

International Investor

Issue No. 283

www.stockmarket.co.nz

July 15, 2019

Inside International Investor

Extrapolation errors in
Economic Growth expectations 2

Investment Fund Survey: 3 - 7
International, United States, United Kingdom,
Europe and Germany

Founder: James R Cornell (B.Com.)

World Stockmarket Forecasts

Stockmarket	One-Year Forecast	Fundamental Indicators	Technical Indicators	Monetary Indicators	Economic Indicators	Historical Performance (in US\$)			Share Index
						3 mths	6 mths	12 mths	
Australia _____	89%	Bullish	Bullish	Bullish	Bullish	+4.9%	+13.0%	+1.0%	6,646.90
Austria _____	56%	Bullish	Bearish	Neutral	Neutral	-6.9%	+1.7%	-11.8%	3,001.63
Belgium _____	56%	Neutral	Neutral	Bullish	Neutral	-7.2%	+3.2%	-9.2%	3,578.37
Canada _____	74%	Bullish	Bullish	Bullish	Bullish	+2.2%	+12.2%	+0.4%	16,488.12
Denmark _____	43%	Bearish	Neutral	Neutral	Bearish	-2.7%	+4.6%	-4.2%	993.22
Finland _____	59%	Bullish	Neutral	Neutral	Bullish	-4.7%	+0.4%	-9.6%	9,395.36
France _____	68%	Bullish	Bullish	Neutral	Neutral	+0.4%	+13.1%	-2.8%	4,302.56
Germany _____	70%	Bullish	Bullish	Neutral	Bullish	+2.4%	+11.4%	-5.1%	12,323.32
Ireland _____	65%	Bullish	Neutral	Bullish	Neutral	-0.9%	+8.7%	-13.7%	6,295.11
Italy _____	78%	Bullish	Bullish	Neutral	Bullish	+0.7%	+12.0%	-3.2%	24,154.16
Japan _____	59%	Bullish	Bullish	Neutral	Neutral	+2.8%	+6.9%	-0.2%	21,685.90
Netherlands _____	70%	Bullish	Bullish	Neutral	Bullish	+0.7%	+12.0%	-2.2%	567.41
New Zealand _____	55%	Neutral	Neutral	Bullish	Bullish	+0.1%	+0.9%	-3.0%	1,723.63
Norway _____	60%	Bullish	Neutral	Neutral	Neutral	-2.2%	+4.3%	-5.9%	988.04
Spain _____	61%	Bullish	Neutral	Neutral	Neutral	-2.5%	+2.4%	-8.5%	934.43
Sweden _____	69%	Bullish	Bullish	Neutral	Bullish	-0.6%	+9.6%	+3.7%	1,107.76
Switzerland _____	64%	Bullish	Bullish	Neutral	Neutral	+4.8%	+10.5%	+12.1%	9,762.98
Un. Kingdom _____	69%	Bullish	Bullish	Bullish	Bullish	-2.9%	+6.2%	-6.9%	7,505.97
USA _____	56%	Bearish	Bullish	Neutral	Bearish	+3.7%	+16.1%	+7.6%	3,013.77
Argentina _____	61%	Neutral	Bullish	Bearish	Bullish	+38.1%	+12.1%	+5.6%	42,753.10
Brazil _____	70%	Bullish	Bullish	Bullish	Bearish	+16.2%	+10.1%	+39.7%	103,906.00
Czech Rep. _____	52%	Bullish	Neutral	Neutral	Neutral	-4.6%	+2.4%	-5.0%	1,055.62
Chile _____	52%	Bullish	Bearish	Bullish	Neutral	-5.8%	-5.6%	-8.3%	25,732.13
China _____	68%	Bullish	Neutral	Bullish	Bullish	-10.5%	+12.8%	+0.7%	2,930.55
Greece _____	76%	Bullish	Bullish	Bullish	Neutral	+11.8%	+32.9%	+8.8%	858.35
Egypt _____	58%	Bullish	Bearish	Bullish	Bullish	-4.8%	+11.6%	-6.3%	13,813.56
Hong Kong _____	48%	Bullish	Neutral	Bearish	Neutral	-4.6%	+7.0%	+0.1%	28,471.62
Hungary _____	37%	Bearish	Bearish	Neutral	Bearish	-6.8%	-3.6%	+9.3%	40,699.69
India _____	68%	Neutral	Bullish	Bullish	Neutral	+0.8%	+10.4%	+5.9%	38,736.23
Indonesia _____	62%	Neutral	Bullish	Bullish	Neutral	+0.4%	+1.1%	+10.1%	6,373.35
Israel _____	63%	Bearish	Bullish	Neutral	Neutral	+2.1%	+13.1%	+10.0%	1,488.35
Korea _____	51%	Bullish	Bearish	Neutral	Bullish	-10.0%	-4.5%	-13.4%	2,086.66
Malaysia _____	52%	Bullish	Neutral	Bullish	Bearish	+2.5%	-1.3%	-4.6%	1,669.45
Mexico _____	56%	Bullish	Bearish	Neutral	Bullish	-5.7%	-1.3%	-12.3%	42,647.31
Philippines _____	90%	Bullish	Bullish	Bullish	Bullish	+4.4%	+5.2%	+15.2%	8,141.82
Poland _____	58%	Neutral	Bullish	Bullish	Bearish	-1.0%	+0.5%	+4.1%	60,378.00
Portugal _____	82%	Bullish	Bullish	Neutral	Bullish	+1.0%	+9.1%	-5.6%	3,206.87
Russia _____	80%	Bullish	Bullish	Bullish	Bearish	+13.1%	+28.8%	+16.0%	1,387.87
Singapore _____	74%	Neutral	Bullish	Neutral	Bullish	+0.4%	+4.6%	+3.6%	3,357.34
Sth Africa _____	76%	Bullish	Bullish	Bullish	Bullish	-2.0%	+5.8%	-3.2%	57,277.35
Taiwan _____	73%	Bullish	Bullish	Bullish	Neutral	-0.5%	+10.1%	-1.9%	10,824.35
Thailand _____	59%	Bullish	Bullish	Neutral	Neutral	+7.0%	+12.0%	+13.6%	1,731.59
Turkey _____	65%	Bullish	Neutral	Neutral	Bullish	+2.1%	+1.1%	-8.5%	97,098.38
Venezuela _____	60%	Bearish	Bullish	Neutral	Bullish	+96.7%	+363.0%	+19786.9%	20,300.76

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.

The Soviet Union, Japan, China . . . India?

Our resident sceptic is, well, sceptical of our recent views on China's coming fall in economic importance.

Sure, our sceptic accepts that China no longer generates huge foreign exchange surpluses, it has gone from being a large creditor nation to a small net borrower, import costs are rising faster than export receipts, the domestic economy is highly leveraged (i.e. bank lending is 3.7 times GDP, compared with about 1.3 times in the US) and the population and work force have peaked.

However China is still a major military force (bullying its smaller neighbours for control of the South China Sea), making huge investments (just don't ask how these will be financed) and gaining international influence through its *One Belt, One Road* initiative and, as President Xi need never seek re-election, will delay negotiations and eventually see off President Trump's trade war. [China is also building up its navy in the Indian Ocean, not to bully neighbouring countries, but to protect its dependence on shipping imported oil supplies from the Middle East.]

And everyone knows that the Chinese economy will soon exceed the United States economy and be the largest in the world! Back as recently as 2010, the Chinese economy was expected to equal the US by 2020 and be *twice* as large by 2030! Some still expect it to become the largest economy next year. Recent predictions are that it will take another 15 years, to about 2033, to overtake America. Based on "purchasing power parity", the Chinese economy may *already* be the largest in the world.

It is difficult to argue against such widely held beliefs, but let's just say we have heard this story before. Not once, but twice.

If you have ever studied Economics, then you probably had a text book written by Nobel prize winner US Economist Paul Samuelson. In 1961, in the 17th edition of "*Economics: An Introductory Analysis*" Samuelson, impressed by Soviet post-War growth, predicted that the Soviet Union's economy (then about half the size of the US) would exceed the US "perhaps as soon as 1984, but no later than 1997". Later editions made the same prediction but moved back the date. By 1980, Samuelson was predicting the Soviet Union would be the largest economy by 2002-2012. ^{Note 1}

We may laugh at that idea today but, at the time, many other US economists held similar expectations about the Soviet Union.

The Soviet Union's GDP peaked at 20% of the world total in 1966 (or about two-thirds the size of the US at the time) but Russia's share dropped to 1.4% in 1998 and has since recovered to around 3%. We don't want to get into

a long analysis of what went wrong in the Soviet Union, except to point out that (1) central economic planning did not work well in the Soviet Union (and will probably not work well in China) and (2) perhaps more than a few of the official Soviet Union (and Chinese) economic statistics were made up.

Many other people were impressed with Japan's "miracle" post-War growth and the country was the success story of democracy and capitalism that the West sold to developing and non-aligned nations during the Cold War.

From 1970, people began to predict that with its strong economic growth the Japanese economy would grow to exceed the United States by around 2000. By the 1980's Japan's economy was half the size of the US and still growing rapidly. Japanese land and stock prices rose strongly throughout the 1980's. In retrospect, this is now called the "Japanese asset price bubble" but at the time it was widely accepted that Japan was the emerging economic *superpower* and the high value of the Yen, Japanese stock prices and Japanese property values were justified by its unstoppable growth.

Helped by the high value of the Yen, everyone believed that "Japan Inc" would buy America in the "corporate Japanese takeover". Japanese companies bought the Mobil building in New York, the Hyatt Regency Hotel, Mitsubishi bought 51% of the Rockefeller Center, Sony bought Columbia Pictures, Matsushita Electric (now Panasonic) bought Music Corporation of America/Universal Studios, Bridgestone bought Firestone.

The rapidly growing Bank of Tokyo was worth more than the slow growing Bank of America (which held ten times the assets and deposits). Tokyo's real estate was worth more than all the agricultural land in America.

Asset prices collapsed in 1992, and with an aging population, growth has not returned, and the country has experienced a quarter century of low interest rates, low growth, stagnation and deflation, but the Japanese economy moved into second place for 20 years before being outpaced by China a decade ago.

Summary

Investors should be careful about taking a few decades of economic data and extrapolating it far into the future. Nevertheless, *recent* and *current* trends are often almost universally expected to continue. This is why we get Tulip Mania and Internet booms.

On the other hand, take a look at India. Based on recent performance, India should soon be the largest economy in the world, outpacing the United States *and* China by 2035!

Note 1:

The Soviets were obviously impressed by Samuelson's intelligence and insight. Without his knowledge or permission, this book was translated into Russian **Экономика: вводный курс** (*Economics: Introductory Course*) - after editing out inappropriate economic theories - and published as an Economics textbook in the Soviet Union.

Recommended International Investment Funds

Shares Repurchases and Sales

Aberforth Smaller Companies Trust plc made two on-market share repurchases over the last five weeks, acquiring 117,000 shares for £1,417,945.

Aberdeen Standard Asia Focus plc made two trades to repurchase 80,000 shares for £858,000.

Baillie Gifford Shin Nippon plc issued new shares at a premium to net asset value. Over the last five weeks it issued and sold 1,425,000 shares in six transactions to raise £2,641,425 in cash.

Fidelity Japan Trust plc made 12 on-market trades, repurchasing a total of 278,738 shares for £401,587.

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		
United States									
BUY	iShares S&P500 Utilities	IUSU	13/08/18	422.3p	819.4		502.12p	943.7	+15
BUY	iShares US Property Yield	IUSP	13/08/18	2227.5p	4322.7		2421.75p	4551.3	+5
United Kingdom									
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-12%	1178.0p	2213.9	+112
Gold Mining									
BUY	VanEck V. Gold Miners	GDGB	14/01/19	1731.0p	3253.8		2180.0p	4097.0	+26
BUY	VanEck V. Junior Gold Miners	GJGB	14/01/19	2011.0p	3780.1		2361.0p	4437.1	+17
Asian Regional									
BUY	Aberdeen Std Asia Focus	AAS	09/09/03	89.2p	247.8	-12%	1135.0p	2133.1	+761
HOLD	Janus Hend Asia Pac Capital	*	08/08/00	342.2p	1122.6		1183.0p	2223.3	+98
HOLD	Scot Oriental Smaller Coy	SST	11/11/03	121.9p	330.5	-10%	1075.0p	2020.3	+511
India									
BUY	India Capital Growth plc	IGC	07/11/16	80.5p	137.6	-16%	81.2p	152.6	+11
HOLD	Stewart Ivory Indian Sub-Cont	*	13/12/10	209.2p	442.0		512.3p	962.8	+118
Japan									
HOLD	Baillie Gifford Shin Nippon plc	BGS	11/01/94	31.2p	88.1	+2%	186.8p	351.1	+299
HOLD	Fidelity Japan Trust plc	FJV	10/01/06	126.0p	322.7	-10%	148.5p	279.1	-14
HOLD	Invesco Perp Japan Small Coys	*	13/07/99	61.3p	182.3		127.54p	239.7	+31
Korea									
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		307.4p	577.7	+176
International									
HOLD	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-17%	1282.0p	2409.3	+194
BUY	iShares Oil & Gas Exp & Prod	SPOG	08/04/19	1287.0p	2491.8		1269.0p	2384.9	-4

* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +147.3%. This is equal to an average annual rate of +13.1%, 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 51 closed out) is +13.0%.

Other Shares

“Clean” unit prices are: Janus Henderson Asia Pacific Capital 1329 pence, Stewart Investors Indian Sub-Continent 260.87 pence, Invesco Perpetual Japanese Smaller Companies 395.13 pence and Baring Korea 307.4 pence.

Investment Fund Survey

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance			Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance										
					36 mth	12 mth	3 mth						36 mth	12 mth	3 mth								
INTERNATIONAL																							
AUSTRALIAN BASED UNIT TRUSTS																							
	BT International	Medium	-3%	0.91	30	-2	3		L & G Global Equity Index	Medium	+1%	0.94	50	5	5								
	Commonwealth Int'l Share	Very Low	+1%	0.13	28	3	4		L & G International Index	Medium	+2%	0.93	52	6	5								
Avoid	MLC Aust - Platinum Gbl	Medium	-13%	0.59	4	-12	-6	Avoid	L & G Worldwide	Medium	-4%	0.87	29	-4	3								
	MLC MKey Global Share	Medium	-4%	0.86	39	4	9		Lazard Global Equity Income	Medium	-2%	0.92	33	4	4								
	Perpetual Fid. Intern'l	High	-1%	0.84	39	3	5		Legg Mason Martin Global Equ.	Medium	-2%	0.93	39	8	6								
	Perpetual ICSav - Int'l	Medium	-0%	0.87	39	3	5		Liontrust Global Income	Low	-7%	0.81	15	-4	3								
Avoid	Platinum International	Low	-12%	0.55	3	-14	2		M & G Global Dividend	Medium	+2%	0.89	50	3	2								
									M & G Global Recovery	High	-4%	0.87	30	-6	3								
									M & G Global Select	Medium	+1%	0.81	50	7	5								
									Majedie Global Focus	Medium	+0%	0.87	55	7	5								
									Marlborough ETF Global Growth	Very Low	-6%	0.60	16	-7	-2								
									Marlborough Global	Medium	-3%	0.92	38	-2	4								
									NFU Mutual Global Growth	Medium	-3%	0.79	43	-2	7								
									Neptune Global Equity	Low	+1%	0.78	59	-1	4								
									Neptune Global Income	Medium	-0%	0.85	47	14	9								
									Neptune Global Small Coys	High	+5%	0.84	75	3	1								
									PUTM International Growth	Medium	-3%	0.89	35	3	7								
									Polar Global Insurance	Low	+6%	0.61	71	20	11								
									Rathbone Global Opportunies	Medium	+4%	0.86	65	6	6								
									Royal London GMAP Dynamic	Medium	-3%	0.93	42	1	4								
									SJP Global	Medium	-1%	0.72	36	-1	7								
									SJP Global Equity	Medium	-0%	0.93	42	3	4								
								Buy	SJP International	Very Low	+8%	0.31	71	22	5								
									SJP UK & International Income	Medium	-6%	0.79	25	-6	2								
									SJP Worldwide Opportunies	Medium	+1%	0.95	45	11	6								
									SVM World Equity	High	-1%	0.84	43	-0	5								
									Schroder Global Alpha Plus	Medium	-0%	0.91	45	3	4								
									Schroder Global Equity	Medium	+2%	0.93	53	6	5								
									Schroder Global Equity Income	Low	-0%	0.75	47	-2	4								
									Schroder MM International	Low	-1%	0.88	41	5	4								
									Schroder QEP Global Active	Medium	-2%	0.88	38	0	3								
									Schroder QEP Global Core	Medium	-0%	0.92	48	6	5								
									Scot Wid Environmental Inv	Medium	-3%	0.73	42	3	6								
									Scot Wid Global Growth	Medium	-0%	0.93	42	1	3								
									Scot Wid Global Select Gth	Medium	-3%	0.92	36	4	5								
									Scot Wid Int Equity Tracker	Medium	+1%	0.93	49	6	5								
									Scot Wid MM International	Medium	-0%	0.93	44	3	5								
									Scot Wid Stockmarket Gth	Low	-3%	0.91	31	-2	2								
									Stan Life Global Equity Uncon.	Medium	-4%	0.89	36	2	7								
									Stewart Worldwide Equity	Very Low	-1%	0.72	32	1	3								
									Stewart Worldwide Leaders	Very Low	-1%	0.69	34	2	4								
									Stewart Worldwide Sust.	Very Low	+2%	0.67	43	6	5								
									T Rowe Price Gbl Focused	High	+6%	0.91	77	6	4								
									T Rowe Price Global Growth	Medium	+5%	0.90	68	7	4								
									Threadneedle Global Ex Alpha	High	+2%	0.93	59	8	8								
									Threadneedle Global Select	High	+3%	0.93	63	9	8								
									UBS Global Optimal	High	+0%	0.94	56	3	6								
									Vanguard FTSE Dev World Index	Medium	+2%	0.90	53	7	5								
									Vanguard Global Small-Cap Ind.	High	-1%	0.88	49	-2	3								
								Avoid	Veritas Global Equity Income	Low	-10%	0.53	8	2	5								
									Veritas Global Focus	Low	-6%	0.31	8	10	6								
									Virgin Climate Change	High	-5%	0.81	30	-4	-1								
									Virgin Global Share	Medium	-3%	0.74	34	-2	3								
									WAY Green Portfolio	Very Low	-1%	0.46	31	5	2								
AUSTRALIAN LISTED INVESTMENT TRUSTS																							
	Avoid	Platinum Capital	Very Low	-13%	0.13	1	-28	-3															
	Avoid	Templeton Global	Very Low	-11%	0.49	1	-19	-3															
UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS																							
		Alliance Trust	High	+2%	0.90	57	3	5															
		Brunner Invest. Trust	High	+0%	0.83	60	3	9															
		EP Global Opportunies	Medium	-3%	0.68	37	-3	-3															
	Avoid	Edinburgh Investment	Medium	-15%	0.56	-15	-17	-11															
	Buy	Edinburgh Worldwide	Very High	+178%	0.12	79	-17	4															
		Foreign & Colonial	Medium	+2%	0.85	59	-2	-0															
		Invesco Perp Sel Global	Low	-5%	0.85	32	-4	2															
		Law Debenture Corp.	Medium	-5%	0.65	23	-4	-4															
	Avoid	Majedie Investment	Medium	-11%	0.54	-4	-14	-4															
		Martin Currie Portfolio	Medium	+1%	0.92	60	14	8															
	Buy	Monks Investment	Very High	+10%	0.86	109	6	8															
		Murray International	Very Low	-5%	0.41	18	-2	-3															
		New Star	Very Low	-0%	0.11	47	-5	2															
		Pantheon International	Very Low	+5%	0.18	66	2	-0															
	Avoid	Personal Assets Trust	Very Low	-7%	0.55	12	4	3															
		RIT Capital Partners	Very Low	-3%	0.64	29	-2	-2															
		Scottish American Inv.	Medium	+0%	0.81	46	8	7															
	Buy	Scottish Mortgage & Trt	Very High	+8%	0.72	100	-3	2															
		Secs Trust of Scotland	High	-4%	0.81	39	12	13															
		Witan Investment Coy	High	-1%	0.88	45	-3	4															
INTERNATIONAL SMALLER COS																							
UNITED KINGDOM BASED UNIT TRUSTS																							
		Allianz Global Small Cap	High	-3%	0.96	39	-6	4															
		GS Global Small Cap Core Eq	High	+0%	0.94	49	-2	4															
		Hermes Gbl Small Cap Equity	High	+1%	0.95	43	-2	6															
		Invesco Perp Global Small Cos	Medium	-0%	0.95	44	-3	5															
		Mclroy & Wood Smaller Coys	High	+0%	0.93	47	-1	9															

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
Buy	JOHCM UK Equity Income	Medium	+4%	0.78	36	-12	-2
	JOHCM UK Growth	Medium	-1%	0.72	25	-12	6
	JOHCM UK Opportunities	Very Low	+2%	0.79	21	1	1
	JPM MultiManager Growth	Low	+9%	0.66	53	1	4
	JPM UK Dynamic	Medium	+3%	0.80	34	-9	1
	JPM UK Equity Core	Medium	+4%	0.90	35	-4	2
	JPM UK Equity Growth	Medium	+4%	0.78	38	-3	4
	JPM UK Higher Income	Medium	+2%	0.81	25	-6	1
	JPM UK Strategic Equity Income	Medium	+2%	0.81	33	-7	0
	Janus Hend UK Alpha	High	+4%	0.66	40	-6	4
	Janus Hend UK Equity Income	Low	-6%	0.63	3	-14	1
	Janus Hend UK Index	Low	+3%	0.78	34	-3	2
	Janus Hend UK Tracker	Medium	+2%	0.96	34	-3	2
	Jupiter Growth & Income	Medium	-1%	0.83	15	-7	2
	Jupiter Income Trust	Medium	+2%	0.80	26	-8	0
	Jupiter Responsible Income	Medium	-1%	0.77	21	-5	2
	Jupiter UK Alpha	Medium	-1%	0.63	16	-12	-1
	Jupiter UK Growth	High	-3%	0.60	11	-14	-1
	Jupiter UK Special Situations	Low	+4%	0.75	30	-8	-0
	Avoid	Kames UK Equity	Medium	+1%	0.80	23	-7
Kames UK Opportunities		Medium	-1%	0.65	22	-10	5
L & G Growth		High	+5%	0.49	34	-10	4
L & G UK 100 Index		Medium	+5%	0.94	36	-2	2
L & G UK Alpha		Very Low	-9%	0.24	-2	-28	-2
L & G UK Equity Income		High	-1%	0.84	18	-9	-1
L & G UK Index		Medium	+3%	0.90	35	-3	2
L & G UK Select Equity		High	+2%	0.75	25	-10	2
L & G UK Spec Sits		Medium	-1%	0.65	18	-13	-0
Lazard UK Omega		High	+4%	0.71	30	-8	1
Liontrust Macro Equity Income		Medium	+1%	0.77	24	0	2
Liontrust Macro UK Growth		Medium	-1%	0.71	21	-4	2
Liontrust Special Situations		Low	+6%	0.70	45	1	5
Liontrust UK Growth		Medium	+3%	0.80	33	-3	5
M & G Dividend		Medium	+0%	0.80	20	-5	1
M & G Index Tracker		Medium	+3%	0.75	35	-3	2
M & G Recovery		High	+3%	0.67	27	-12	-3
M & G UK Select		Medium	+3%	0.75	36	-2	3
MFS Meridian UK Equity		Low	+1%	0.74	25	-2	1
Majedie UK Equity		Medium	+2%	0.84	27	-10	-1
Majedie UK Focus	Medium	+5%	0.76	37	-6	0	
Majedie UK Income	Medium	+2%	0.77	28	-9	0	
Man GLG UK Income	Medium	+6%	0.76	48	-3	-1	
Man GLG Undervalued Assets	Medium	+6%	0.69	45	-8	-2	
Marlborough Multi Cap Income	Low	+1%	0.62	27	-5	2	
NFU Mutual UK Equity Inc.	Low	-3%	0.78	5	-8	-1	
NFU Mutual UK Growth	Medium	+3%	0.75	29	-1	5	
Neptune Income	Low	+4%	0.80	45	3	5	
Neptune UK Opportunities	Medium	-2%	0.63	19	-10	6	
PUTM Opportunity	Medium	+4%	0.82	37	-1	4	
PUTM UK Equity	Medium	+1%	0.89	26	-7	1	
R & M UK Equity Income	Medium	-2%	0.82	13	-12	-3	
R&M UK Dynamic Equity	Medium	+2%	0.75	32	-9	-0	
R&M UK Equity High Alpha	Medium	+5%	0.80	40	-8	-1	
Royal London FTSE 350 Tracker	Medium	+3%	0.93	35	-3	2	
Royal London UK Equity Inc	Medium	-2%	0.78		-7	0	
Royal London UK Equity	Medium	+3%	0.90	38	-1	3	
Royal London UK FTSE4GOOD	Medium	+2%	0.91	35	-0	4	
Royal London UK Growth Trust	Medium	+1%	0.81	25	-4	5	
Royal London UK Opportunities	Very High	-0%	0.73	22	-7	4	
SJP Equity Income	Low	+0%	0.51	21	-10	1	
SJP UK & General Progressive	Medium	+1%	0.84	17	-9	-1	
SJP UK Growth	Medium	+1%	0.78	20	-13	-4	
SJP UK High Income	Medium	-7%	0.52	-9	-20	-12	
SJP UK Income	Medium	-1%	0.82	18	-10	-2	
SSGA UK Equity Tracker	Medium	+4%	0.83	28	-3	2	
SVM UK Growth	Medium	+2%	0.48	32	-9	3	
SVM UK Opportunities	Medium	+3%	0.62	30	-11	0	
Santander Equity Income	Medium	-4%	0.81	10	-7	3	
Santander N&P UK Growth	Medium	-2%	0.70	19	-8	3	
Santander Stockmarket 100	Medium	+3%	0.95	35	-2	2	
Santander UK Equities	Medium	+1%	0.80	27	-5	3	
Santander UK Growth	Medium	+1%	0.74	31	-4	4	
Schroder Core UK	Medium	+1%	0.89	27	-7	1	
Schroder Income	Low	+4%	0.78	36	-8	-3	
Schroder MM UK Growth	Low	+1%	0.77	21	-7	-1	
Schroder Recovery Income	Low	+3%	0.75	30	-9	-3	
Schroder UK Alpha Income	Medium	-4%	0.82	4	-11	1	
Schroder UK Alpha Plus	Medium	+4%	0.88	27	-6	1	
Schroder UK Equity Acc	Medium	+2%	0.84	24	-9	-0	
Schroder UK Mid 250	Medium	+0%	0.48	26	-13	2	
Schroder UK Opportunities	Medium	-0%	0.77	24	-10	1	
Scot Wid MM UK Equity Focus	Medium	+3%	0.83	38	-4	3	
Scot Wid MM UK Equity Gth	Medium	+0%	0.85	24	-8	1	
Scot Wid MM UK Equity Inc.	Medium	+1%	0.82	25	-6	1	
Scot Wid Opportunities	Low	+4%	0.66	34	-2	4	
Scot Wid UK All Share Track	Medium	+4%	0.86	28	-2	3	
Scot Wid UK Equity Income	Medium	+2%	0.82	31	-5	1	
Scot Wid UK Growth	Medium	+2%	0.83	33	-5	2	
Scot Wid UK Select Gth	Medium	+5%	0.57	39	2	6	
Scot Wid UK Tracker	Medium	+2%	0.86	27	-3	2	
Smith & Williamson UK Equ Gth	Medium	+2%	0.67	34	-6	5	
Stan Life TM UK Equity General	Medium	+2%	0.82	24	-7	-0	

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
Buy	Stan Life UK Equity Gth	Medium	+1%	0.81	26	-7	0
	Stan Life UK Equity High Inc	Medium	+3%	0.81	33	-12	-3
	Stan Life UK Equity High Alpha	High	+0%	0.67	20	-12	-0
	Stan Life UK Equity Recovery	Low	-0%	0.22	9	-28	-13
	Stan Life UK Ethical Trust	Medium	+4%	0.52	31	-6	3
	Stan Life UK Opportunities	Medium	+6%	0.35	50	-6	7
	Std Life TM UK Equity General	Medium	+2%	0.82	24	-7	-0
	T Bailey Growth	Low	+6%	0.55	38	-2	3
	Templeton Growth	Medium	+5%	0.65	37	-4	2
	Threadneedle UK	Medium	-1%	0.77	18	-8	2
	Threadneedle UK Equity Income	Medium	-2%	0.70		-10	-0
	Threadneedle UK Equity Alpha	Low	-4%	0.62	6	-12	-3
	Threadneedle UK Growth & Inc	Medium	-1%	0.66	14	-10	2
	Threadneedle UK Property	Very Low	-7%	0.06	0	-5	5
	Threadneedle UK Select	Medium	-4%	0.79	14	-8	2
	UBS S&P 500 Index	Low	+12%	0.49	67	10	6
	UBS UK Equity Income	Medium	+4%	0.81	35	-12	-2
	UBS UK Opportunities	Medium	+4%	0.82	37	-11	-1
	Unicom Outstanding British	Low	+2%	0.54	26	-3	4
	Unicom UK Ethical Income	Very Low	+3%	0.38	33	-2	-1
Unicom UK Growth	Medium	+6%	0.46	50	-11	3	
Unicom UK Income	Low	-1%	0.50	15	-7	-0	
Vanguard FTSE UK All Share	Medium	+3%	0.96	34	-3	2	
Vanguard FTSE UK Equity Index	Medium	+2%	0.95	23	-6	-1	
Virgin UK Index Tracking	Medium	-0%	0.90	19	-6	2	

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
Buy	3i Group	Very High	+20%	0.53	114	20	12
	Aurora Invest Trust	Low	+2%	0.34	17	-16	-9
	BMO Capital & Income	Medium	+2%	0.68	24	-5	1
	BMO Managed Port Gth	Very Low	-11%	0.41		-3	2
	British American IT	Very Low	-18%	0.01	-57	-52	-28
	Dunedin Income Growth	Low	+0%	0.74	24	4	5
	Fidelity Special Values	Medium	+5%	0.47	35	-7	1
	Finsbury Growth	Low	+8%	0.52	53	9	8
	Hansa Trust	Very Low	+4%	0.15	39	-9	2
	Independent Invest Trt	Medium	+5%	0.15	35	-37	-6
	Invesco Income Growth	Low	-6%	0.58	3	-9	2
	Invesco Perp Sel UK	Low	-4%	0.54	10	-9	3
	JPM Claverhouse	Medium	+2%	0.67	28	-9	-1
	JPM Mid Cap	Medium	-3%	0.29	14	-16	2
	Lowland Investment Co	Low	-4%	0.48	11	-13	0
	Manchester & London	Very High	+19%	0.49	121	0	7
	Merchants Trust	Medium	-1%	0.69	20	-10	-1
	Murray Income Trust	Low	+2%	0.59	30	5	7
	Schroder Income & Grwth	Medium	-1%	0.68	16	-5	1
	Shires Income	Low	+2%	0.44	35	-5	2
Strategic Equity Cap.	Low	-2%	0.30	17	1	9	
Temple Bar Inv. Trust	Medium	+1%	0.64	19	-7	-4	
Value & Income Trust	Low	-2%	0.41	7	-7	3	

UNITED KINGDOM BASED INVESTMENT TRUSTS - SPLIT CAPITAL

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
Buy	Rights & Issues	Low	+9%	0.35	44	-14	-2

United Kingdom



UNITED KINGDOM SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS							
Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
Buy	AXA Framlington UK Small Coys	Very High	+4%	0.80	44	-10	2
	Aberdeen UK Smaller Coys	Very High	+4%	0.78	45	-8	7
	Aberforth UK Small Coys	Very High	+1%	0.83	20	-13	-0
	Allianz UK Mid-Cap	Very High	+0%	0.81	22	-15	3
	Artemis UK Smaller Coys	Medium	+4%	0.66	44	-13	2
	Artemis US Smaller Coys	Very High	+16%	0.54	85	7	5
	BG British Smaller Coys	Very High	-1%	0.76	17	-16	3
	BMO UK Mid-Cap	Very High	+1%	0.81	27	-10	-1
	BMO UK Smaller Companies	High	+5%	0.84	45	-11	0
	Barclays UK Lower Cap	Very High	+1%	0.85	19	-11	2
	Blackrock UK Smaller Coys	High	+6%	0.72	57	-10	5
	Dimensional UK Smaller Coys	Very High	+0%	0.88	29	-8	1

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
	Fidelity UK Smaller Companies	Medium	+3%	0.85	39	-7	3
	Franklin UK Mid Cap	Very High	+4%	0.81	44	-4	5
	Franklin UK Smaller Cos	High	+2%	0.71	36	-12	3
	Halifax Smaller Companies	Very High	+3%	0.79	36	-14	2
Buy	Hermes US SMID Equity	Very High	+7%	0.59	36	3	8
Buy	Invesco Perp UK Small Cos Equ.	Very High	+8%	0.80	59	-1	6
	Investec UK Smaller Cos	Very High	+4%	0.79	38	-7	4
Buy	JOHCM US Small & Mid Cap	Very High	+11%	0.61	51	2	3
	JPM UK Smaller Companies	Very High	+4%	0.81	42	-9	6
	Janus Hend UK & Irish Sm Cos	Very High	-1%	0.81	25	-14	2
	Janus Hend UK Small Coys	Very High	+5%	0.90	49	-8	4
Buy	Jupiter UK Small Cos	Very High	+12%	0.81	83	-7	3
	Kames UK Smaller Companies	Very High	+4%	0.81	42	-9	5
	L & G UK Small Coys	High	-0%	0.80	17	-14	0
	Lazard UK Smaller Companies	Very High	-0%	0.87	23	-15	2
Buy	Liontrust UK Small Coys	High	+8%	0.72	61	-2	7
	M & G Smaller Companies	Very High	+4%	0.81	44	-5	4
Buy	Marlborough Nano Cap Gth	Low	+8%	0.50	57	-10	-3
	Marlborough Special Situations	High	+4%	0.71	43	-13	1
Buy	Marlborough UK Micro Cap Gth	Medium	+7%	0.74	60	-8	2
	Neptune UK Mid Cap	High	-4%	0.67	10	-15	2
	R & M UK Equity Small Coys	Very High	+3%	0.81	35	-12	-1
	Royal London UK Mid-Cap	Very High	+4%	0.85	43	-3	5
	Royal London UK Smaller Coys	Very High	+3%	0.77	41	-6	5
	Schroder Small Cap Discovery	Medium	-0%	0.44	21	-7	0
	Schroder UK Dynamic Sm Coys	High	+5%	0.71	42	-10	2
	Schroder UK Smaller Coys	High	+2%	0.78	35	-14	3
	Scott Wid UK Smaller Coys	Very High	+3%	0.84	38	-12	3
Buy	Stan Life UK Smaller Cos	Very High	+8%	0.69	56	-2	7
Buy	T Rowe Price US Small Coys	High	+13%	0.54	66	12	7
	Threadneedle UK Mid 250	Very High	+1%	0.86	31	-8	6
	Threadneedle UK Smaller Cos	Very High	+1%	0.75	-	-13	6
	Unicom UK Smaller Coys	Very High	+4%	0.79	40	-6	4

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Aberforth Smaller Coys	Very High	+0%	0.75	21	-16	-4
	Blackrock Smaller Coys	Very High	+9%	0.59	65	-9	4
	Chelverton Growth Trust	Low	-5%	0.03	-28	-23	-3
	Henderson Opportunities	Very High	+2%	0.67	30	-12	4
	Henderson Smaller Cos	Very High	+5%	0.71	45	-14	1
	Invesco Perp UK Smaller	Very High	+4%	0.65	45	3	11
	JPM Smaller Coys	Very High	+4%	0.72	48	-9	8
	Montanaro UK Small Coys	Very High	+1%	0.57	23	-2	5
Buy	SVM UK Emerging Fund	High	+13%	0.14	59	-8	9
	Schroder UK Mid & Small	Very High	+0%	0.64	21	-9	-4
	Std Life UK Small Coys	Very High	+6%	0.68	43	-5	8
	The Mercantile IT plc	Very High	+1%	0.83	27	-9	1

EUROPE

AUSTRALIAN BASED UNIT TRUSTS

	BT Europe Growth	Medium	+0%	0.88	20	-1	4
	Platinum Europe	Medium	-2%	0.70	22	-10	6

UNITED KINGDOM BASED UNIT TRUSTS

	71M European	Medium	+2%	0.88	31	-4	0
	AXA Framlington European	High	+2%	0.94	35	1	8
	AXA Rosenberg European	Medium	+2%	0.90	30	-1	7
	Aberdeen Eastern European	Low	+3%	0.47	44	14	14
Buy	Aberdeen European Growth	Medium	+7%	0.79	59	8	9
Buy	Aberdeen Std European	Medium	+7%	0.78	58	7	9
	Allianz Cont European	High	+5%	0.83	46	0	9
	Allianz Europe Equity Gth	High	+3%	0.79	38	-1	7
	Allianz Europe Equity Growth	High	+2%	0.80	36	-2	7
	Allianz European Equity Income	Low	-1%	0.76	23	-5	1
	Artemis European Growth	High	+0%	0.85	36	-6	9
	Artemis European Opportunities	High	+4%	0.88	40	-2	5
	Artemis Pan Euro Absolute Ret.	Very Low	-6%	0.45	1	-12	-6
	Aviva European	High	-1%	0.91	29	-7	8
	BG Europe	High	+5%	0.83	56	2	12
Buy	Barclays Europe (ex-UK) Alpha	Low	-2%	0.38	26	4	11
	Baring Eastern Europe	Low	+7%	0.41	64	18	15
	Baring European Growth	Very High	+2%	0.83	42	-4	8
	Blackrock Cont European Income	Medium	+2%	0.85	37	4	7
	Blackrock Cont'l Europe	High	+5%	0.87	52	6	11
	Blackrock European Absolute	Very Low	-6%	0.05	7	3	1
	Blackrock European Dynamic	Very High	+6%	0.87	52	3	10
	Capital European Gth & Inc	Medium	+0%	0.93	32	0	5
	EdenTree European	Medium	+0%	0.86	32	-2	8
Buy	Fidelity Euro Dynamic Gth	Medium	+8%	0.80	65	11	9
	Fidelity European	Medium	+5%	0.90	56	7	8
	Fidelity European Opps	High	+2%	0.91	38	-1	8
	Fidelity Index Europe	Medium	+5%	0.90	53	4	8
	Franklin Euro Opportunities	High	+2%	0.90	32	-5	4
	GAM Star Cont European	High	-1%	0.87	28	-5	8
	Guinness European Eq Inc	Medium	+3%	0.76	43	8	10
	HSBC European Growth	High	+0%	0.91	29	-1	6
	HSBC Eurotrack 100	Medium	+4%	0.92	47	4	8
	Halifax European	High	+4%	0.93	46	2	7
	Invesco Perp Euro Equity Inc.	High	+3%	0.83	35	-4	4
	Invesco Perp Euro Opp.	Medium	-3%	0.88	14	-11	1
	Invesco Perp European Equity	High	+3%	0.71	40	-3	4

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
Buy	JGF-Jupiter European Gth	Medium	+8%	0.63	57	5	11
	JOHCM Cont European	Medium	+1%	0.91	29	-3	5
	JOHCM European Select Value	Medium	-1%	0.89	23	-2	4
	JPM Emerging Europe	Very Low	+5%	0.41	56	17	14
	JPM Europe	Medium	+4%	0.89	45	1	8
	JPM European Dynamic	High	+4%	0.88	43	-2	6
	Janus Hend European Focus	Medium	+3%	0.88	40	2	9
	Janus Hend European Growth	High	+3%	0.87	37	-1	8
	Janus Hend European Sel Opps	Medium	+4%	0.90	38	2	8
Buy	Jupiter Emerging European	Very Low	+8%	0.44	67	18	13
Buy	Jupiter European	Medium	+9%	0.64	62	5	11
	Jupiter European Income	Medium	+1%	0.91	36	-1	8
	L & G European	Medium	-0%	0.50	20	-17	-2
	L & G European Index	High	+5%	0.84	54	9	14
	Lazard European Growth	High	+4%	0.93	37	0	7
	Legg Mason Martin European	High	+4%	0.90	53	14	12
	Liontrust European Growth	Very High	+2%	0.87	30	-6	2
	M & G European	High	+3%	0.87	40	-4	7
	M & G European Index Tracker	Medium	+3%	0.93	45	3	8
	M & G Pan European Select	Very Low	+2%	0.67	42	1	5
	MFS Meridian Cont European	Medium	+4%	0.70	41	6	4
	MFS Meridian European Research	Medium	+1%	0.68	27	3	6
	MFS Meridian US Value	Medium	-0%	0.57	22	4	2
	Man GLG Cont European Gth	High	+4%	0.79	48	-1	11
	Marlborough European	Medium	+4%	0.76	49	-6	9
Buy	Marlborough US Multi-Cap	Low	+7%	0.52	54	14	12
	Neptune European Opps	Very High	+3%	0.76	51	-10	7
Buy	Neptune Russia & Gtr Russia	Low	+15%	0.42	101	22	12
	New Capital Dynamic European	Medium	-4%	0.67	9	-3	0
	PUTM European	High	+1%	0.92	37	-1	7
	Pictet Emerging Europe	Low	+3%	0.40	52	12	16
Buy	Pictet Russian Equities	Very Low	+15%	0.10	113	31	19
	Royal London European Gth	High	+3%	0.93	45	2	8
	Royal London European Gth	Medium	+5%	0.73	48	0	10
	Royal London European Opps	High	+3%	0.93	41	-1	8
	SJP Continental European	Very High	+4%	0.78	49	2	15
	SJP Greater European Prog.	Medium	+2%	0.90	34	2	5
	SSGA Europe Equity Tracker	Medium	+4%	0.87	45	5	8
	SVM All Europe	High	+2%	0.76	34	-6	5
	SVM Continental European	Medium	+2%	0.88	39	-1	5
	Santander Europe	Medium	+3%	0.92	40	1	6
	Schroder European Alpha Inc	High	+2%	0.90	37	-8	4
	Schroder European Alpha Plus	High	+2%	0.89	40	-9	4
Buy	Scot Wid Euro Select Gth	Medium	+8%	0.71	63	8	8
	Scot Wid European Growth	Medium	+4%	0.91	47	3	7
	Smith & Williamson European	Very High	-1%	0.84	31	-6	9
	Stan Life Euro Equity Gth	Medium	+3%	0.87	42	-2	6
	Stan Life European Equity Inc	Medium	+6%	0.88	59	-2	5
	Stan Life European Ethical	Medium	+3%	0.82	46	0	8
	Stan Life TM European	Medium	+3%	0.88	39	-2	6
	Stan Life TM Pan European	Medium	+2%	0.89	35	-2	5
	T Rowe Price Cont Euro Equity	Medium	+4%	0.91	48	7	9
	Threadneedle Euro Growth	Medium	+3%	0.84	42	6	10
	Threadneedle Euro Sel Growth	Medium	+4%	0.81	47	6	12
	Threadneedle Pan Euro Focus	Medium	+5%	0.73	50	15	13
	Vanguard FTSE Dev Europe Index	Medium	+4%	0.95	46	4	7
	Vanguard SRI European Stock	Medium	+1%	0.97	36	1	5
	Vanguard SRI Global Stock	Medium	+8%	0.80	54	6	5

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	3i Infrastructure	Very Low	+10%	0.15	65	29	7
	Artemis Alpha	High	+1%	0.51	25	-22	-4
	Baring Emerging Europe	Medium	+5%	0.51	59	16	13
	Blackrock Greater Euro.	High	+5%	0.81	54	6	10
Avoid	European Assets	High	-8%	0.64	12	-10	12
	Henderson Eurotrust	Medium	+0%	0.71	40	-6	6
	JPM European IT	High	+1%	0.70	34	0	9
Buy	JPM Russia	Very Low	+11%	0.23	82	25	24
Buy	Jupiter European Opps	High	+8%	0.45	64	7	18
	The European IT	Very High	-2%	0.85	25	-11	2

France



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

Switzerland



Spain



EUROPE SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

Buy	Aberdeen European Small Coys	High	+11%	0.79	76	7	12
	BMO European Small Cap	High	+2%	0.83	36	-0	7
	Invesco Perp Euro Smaller Coys	Medium	-2%	0.76	22	-13	2
	JPM Europe Smaller Companies	High	+3%	0.75	44	-6	7
Buy	Janus Hend European Small Cos	Very High	+9%	0.84	69	-1	9
	Jupiter Euro Spec Sits	Medium	+0%	0.91	33	-2	9
	Lazard European Smaller Coys	High	+2%	0.79	35	-9	6
	Marlborough UK Multi-Cap	High	+3%	0.62	39	-11	4
	Pictet Small Cap Europe	High	+2%	0.80	37	-4	4
	Schroder Euro Small Coys	Very High	+3%	0.81	44	-15	5
	T Rowe Price European Small Co	Medium	+3%	0.65	44	-16	3
	Threadneedle Euro Small Cos	High	+6%	0.83	54	-1	9

UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Fidelity Euro V.	Medium	+6%	0.79	56	9	11
	JPM Euro Small Coys	Very High	+1%	0.74	37	-12	4
Buy	Montanaro European SC	High	+13%	0.58	97	14	19
	TR European	Very High	+2%	0.70	43	-14	8

GERMANY

UNITED KINGDOM BASED UNIT TRUSTS

	Allianz German Equity	High	-1%	0.87	34	-9	8
	Baring German Growth	High	+1%	0.91	45	-6	9

Germany



Next Issue:

The next issue of *International Investor* will be emailed in four weeks time on Monday August 12, 2019.

The print version will be delivered later that week, depending upon printing and postal delivery times.

INTERNATIONAL INVESTOR is published 12 times per year by Securities Research Company Ltd, 3/47 Boyce Ave, Mt Roskill, Auckland. Subscribe online at www.stockmarket.co.nz or email james@stockmarket.co.nz.

Readers are advised that they should not assume that every recommendation made in the future will be profitable or equal the performance of recommendations made in the past. The entire contents are copyright. Reproduction in whole or part is strictly forbidden.