	7 5	Avoid	Establishment IT Foreign & Colonial	Low Medium	-9% +0%	0.33 0.91	10 46	1 14	14 11
	Invesco Perp Global Equity Inc	Medium	+5%	0.91	56	14	7		Invesco Perp Sel Global	Very Low	+4%	0.45	54	9	5
	Invesco Perp Global Equity Invesco Perp Global Opport.	High High	+3% +3%	0.96 0.92	57 60	10 8	8 5		JPM Overseas	High	-2%	0.92	41	11	7
	Investec Global Dynamic	High	+2%	0.97	55	13	6		Jupiter Primadona Law Debenture Corp.	Medium High	+3% +3%	0.42 0.76	53 54	17 10	6 7
	Investec Global Energy	Very High	-6%	0.76	28	8	-1	Buy	Majedie Investment	Medium	+7%	0.44	66	47	3
	Investec Global Equity Investec Global Spec Sits	High Medium	+1% -1%	0.97 0.95	55 36	16 14	8 7		Martin Currie Portfolio Monks Investment	Medium Medium	+2% -3%	0.80 0.71	55 21	14 3	10 3
	JOHCM Global Select	Medium	+4%	0.80	65	24	11		Murray International	High	-5%	0.71	32	5	10
	JPM Global JPM Global Consumer Trends	High High	-0% -3%	0.95 0.92	56 44	16 12	10 8		New Star	Very Low	-6%	0.32	2	11	8
	JPM Global Equity Income	High	+2%	0.89	55	16	5	Buy	Pantheon International Personal Assets Trust	Very Low Very Low	+10% -6%	0.20 0.60	98 4	19 8	11 7
	JPM Global Financials	Very High	-2%	0.88	63	13	11		RIT Capital Partners	Very Low	-4%	0.32	15	18	12
	Jupiter Ecology Jupiter Financial Opps	Medium High	+0% -2%	0.91 0.88	38 47	7 9	4 7	Avoid	Ruffer Investment Coy	Very Low	-8%	0.62	4	-3	6
	Jupiter Fund of Invest Trusts	Medium	-0%	0.89	37	13	8		Scottish American Inv. Scottish Invest. Trust	Medium Medium	-6% -1%	0.74 0.91	12 36	0 8	0 6
	Jupiter Global Equities	Medium	-3%	0.86	13	8		Buy	Scottish Mortgage & Trt	Very High	+8%	0.69	88	32	18
	Jupiter Global Financials Jupiter Global Managed	High Medium	-0% +0%	0.80 0.97	7 48	9 11	8		Secs Trust of Scotland	Medium	-3%	0.81	34	1	4
	Jupiter Int'l Financials	High	+3%	0.92	53	10	8		Witan Investment Coy	High	+3%	0.91	70	20	7
	Jupiter Merlin Worldwide Kames Global Equity	Medium Medium	-2%	0.96	28	10 10	8		INTERNATIONA	I SMA	ΔIIF	R C	OS		
	L & G Global 100 Index	Medium	+1% +2%	0.90 0.81	17 58	23	17								
	L & G Global Environmental	Very High	+4%	0.75	16	5			UNITED KINGDOM E						
	L & G Global Growth L & G International Index	Medium Medium	-2% +2%	0.94 0.93	38 58	12 20	8 13		Invesco Perp Global Small Cos McIlroy & Wood Smaller Coys	Medium Medium	-2% -3%	0.87 0.77	56 35	12 9	6 2
	L & G Worldwide	Low	+1%	0.80	11	8		Avoid	Santander Global Emerg. Shares	Medium	-11%	0.40	8	9	-
	Lazard Global Equity Income Legg Mason Global Equity Inc.	High Medium	+1% +4%	0.90 0.89	47 51	13 16	5 4		Stan Life Global Small Coys Stan Life TM International	Medium Medium	-4% +3%	0.70 0.75	2 74	5 28	11
Avoid	M & G Global Basics	High	+4% -9%	0.89	7	1	5		UNITED KINGDOM BASED L			_			11
	M & G Global Dividend	Medium	+3%	0.92	52	13	7		F & C Global Small Cos	Medium	+3%	0.85	72 72	5 14	7
	M & G Global Growth M & G Global Leaders	High Medium	-1% -0%	0.93 0.96	41 42	6 8	7 6	Buy	Oryx Int'l Growth	Very High	+8%	0.56	85	18	2
	Marlborough ETF Global Growth	Medium	-2%	0.84	33	14	8	_							
			Copy	yright	© S	ecur	ities	Resear	ch Company Ltd						

October 13, 2014. Page 5 Market Performance
Correla- 36 12 3 Market Performance Correla- 36 12 3 Superi Superi Investment Fund Investment Fund Risk Risk Current Current Correlaority Rating Correla-Rating tion mth mth Advice tion mth mth **UNITED STATES** UNITED KINGDOM AUSTRALIAN BASED UNIT TRUSTS United Kingdom based Unit Trusts BT American Growth Medium -0% 0.90 70 20 11 AXA Framlington Blue Chip Medium 0.84 2 0.64 AXA Framlington Equity Income Very Low +5% 8 United Kingdom based Unit Trusts AXA Framlington UK Growth 47 -0 High +5% 0.81 AXA Framlington American Gth Medium 12 6 0.67 44 AXA Framlongton UK Select Opps Medium +6% 0.77 46 AXA Rosenburg American +6% 0.64 24 12 Low AXA General 0.93 High +5% 12 Medium 53 12 Allianz US Equity -2% 0.88 20 Aberdeen Global UK Equity Medium +1% 0.84 5 3 Aviva US Equity Income Medium +0% 0.81 16 11 Aberdeen Responsible UK Equity Medium +3% 0.91 39 -2% 7 BG American Medium 0.84 13 Aberdeen UK Equity 37 2 Medium 0.92 Barclays US Alpha High -0% 0.85 20 10 Aberdeen UK Equity Income Medium +3% 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	L & G Growth	Medium	+1%	0.72	29	11	5	Buy	Finsbury Growth	Low	+9%	0.62	67 1	
	L & G UK 100 Index	Medium	+4%	0.92	42	11	6		Hansa Trust	Very Low	+0%	0.24	11 2	
Buy	L & G UK Active Opportunities L & G UK Alpha	Medium Very Low	+0% +7%	0.66 0.23	32 49	7 17	8 7		Henderson High Income Independent Invest Trt	Very Low Very Low	+5% +5%	0.56 0.30	52 1 50 1	
-,	L & G UK Equity Income	Medium	+5%	0.84	46	8	3		Invesco Income Growth	Low	+6%	0.73		9 5
Buy	L & G UK Index L & G UK Spec Sits	Medium Medium	+1% +8%	0.87 0.53	34 65	8	6 11	Buy	Invesco Perp Sel UK JPM Claverhouse	Very Low Medium	+10% +6%	0.20 0.81		2 5 7 5
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Buy	Lazard UK Omega Legg Mason UK Equity	High	+8%	0.86	72 45	14 10	7	Buy	London & St Lawrence	Very Low	+7% +11%	0.27	50 1	
Buy	Liontrust Special Situations	Medium Low	+3% +7%	0.90 0.75	45 55	10	4 5	Buy Avoid	Lowland Investment Co Manchester & London	Medium Medium	-17%	0.52 0.55	79 -20 -1:	6 1 3 3
,	Liontrust UK Growth	Low	+5%	0.79	42	10	5		Merchants Trust	High	+2%	0.86		4 3
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	M & G Recovery	Medium	+0%	0.78	26	2	1		Schroder UK Growth	High	+4%	0.63	42 -	-5 2
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Buy	Majedie UK Focus	Medium	+11%	0.78	75	16	5	Buy	Strategic Equity Cap.	Very Low	+21%	0.04	128 3	7 12
	NFU Mutual UK Equity Inc. NFU Mutual UK Growth	Very Low Low	-0% +1%	0.65 0.78	29 35	6 6	4 4		Temple Bar Inv. Trust Value & Income Trust	Medium Very Low	+5% +6%	0.87 0.33		8 5 7 5
Buy	Neptune UK Opportunities	Medium	+9%	0.78	68	13	6	Пли	TED KINGDOM BASED INVES					
Buy	Old Mutual UK Equity	High	+9%	0.78	75	14 7	6	Buy	Rights & Issues	Very Low	+17%	0.02	90 1	
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-,	SWIP Financial	Medium	+0%	0.76	39	9	7							
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	Santander Equity Income	Very Low	-1%	0.60	25	10	3		UNITED KINGDOM	BASED U	Jnit Tri	USTS		
	Santander Premium UK Equities Santander Stockmarket 100	Low Low	+3% +4%	0.67 0.71	42 44	10 11	6 6	Buy	AXA Framlington UK Small Coys	Low	+9%	0.69	84 2	
Buy	Schroder Income	High	+8%	0.81	65	13	7	Buy	Aberdeen UK Smaller Coys Aberforth UK Small Coys	Medium Medium	+3% +8%	0.78 0.78	61 94 2	8 3 20 8
Buy Buy	Schroder Recovery Income Schroder Specialist Value UK	High Low	+10% +11%	0.70 0.41	74 77	12 11	5 6	,	Allianz UK Mid-Cap	High	+0%	0.73	60	7 6
Zuj	Schroder UK Alpha Plus	Very High	+4%	0.40	32	-5	2		Artemis UK Smaller Coys Aviva UK Smaller Companies	Very Low Medium	+4% +5%	0.67 0.76		2 3 9 5
Buy	Schroder UK Equity Acc Schroder UK Mid 250	Medium High	+5% +15%	0.87 0.65	52 111	14 13	7 5		BG British Smaller Coys	Medium	+3%	0.66		4 6
Buy	Scot Wid HIFML UK Focus	High	+13%	0.86	62	11	6	Buy	Barclays UK Lower Cap Blackrock Mid Cap UK Tracker	Medium Low	+8% +5%	0.67 0.39		8 5
D. n.	Scot Wid HIFML UK High Income	Medium	+2% +11%	0.92	42 79	11 18	6 7		Blackrock UK Smaller Coys	High	+2%	0.39		9 5
Buy	Scot Wid HIFML UK Strategic Scot Wid UK All Share Track	Medium Low	+11%	0.84 0.71	79 47	11	6		Cavendish AIM	Very Low	+5%	0.46	53 1	
	Scot Wid UK Growth	Medium	+1%	0.95	38	8	5		Cavendish Opportunities Dimensional UK Smaller Coys	High Medium	+3% +6%	0.78 0.63		8 3 2 5
	Smith & Williamson UK Equ Gth Smith & Williamson UK Equ Inc	Low Medium	+5% +2%	0.77 0.82	53 34	19 9	8 4	_	F & C UK Mid-Cap	Medium	+5%	0.69	76 1	6 7
	Stan Life TM UK Equity General	Medium	+4%	0.74	47	8	5	Buy Buy	F & C UK Smaller Companies Fidelity UK Smaller Companies	Medium Low	+7% +11%	0.81 0.70	87 1 16	7 7 6
Buy	Stan Life UK Equity Gth Stan Life UK Equity High Alpha	High High	+4% +10%	0.86 0.69	46 80	7 10	5 6	-,	Halifax Smaller Companies	Medium	+3%	0.56	6	2
	Stan Life UK Equity High Inc	Medium	+6%	0.89	56	13	7		Henderson UK & Irish Sm Coys Henderson UK Small Coys	Low Medium	+4% +6%	0.64 0.72	64 13 90 13	3 5 3 7
Buy Buy	Stan Life UK Equity Recovery Stan Life UK Ethical Trust	Very High Medium	+12% +7%	0.58 0.75	84 60	8 7	4 5		Ignis Smaller Companies	Medium	-1%	0.52	48	8 7
Day	Stan Life UK Opportnities	Low	+6%	0.49	57	8	9	Buy	Invesco Perp UK Small Cos Equ. Investec UK Smaller Cos	Medium Medium	+4% +9%	0.78 0.60	67 1: 83 1:	
Buy	TU British Templeton Growth	Medium Medium	-1% +7%	0.84 0.75	22 64	3 16	1 8	Duy	JPM UK Smaller Companies	High	+3%	0.84	69	7 5
Buy	Threadneedle American Ex Alpha	Low	+7%	0.73	68	19	13		Jupiter UK Small Cos Kames UK Smaller Companies	Medium Very Low	+3% -0%	0.73 0.07		2 5 5
Buy	Threadneedle UK	Medium	+7%	0.53	52	11	4		L & G UK Small Coys	Low	-0% +5%	0.64	63 1	
Buy	Threadneedle UK Equity Alpha Threadneedle UK Equity Income	Medium Low	+6% +11%	0.82 0.19	51 45	9 10	7 -14	Dec	Lazard UK Smaller Companies	High	+3%	0.79	68 1	3 6
,	Threadneedle UK Growth & Inc	Medium	+5%	0.85	48	8	3	Buy	Liontrust UK Small Coys M & G Smaller Companies	Very Low High	+12% +1%	0.24 0.77	80 1 67	8 2 7 5
	Threadneedle UK Property Threadneedle UK Select	Very Low Medium	-2% +5%	0.05 0.90	14 53	19 15	11 5	Buy	Marlborough Special Situations	Low	+7%	0.76	69 1	9 7
	UBS UK Equity Income	Low	+5%	0.88	44	10	5	Buy Buy	Marlborough UK Micro Cap Gth Neptune UK Mid Cap	Very Low Low	+11% +9%	0.44 0.62	82 2: 101 1:	
	UBS UK Opportunities Unicorn Outstanding British	Medium Very Low	+6% +5%	0.83 0.47	9 48	5 4	3	Buy	Old Mutual UK Mid Cap	Medium	+8%	0.49	111 1	5 10
Buy	Unicorn UK Income	Very Low	+8%	0.30	58	4	3	Buy	Old Mutual UK Smaller Coys R & M UK Equity Small Coys	Low Medium	+6% +16%	0.55 0.53	80 13 125 2	
Buy	Vanguard FTSE UK All Share Vanguard FTSE UK Equity Index	Medium Medium	+4% +7%	0.97 0.94	12 51	6 12	5	•	Royal London UK Mid-Cap	Medium	+6%	0.47	84 1	4 7
buy	Vanguard FTSE UK Equity Index	Medium	+7%	0.98	50	12	6	Buy	Royal London UK Smaller Coys	Very Low	+7%	0.45 0.57	79 1: 67 1	
	Virgin UK Index Tracking	Medium	+1%	0.95	35	8	4	Buy	Schroder UK Smaller Coys Scot Wid HIFML UK Small Coys	Very Low High	+7% +1%	0.57	56	6 1
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Buy	3i Group Aurora Invest Trust British American IT	Very Low Very Low	-6% +4%	0.16 0.13	7 23	19 2	-6	5	Threadneedle UK Mid 250 Threadneedle UK Smaller Cos	High Medium	+2% +4%	0.73 0.69	75 1	9 7
Buy	3i Group Aurora Invest Trust British American IT British Assets	Very Low Very Low Medium	-6% +4% -2%	0.16 0.13 0.79	7 23 19	19 2 5	-6 5	Buy	Threadneedle UK Mid 250 Threadneedle UK Smaller Cos Unicorn UK Smaller Coys	High Medium Very Low	+2% +4% +9%	0.73 0.69 0.54	75 1: 73 1	9 7
Buy	3i Group Aurora Invest Trust British American IT British Assets City Merchants High Yld Dunedin Income Growth	Very Low Very Low Medium Very Low Medium	-6% +4% -2% -0% +1%	0.16 0.13 0.79 0.27 0.79	7 23 19 24 36	19 2 5 18 7	-6 5 4 3	Buy	Threadneedle UK Mid 250 Threadneedle UK Smaller Cos Unicorn UK Smaller Coys UNITED KINGDOM BASED	High Medium Very Low LISTED IN	+2% +4% +9% NVESTM	0.73 0.69 0.54 ENT T F	75 19 73 1 RUSTS	9 7 7 3
Buy	3i Group Aurora Invest Trust British American IT British Assets City Merchants High Yld	Very Low Very Low Medium Very Low	-6% +4% -2% -0% +1%	0.16 0.13 0.79 0.27 0.79 0.80	7 23 19 24 36 27	19 2 5 18 7 6	-6 5 4 3 5	•	Threadneedle UK Mid 250 Threadneedle UK Smaller Cos Unicorn UK Smaller Coys	High Medium Very Low	+2% +4% +9%	0.73 0.69 0.54	75 1: 73 1: RUSTS	9 7

October 13, 2014. Page 7 Market Performance Correla- 36 12 3 Superi Investment Fund Current Risk ority Rating Rating tion mth mth mth Aberforth Smaller Coys +8% 102 Buy Very High 0.64 14 11 **France** Blackrock Smaller Coys +5% 0.56 5 79 Buy Chelverton Growth Trust Very Low Medium +14% 0.11 97 21 9 Dunedin Smaller Coys IT 3500 Buy Henderson Opportunities Very High +15% 0.51 155 34 10 107 Very High 8 Henderson Smaller Cos +6% 0.66 9 Invesco Perp UK Smaller Medium 0.70 74 76 9 Very High JPM Smaller Covs +2% 0.70 3 Montanaro UK Small Coys Medium 39 -3% 0.59 -2 3000 Avoid SVM UK Emerging Fund Very Low -7% 0.02 -2 6 Schroder UK Mid & Small 108 11 Very High +6% 0.75 Std Life UK Small Coys -3% 0.45 39 -3 4 Very High The Mercantile IT plc -0% 0.74 61 2500 **EUROPE** AUSTRALIAN BASED UNIT TRUSTS BT Europe Growth Very Low +3% 0.73 3 49 5 Platinum Europe Very Low +2% 0.29 30 5 UNITED KINGDOM BASED UNIT TRUSTS 2009 2011 2012 2013 2014 AXA Framlington European Medium ±5% 0.71 4 3 AXA Rosenburg European 48 10 Very High +1% 0.94 Aberdeen European Growth Medium 0.80 38 5 2 Switzerland 5 2 Aberdeen Global European Medium -0% 0.60 Allianz Cont European Medium +3% 0.75 48 3 Allianz Europe Equity Growth Allianz European Equity Income Low -0% 0.59 6 3 9000 49 Medium +5% 0.82 15 2 Artemis European Growth Very High 0.88 66 12 8500 Artemis European Opportunities Low +5% 0.76 4 8000 Medium Aviva European +5% 0.89 BG Europe Medium +5% 0.82 53 3 -0 7500 10 2 Barclays Europe (ex-UK) Alpha Medium +6% 0.71 Very High Baring Eastern Europe -21% 0.38 -13 -4 7000 58 Baring Euro Sel. Medium +6% 0.83 6 Baring European Growth Very High +2% 0.93 5 6500 11 5 High Medium 0.86 0.75 Blackrock CIF Cont European +3% 52 16 4 Blackrock Cont European Income +6% 6000 Blackrock Cont'l Europe Very High +3% 0.86 6 2 Blackrock European Absolute 13 Very Low +2% 0.02 6 64 Blackrock European Dynamic +6% 0.85 11 5500 High Avoid Blackrock Global Emerg Europe Very High -19% 0.38 -10 2 Blackrock Global Euro Value +6% 0.86 Hiah 11 5000 CF Canlife European -0% 0.86 41 High CIS European Cavendish Asia Pacific High -1% 0.88 32 25 5 2009 2011 2012 2013 2014 Very Low 10 11 Cavendish European High -1% 0.82 36 -1 -5 5 63 F & C European 1 High +6% 0.85 10 Spain Fidelity European 51 47 5 Fidelity European Opps High +2% 0.84 8 GAM Star Cont European +2% 2 2 Very Low 0.53 1300 GAM Star European Equity Low +2% 0.59 3 +5% 59 High 0.90 11 3 GLG Cont Europe 1200 25 42 HSBC European Growth High -3% 0.79 0 1100 +0% HSBC Eurotrack 100 High 0.87 9 4 13 Halifax European +3% 0.87 High Buy 1000 Henderson European Focus Medium +8% 0.86 72 50 18 6 Henderson European Growth Medium +5% 0.82 8 3 Henderson European Sel Opps +6% 16 High 0.88 900 Henderson European Spec Sits Medium +5% 0.82 53 54 5 3 Ignis European Growth Medium +4% 0.88 8 800 Buy 72 64 Invesco Perp Euro Equity Inc. High +9% 0.91 15 4 Invesco Perp Euro Opp. +8% 13 -1 Buy Medium 0.72 Invesco Perp European Eqity Very High +8% 0.90 70 18 4 700 JOHCM All Europe Dynamic Gth Medium +1% 0.74 6 JOHCM Cont European High +5% 0.89 13 5 JOHCM European Select Value +6% 0.84 52 8 Low 600 JPM Europe 60 +4% 0.94 14 High 71 Buy JPM European Dynamic High +8% 0.87 16 3 -4 2009 2011 2012 2013 2014 Avoid JPM New Europe High -13% 0.46 -13 Jupiter Emerging European -12 -3 5 Avoid -15% 0.48 High Jupiter European Low +5% 0.78 57 9 **Netherlands** Jupiter European Growth +2% Low 0.63 8 Jupiter European Income Medium +3% 0.85 49 2 Jupiter European Opportunities Medium +3% 0.72 8 Very High -12 Jupiter New Europe -19% Kames European Equity High +1% 0.77 6 3 400 L & G Euro Index +0% High 0.91 40 8 51 49 L & G European High 4 5 Lazard European Growth High +3% 0.90 10 -0% 33 9 Liontrust European Growth High 0.83 45 52 6 M & G European Medium +3% 0.89 3 4 350 M & G European Index Tracker +3% 0.93 High M & G European Strategic Val. Medium +3% 0.92 49 13 4 M & G Pan European Medium -1% 0.82 28 -2 4 44 44 M & G Pan European Dividend Medium +3% 0.84 300 Marlborough European Low +3% 0.67 10 Martin Currie European +4% 52 Medium 0.89 Neptune European Income Medium +5% 0.77 43 11 Neptune European Opps Neptune Russia & Gtr Russia Medium +3% 0.61 34 -1 -15% 0.30 -11 15 Medium

2009

2011

2012

2013

2014

5

5

-0 2

13

11

6

Avoid

Avoid

Newton Continental European

Old Mutual European Equity

Royal London European Gth

SJP Continental European

SJP Greater European Prog.

Royal London European Income

Pictet Eastern Europe

Pictet Russian Equities

High

High

High

High

Very High

Very High

Medium

Medium

+1%

+5%

-18%

-19%

+3%

-1%

+3%

+6%

0.91

0.89

0.34

0.18 -16 -6

0.82

0.79

0.81

0.87

45 9 55

-14

51

41 12 5

50

Page 8 International Investor

			Superi-	Market		orma	
Currer Advice		Risk Rating	ority Rating	Correla- tion	36 mth	12 mth	3 mth
		-	-				
	SSGA Europe Equity Tracker	Medium	+4%	0.71	45	9	3
Buy	SVM All Europe	Medium	+7%	0.79	49	9	3
	SVM Continental European	High	+5%	0.82	50	10	3
	SWIP European	Low	+2%	0.73	38	1	2
	Santander Premium Europe	Medium	+4%	0.72	56	10	4
Buy	Schroder European	Low	+7%	0.46	10	5	
	Schroder European Alpha	Medium	-0%	0.72	32	3	2
Avoid	Schroder ISF Emerging Europe	High	-16%	0.25	-11	-1	
	Schroder ISF European Equity	Medium	+2%	0.68	8	5	
	Scot Wid Euro Select Gth	Medium	+2%	0.77	40	2	2
	Scot Wid European Growth	Medium	+2%	0.85	42	8	3
Buy	Scot Wid HIFML European Strat.	High	+9%	0.89	78	15	3
	Scot Wid HIFML European SS	Low	+3%	0.49	56	12	12
Buy	Scot Wid HIFML European Focus	Low	+7%	0.74	66	11	5
	Smith & Williamson European	Very High	+5%	0.76	54	8	-0
	Stan Life Euro Equity Gth	Medium	+5%	0.77	52	6	3
	Stan Life European Equity Inc	Low	+1%	0.71	33	5	4
	Stan Life European Ethical	Medium	+4%	0.77	48	6	2
	Stan Life TM European	Medium	+4%	0.71	52	8	5
	Stan Life TM Pan European	Low	+5%	0.73	55	10	5
	Threadneedle Euro (Ex UK) Gth	Medium	+1%	0.80	6	4	
	Threadneedle Euro Growth	Medium	+2%	0.87	46	6	4
	Threadneedle Euro Sel Growth	Medium	+5%	0.75	55	8	4
	Threadneedle Pan Euro Gth	Low	+1%	0.29	50	8	-7
	Vanguard FTSE Dev Europe Index	Medium	+6%	0.50	57	11	4
	United Kingdom based	LISTED IN	NVESTM	IENT T	RUS1	rs	
	3i Infrastructure	Very Low	+2%	0.00	17	11	9
	Artemis Alpha	Very Low	+0%	0.01	8	5	7
Avoid	Aurora Russia	Low	-39%	0.06	-64	-55	-12
Avoid	Baring Emerging Europe	Very High	-13%	0.52	-2	-13	-3
	Blackrock Greater Euro.	Low	+2%	0.63	39	3	1
Buy	European Assets	Very Low	+10%	0.25	70	6	2
Buy	Henderson Eurotrust	Low	+9%	0.53	73	11	2
,	JPM European IT	Medium	+5%	0.54	61	10	-0
Buy	JPM European IT	Low	+7%	0.48	54	16	-2
Avoid	JPM Russia	High	-16%	0.33	-4	-18	-8
Buy	Jupiter European Opps	Medium	+11%	0.52	92	6	2
Buy	The European IT	Low	+7%	0.54	63	14	2
•	•						
	ELIDADE C	$\Pi \Pi \Lambda I I I$		06			

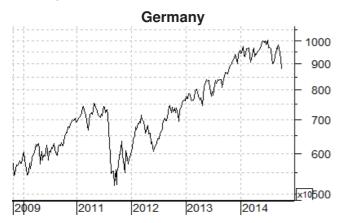
EUROPE SMALLER COS

UNITED KINGDOM	BASED	U_{NIT}	T RUSTS
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	Aberdeen European Small Coys	Low	+2%	0.69	35	1	0
	Henderson European Small Cos	Medium	+5%	0.67	47	8	-5
Buy	Ignis European Small Coy	Medium	+11%	0.62	82	10	-4
Buy	Invesco Perp Euro Smaller Cos	Medium	+8%	0.71	65	16	-3
	JPM European Smaller Coys	Medium	+3%	0.74	38	4	-3
	Jupiter Euro Spec Sits	Medium	+4%	0.82	51	7	3
	M & G European Smaller Coys	Medium	+6%	0.72	54	3	-3
Buy	Schroder Euro Small Coys	Medium	+8%	0.58	55	12	-1
	Threadneedle Euro Small Cos	Low	+6%	0.65	51	4	0
	Threadneedle Pan Euro Sm Coys	Low	+6%	0.72	52	7	3
	UNITED KINGDOM BASED	LISTED IN	IVESTM	ENT TI	RUST	'S	
	Fidelity Euro V.	Medium	+3%	0.71	63	8	4
Buy	JPM Euro Small Coys	Medium	+7%	0.31	37	1	-7
	Montanaro European SC	Very Low	+2%	0.30	34	2	-1
Buv	TR European	Low	+11%	0.35	77	15	-2

GERMANY

UNITED KINGDOM BASED UNIT TRUSTS Baring German Growth Medium +3% 0.92 61 7



World Stockmarket Outlook

(Continued from Page 2)

A couple of *long term* trends that could be important for investors involve the transformation in the global economy. In the past, emerging markets have often won business on the basis of cheap labour and cheap land. This is a process to industrialise an agricultural economy, but it doesn't create high incomes or improve the environment.

Now economies like China are moving from cheap export driven growth to a consumer economy. India is improving infrastructure, which should improve its inefficient economy and boost manufacturing and exports.

At an industry and company level, business and global trade are also changing. In the past, individual western manufacturers would outsource some production to companies in emerging markets. Now it is more likely that just a few companies in emerging markets will specialise in the production of just one specific component for the whole global industry. With 30-80% global market share these few businesses can become very efficient, offering their global customers the best quality and lowest prices, while enjoying economies of scale and efficiencies that enable them to be very profitable and earn a high return on capital. This is specialist manufacturing, requiring skilled, efficient, highly paid employees.

This is a very important, *sustainable* development that creates real wealth for all parties - the shareholders of both the emerging and developed economy companies, the employees *and* the ultimate customers. This is "real" economic growth - and it is this real growth that can create significant wealth for shareholders!

Next Issue:

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