International Investor

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Inside International Investor

Stockmarkets weaken on Oil worries, but long term outlook still moderately favourable 2

Editor and Research Director: James R Cornell (B.Com.)

World Stockmarket Forecasts

Stockmarket	One-Year Forecast	Fundamental Indicators	Technical Indicators	Monetary Indicators	Economic Indicators	<u>Historica</u> 3mths	l Performanc 6mths	e (in US\$) 12mths	Share Index
Australia	61%	Neutral	Bullish	Bullish	Bearish	+1.2%	+11.0%	+8.0%	3,307.70
Austria	$^{}71\%$	Neutral	Bullish	Neutral	Bullish	+16.4%	+17.8%	+9.6%	1,323.38
Belgium	68%	Bullish	Bullish	Neutral	Bullish	+3.4%	+0.2%	-3.2%	2,792.55
Canada	 58%	Neutral	Neutral	Neutral	Bullish	+1.1%	+8.7%	-2.8%	7,730.98
Canada Denmark	59%	Neutral	Bearish	Bullish	Bullish	-2.8%	-4.9%	-11.6%	261.98
Finland	53%	Bullish	Bearish	Bullish	Bullish	-12.4%	+4.3%	-16.2%	7,565.37
France	 56%	Neutral	Neutral	Neutral	Bullish	-1.6%	+3.5%	-14.9%	2,960.73
Germany	-55%	Bearish	Neutral	Neutral	Bullish	-1.9%	+8.4%	-14.7%	5,189.65
Ireland	$^{}62\%$	Bullish	Bearish	Bullish	Bullish	-10.1%	-6.2%	-11.6%	5,076.37
Italy	57%	Bullish	Neutral	Neutral	Bullish	+1.5%	+5.3%	-17.4%	23,468.00
Japan	51%	Bearish	Bearish	Bullish	Bullish	+5.2%	-5.3%	-23.3%	10,962.98
Japan Netherlands_	69%	Bullish	Neutral	Bullish	Bullish	+1.4%	+1.9%	-13.8%	715.60
New Zealand	${47\%}$	Bearish	Neutral	Bullish	Neutral	-0.7%	+11.1%	+10.3%	2,025.00
Norway	61%	Neutral	Bullish	Bullish	Neutral	+7.3%	+21.4%	-5.8%	678.54
Spain	 59%	Neutral	Neutral	Neutral	Bullish	+1.1%	+4.4%	-13.3%	811.76
Sweden	49%	Bearish	Bearish	Bullish	Bullish	-6.2%	+8.0%	-6.3%	224.09
Switzerland _		Bearish	Bullish	Bullish	Bullish	+2.0%	+6.5%	-6.8%	6,593.00
Un. Kingdom		Neutral	Bearish	Bullish	Bullish	-1.5%	-0.7%	-10.6%	5,161.00
USA		Bearish	Bearish	Bullish	Bullish	-3.0%	+1.8%	-6.1%	1,111.01
Argentina	56%	Bullish	Neutral	Bearish	Bullish	-25.9%	-6.6%	-36.0%	1,350.64
Brazil	59%	Neutral	Bullish	Bearish	Bullish	+6.8%	+54.6%	-13.7%	13,750.89
Czech Rep	-82%	Bullish	Bullish	Bullish	Neutral	+13.2%	+33.9%	+15.6%	440.20
Chile	40%	Neutral	Neutral	Bearish	Neutral	+3.8%	+15.8%	-0.3%	5,250.32
China	44%	Bearish	Bearish	Bullish	Bullish	-2.7%	-3.0%	-15.3%	150.40
Greece	44%	Bullish	Bearish	Bullish	Neutral	-15.7%	-5.9%	-31.0%	2,203.39
Egypt	38%	Neutral	Bearish	Bearish	Bullish	-0.7%	-6.5%	-13.0%	621.59
Egypt Hong Kong	-44%	Neutral	Bearish	Neutral	Bullish	-4.1%	+4.2%	-17.6%	10,710.48
Hungary	77%	Bullish	Bullish	Neutral	Bullish	+12.3%	+35.0%	+36.9%	8,714.59
India	60%	Bearish	Bullish	Bullish	Neutral	+3.3%	+16.5%	+5.6%	3,510.90
Indonesia	 51%	Bearish	Bullish	Bearish	Neutral	+43.0%	+48.6%	+63.6%	539.27
Israel	57%	Bearish	Bearish	Bullish	Bullish	-20.7%	-9.6%	-18.9%	379.11
Korea	67%	Bearish	Bullish	Bullish	Neutral		+65.4%	+68.0%	875.69
Malaysia	-65%	Bearish	Bullish	Neutral	Bullish	+10.4%	+27.0%	+33.5%	776.21
Mexico	81%	Bearish	Bullish	Bullish	Bullish	+15.7%	+33.1%	+25.3%	7,391.25
Philippines	73%	Bearish	Bullish	Bullish	Neutral	+18.7%	+39.6%	-4.9%	1,405.34
Poland	62%	Bearish	Bullish	Neutral	Bullish	-4.7%	+19.0%	-1.3%	15,049.68
Portugal	57%	Bearish	Bearish	Bullish	Bullish	-2.3%	+1.0%	-19.0%	1,983.91
Russia	61%	Neutral	Bullish	Neutral	Neutral	+26.6%		+109.6%	4,380.43
Russia Singapore	73%	Neutral	Bullish	Bullish	Bullish	+3.1%	+22.5%	+8.1%	1,751.75
Sth Africa	52%	Bullish	Bullish	Bearish	Neutral	+3.2%	+6.2%	-6.7%	11,119.82
Taiwan		Bearish	Bullish	Neutral	Bullish	+8.9%	+59.7%	+5.7%	6,182.59
Thailand		Bearish	Bullish	Neutral	Neutral	+15.4%	+36.8%	+35.8%	379.63
Turkey		Bearish	Bearish	Bullish	Bullish	-9.4%	+47.9%	+3.0%	9,663.00
Venezuela		Neutral	Bullish	Bearish	Bearish	+7.5%	+0.5%	-14.6%	7,627.32
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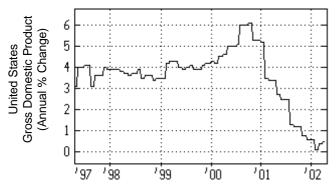
One Year Forecasts predict the probability that a stock-market will rise over the next year. Investors should seek to invest in markets with forecasts of 60-100%, while avoiding markets with forecasts of 0-40%. Bullish = Favourable. Bearish = Unfavourable.

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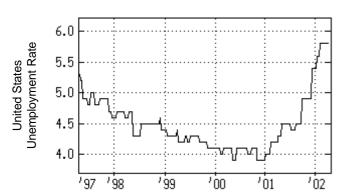
Stockmarket Outlook

World stockmarkets consolidated over the last month as investors worry about the impact of higher oil prices on the weak global economic and stockmarket recovery. The current Middle East conflict has created a short term *risk premium* on the price of oil - which is unlikely to last or have a significant impact on the economic recovery. A greater risk lies in the US war on terrorism spreading to Iraq. That would cut oil supply and keep prices high for a longer period.

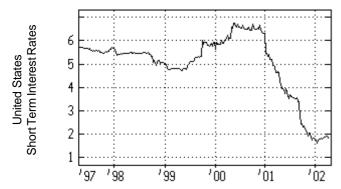
The US (and world) economy, however, is clearly in the first stages of recovery - having dived into a recession last year \dots



... and significantly boosting unemployment ...

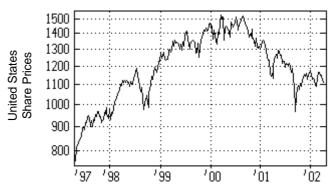


The Federal Reserve responded with lower interest rates . . .

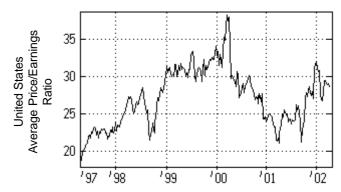


... although that period of monetary easing has now ended.

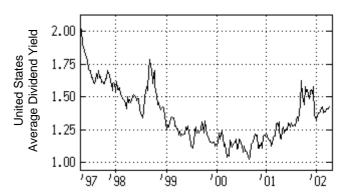
The US stockmarket has suffered a Bear Market decline over the last two years, hitting a low last September from which prices have bounced back...



... however stock valuations remain high (although partly owing to the decline in corporate profitability) with Price/Earnings ratios in the high 20's . . .



. . . and Dividends Yields still less than 11/2% . .



The medium to long term outlook for the US and most other stockmarkets is moderately favourable. That is, we expect a slow economic recovery and a slow rate of recovery and appreciation in stock prices. Over the next month or two, however, stock prices may weaken back towards last September's lows.

We shall remain almost fully invested, with a small cash reserve that will allow us to add one further investment fund to our portfolio over the next few months.

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Recommended International Investment Funds

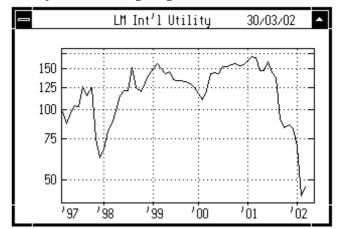
Share Buy-Back

Fleming European Fledging Investment Trust plc has re-purchased a further 200,000 shares at 222 pence. This fund currently has most of its portfolio invested in Italy (11.8% of the portfolio), France (10.8%) and Germany (10.6%), with smaller investments in Switzerland (8.8%), Sweden (8.5%), Finland (7.7%) and the Netherlands (7.7%). Its investment in Fleming Frontier Euro Discovery Fund - which invests in *microcap* European companies - accounts for 7.1% of the portfolio. Norway (4.4%), Denmark (4.3%), Eire (4.0%), Spain (4.0%), Belgium (3.6%), other investments (2.4%) and cash (4.3%) make up the remainder of the portfolio.

Fund Recovery?

Legg Mason Investors International Utilities Trust plc is showing some signs of recovery - with both its net asset value and share price rising over recent months.

The fund, however, rates poorly in our *Investment Fund Survey* after suffering a significant decline. "Hold".



			Initial Rec	ommer	ndation	Prem/			Gain
Currer	nt	EPIC	Date				Recent Pr		or
Advice	e Investment Fund	Code		Foreign		to Net		NZ	Loss
					Cents	Assets	Last Sale	Cents	%
	Europe								
BUY	Fleming Euro Fledgeling IT plc	FEF	15/01/02	226.5p	765.8	-15%	224p	725.5	-5
	United Kingdom								
BUY	Eaglet Investment Trust plc	EIN	13/11/01	334.0p	1160.7	+7%	377.0p	1220.9	+5
	Asian Regional								
BUY	JPM Fleming Asia WARRANTS	JPFW	07/03/00	43.8p	141.7		17.25p	55.9	-61
HOLD	Fidelity Asian Values WARRANTS	FASW	10/03/98	17.5p	49.7		14.25p	46.2	-7
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		180.50-192.90p	604.6	+474
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		42.6p	137.9	+30
HOLD	HSBC Hong Kong Growth Fund	*	07/04/98				159.3p	515.9	+7
HOLD	Henderson Pacific Capital	*	08/08/00	342.2p	1122.6		260.8p	844.6	-25
BUY	Schroder Asia Pacific WARRANTS	SDPW	13/07/99	25.5p	75.8		10.75p	34.8	-54
	Japan								
BUY	Baillie Gifford Shin Nippon plc	BGS	11/01/94			-18%	109.25p	353.8	-20
BUY	Invesco Japan Discovery Trust	IJD	13/07/99	95.5p	284.0	-17%	67.0p	217.0	-24
	Korea								
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		101.40-107.70p	338.6	+62
	Thailand								
HOLD	Old Mutual Thailand Trust	*	08/12/98	49.0p	155.9		48.16-51.27p	161.0	+3
	International								
HOLD	Aberdeen Prolific Emerging Marke		13/08/91	39.0p			68.18- 72.14p	227.2	+96
HOLD	Legg Mason Int'l Utilities	LIU	13/02/01			-32%	50.5p	163.5	-71
BUY	Private Equity Investor plc	PEQ	11/12/01			-33%	124.0p	401.6	-4
BUY	Templeton E/Mkts WARRANTS	TEMA	13/07/99	40.3p	119.7		16.0p	51.8	-57
* Unite	ed Kingdom based Unit Trust								

Other Shares and Warrants

Alternative investments in the UK listed investment trust shares and warrants recommended above include **Fidelity Asian Values** shares at $70\frac{1}{2}$ pence (-10%, i.e. 10% below net asset value), **JPMorgan Fleming Asian** shares at 92 pence (-11%), **Schroder Asia Pacific** shares at $73\frac{1}{2}$ pence (-13%), **Templeton Emerging Markets** shares at $121\frac{1}{2}$ pence (-15%), **Baillie Gifford Shin Nippon** warrants at $27\frac{1}{2}$ pence, **Eaglet Investment Trust** warrants at $277\frac{1}{2}$ pence and **Invesco Japan Discovery** warrants which trade at 14 pence.

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Investment Fund Survey

Curren Advice		Risk Ratina	Superi- ority Rating	Market Correla- tion	Perf 36 mth	orma 12 mth	ance 3 mmh	Current	t InvestmentFund	Risk Rating	Superi- ority Rating	Market Correla- tion	Perf 36 mth	orma 12 mml	ance 3 mh
	INTERN	3	Ü					Buy	NZFM Global Small Coys	High	+8%	0.69	29	0	-1
								Avoid	Nat Bank Int'l Equity	Low	-10%	0.70	-22	-15	-3
	Australian ba	SED UNIT	TRUS	TS					Royal & Sun Int'l S/Mkt	Medium	+1%	0.86 0.84	7 -3	-6 -7	·1 ·4
	AMP Multi-Mgr Global	Medium	-4%	0.86	-10	-14	-5		Tower Global Equity Tower Tortis Intern'l	Medium Medium	+2% +1%	0.84	-3 1	·/	-4 -4
	ANZ International Markets	Medium	-5%	0.72	-22	-11	-6		Westpac International	Medium	-2%	0.79	-5	-12	-5
	Advance International	Medium	-4%	0.51	-9	-15	-1		•		, -		-5	-12	-5
Avoid	Advance Worldwide Share	High	-7%	0.75	-27	-14	-6		New Zealand base			-			
	BT International	Very High	-1%	0.82	-9	-8	0		Royal Sun All Global Fd	High	+2%	0.87	2	-11	-4
Avoid	Citicorp Inv Port Global	High	-11%	0.54	-31	-11	0		Sov. Super Int'l Equity	Medium	+3%	0.81	8	-6	-1
	Citigroup Global Equity Commonwealth Int'l Share	Low	-2%	0.64 0.67	.9	·11 ·10	-3 -3		United Kingdom e	BASED U	nit Tri	USTS			
	Dresdner Global	High Medium	-0% -6%	0.67	.9 -16	·10	-3 -5		ABN AMRO Global Growth	High	-5%	0.73	-14	-26	-14
	Dresdner International	Very High	+4%	0.80	10	-20	-5		AXA Global - Global Growth	Medium	+2%	0.90		-12	-9
	Fidelity Perp. Int'l	High	.1%	0.80	-5	-16	-4		Abbey Global Growth	Very Low	-6%	0.00	15	-5	-7
Avoid	HSBC Flexi-Trt Int'l Trt	Medium	-8%	0.62	-25	-13	-6		Abbey Global Opportunities	Medium	-5%	0.90		-14	-8
Avoid	Invesco International	Very High	-12%	0.69	-39	-26	-5		Abbey International	Medium	-2%	0.88	-4	-13	-8
	JB Were International	High	-3%	0.79	-11	-15	-6		Abbey Nat'l International	Medium	-3%	0.85	-4	-15	-6
Avoid	Lowell International	Low	-21%	0.19	-52	-36	-3		Aberdeen World	Medium	-4%	0.94	-7	-15	-5
Buy	MLC Aust - Platinum Gbl	High	+8%	0.56	24	6	8		Aegon Worldwide Tactical	High	-3%	0.93		-20	-6
	MLC MKey Global Share	High	+3%	0.81		-13	-5		Allcurches Int'l Growth	Medium	+4%	0.95	10	-7 -10	-1
Avoid	NAFM Inv Trt - Global	Medium	-7%	0.64	-21	-16	-4		BG International Bank of Scotland World Gth	Low Medium	+1% -0%	0.45 0.94	13	-13	-5 -6
	Perpetual ICSav - Int'l	High	+1%	0.81	-1	-12	0		Barclays Worldwide	Medium	+0%	0.94	8	.13	.6
Avoid	Roth FA Int'l Share	High	-19%	0.35	-51	-37	-4		Baring Global Growth	High	+0%	0.95	.9	-12	-6
	Tyndall Aust Int'l No 1	Very High	+0%	0.82	-17	-14	-6		Britannic Global Growth	Medium	-3%	0.82	- 5	-12	-6
Avoid	WealthLink World Link	Medium	-10%	0.41	-27	-16	-3		Canada Life International Gth	Medium	+3%	0.80	11	.11	-2
Avoid	Westpac International	Low	-11%	0.51	-29	-12	-5	Buv	Cavendish Worldwide	Medium	+10%	0.89		-3	-3
	N EW Z EALAND B.	ASED U N	IT I RU	STS				,	Clerical Medical UK & Overseas	Medium	-0%	0.89	-1	-10	-6
	AMP International Share	Medium	-2%	0.86	-8	-8	-3	Buy	Deutsche World Opps	High	+10%	0.79		-9	-7
	AMP Passive Int'l Share	Medium	-0%	0.80	-6	-14	-6		Dresdner Global Equity	Medium	-2%	0.79	-13	-13	-7
	ANZ World Equity Trust	Medium	+0%	0.85	3	-7	-2	Buy	Exeter Global Opportunities	Very High	+10%	0.94		-16	-5
	ASB World Shares	High	+1%	0.81	-13	-8	-0		Fidelity International	Medium	+2%	0.93		-11	-5
Buy	BNZ Int'l Equity Index	Very High		0.58		2	11		Fidelity Managed Int'l	High	+5%	0.83	-7	-13	-5
	BNZ International Equity	Low	+6%	0.74	29	-3	-2		First State Global Growth	Medium	+0%	0.87		-8	-3
	BT Life Int'l Share	Medium	+1%	0.87	4	-7	-1		Fr Prov International	Medium	-0%	0.89	-5	-14	-9
	BTIS International Share	Medium	-1%	0.84	-0	-6	-0	Б	Framlington International	Medium	+1%	0.81	-2	-17	-8
	NZ Guardian Global	Medium	-1%	0.82	-2 3	-8	-4	Buy	GAM International Growth	Low	+7%	0.61	_	3	3
	NZFM Global Equity Gth	Medium	-0%	0.81 0.52	3 26	·11	-3 1		Gartmore Global Utilities	Low	-4%	0.49	-5	-26	-13 -7
Avoid	NZFM Global Blue Chip	Very Low	+3%	0.52	-26 -21	-22	.2		Gartmore Global Growth	Low	-4%	0.84 0.90		-13 -11	-/ -6
Avoid	NZFM Global Prop & Infra	Medium	-7%	0.65	-21	-22	-2		Govett Global Opportunites	Medium	+1%	0.90		-11	-6

Investment Fund Survey Information.

Fund Listings. Unit trusts are listed under the country where they invest, and then sub-divided according to the country where the Fund Manager is based. For example, "Australian Funds" hold principally Australian shares and other Australian investments although these funds may be based in either the UK, NZ or Australia.

Risk Ratings. Most equity funds follow general stockmarket trends but some are far more volatile than others. The "Risk Rating" measures just how volatile a fund is relative to the stockmarket in the country where it invests. "Very High" and "High" risk funds will usually rise very fast during a Bull Market (i.e. during a rising stockmarket trend) but will also fall fastest in value when the stockmarket dips. "Low" and "Very Low" risk funds will experience smaller price fluctuations.

Superiority Ratings. The "Superiority Rating" is the most important statistic for selecting the best managed funds to buy and the worst managed funds to avoid. The "Superiority Rating" shows whether a fund's actual return was above or below its expected return based upon its volatility. For example, if the stockmarket rises 10% then a fund with a volatility of 1.5 would be expected to rise 15% (i.e. 10% x 1.5). If the fund rose 20% it would have a "Superiority Rating" of +5%. On the other hand, if the fund rose only 10% it would be given a "superiority rating" of -5%. (Actually, the "Superiority Ratings" are calculated from a statistical analysis of each fund's monthly performance over the last three years, with extra importance given to its performance over the latest twelve month period.)

Many funds that beat the stockmarket by a substantial margin during the Bull Market years of 1986-87 simply invested in very risky, volatile shares and were not really managed in a superior way. Only funds that perform better than can be expected from their volatility (or risk exposure) can be said to be benefiting from genuinely superior management.

Current Advice. The "Superiority Rating" measures the annual amount by which a fund's performance is above or below its expected return based upon its level of risk exposure. As a high "Superiority Rating" indicates excellent management of the fund's investment portfolio

these trusts are automatically given "Buy" ratings. An egative "Superiority Rating" shows poor investment results and the funds with the worst management record have been given an "Avoid" rating.

Market Correlation. The "Market Correlation" measures how closely a fund's price follows general stockmarket movements (in the country where it invests). Correlations, which statisticians call R^2 ("R-squared"), vary from 0 (no correlation) to 1 (100% correlation). Most equity funds have "Market Correlations" between 0.60 and 0.95.

Investors who buy and sell funds on the basis of "market timing" should choose funds with high market correlations. The performance of these funds will closely reflect general stockmarket movements. Other investors may wish to minimise the impact of general stockmarket fluctuations and buy funds with lower market correlations.

How to Maximise Profits from this Investment Fund Survey.

First decide whether you want to invest in a fund that holds New Zealand, Australian, International, United Kingdom, European, Japanese or Gold & Mining shares, then turn to the appropriate section.

If you expect the stockmarket to rise strongly (in the country where the fund invests) the "High" and "Very High" risk funds with high superiority ratings and high market correlations will be your choice.

If uncertain about the general stockmarket trend then "Medium", "Low", or even "Very Low", risk funds with the highest superiority ratings will be the best investments.

Most NZ based and Australian based unit trusts are sold through sharebrokers and other commission sales organisations. UK based trusts are not sold through NZ agents but may be bought and sold (by telephone or by post) directly from the management organisations, through Chelsea Financial Services who rebate 2% of the initial sales charge or through UK internet broker FasTrade (www.fastrade.co.uk) who rebate 3%. Addresses and telephone numbers may be found in the unit trust section of leading UK newspapers (available at major public libraries), on the Financial Times internet site (www.ft.com) or from "International Investor". Prices can also be found at the TrustNet web site (www.trustnet.com).

Aprıl	l 16, 2002.													Pag	
Current Advice	InvestmentFund	Risk Rating	Superi- ority Rating	Market Correla- tion	Peri 36 mmth	orm: 12 mth	ance 3 mmth	Current Advice	InvestmentFund	Risk Rating	Superi- ority Rating	Market Correla- tion	Perf 36 mth	forma 12 m/n	ance 3 mth
	Henderson Independent Port.	Medium	+0%	0.94	3	-12	-6		Aegon American	High	-1%	0.92		.9	-8
	Henderson International	High	+1%	0.92	-1	-14	-7		BG American	Medium	+4%	0.87	_	-3	-4
	Hill Samuel Int'l	Medium	-2%	0.84 0.84	-6	·13	-7 -7		Barclays America	Medium	-1%	0.74 0.73	5 -10	.7 .12	- 7
	Invesco Perp International Jupiter Ecology	High Medium	+1% +3%	0.67		-13	-7		Baring American Gth Britannic American	High Medium	-5% -1%	0.73	7	-12	
	L & G Global Growth	Medium	+2%	0.95	5	-14	-5		Canada Life North American	Medium	+3%	0.64	15	-2	-
	L & G Worldwide	Medium	-2%	0.93	2	-11	-6		Cazenove North American	Medium	-5%	0.87	-2	-8	-8
	Lazard International Equity	Medium	-0%	0.92		-12	-4		Clerical Medical American	Low	-0%	0.63	8	-8	-8
uy	Lazard Worldwide Portfolio	High	+8%	0.88		-7 16	-3 -11		Credit Suisse Transatlantic	Medium	+2%	0.65	21 17	.9 .6	3- 3-
void	Legg Mason Global Growth Legg Mason Telecoms	Medium Low	-4% -27%	0.83 0.37		-16 -31	-11		Deutsche American Growth Deutsche US Index	Medium Medium	+3% -3%	0.70 0.77	2	-6	
voiu	Lincoln Global	Medium	-1%	0.85	1	-12	-8		Dresdner North American	Medium	-4%	0.64	-2	-12	-10
	M & G International Gth	Low	-1%	0.80	-5	-19	-8		Edinburgh North American	High	-1%	0.69	2	-11	-8
	MGM International Equity	Medium	+5%	0.82	21	-13	-1	Buy	Fidelity American	Very Low	+14%	0.27	36	7	2
	Martin Currie International	Medium	+3%	0.90	9	-12	-7		First State American Gth	High	-5%	0.82	_	-13	-7
Buy	NPI Global Care Newton International	Medium High	-2% +7%	0.78 0.86	.4 15	-17 -8	-7 -4		Fr Prov American Framlington American Gth	Medium Low	-5% +2%	0.79 0.50	.7 17	·11	.c
цу	Old Mutual Worldwide	Medium	+1%	0.80	-5	-13	-8	Buy	GAM North America	Low	+16%	0.30	1/	13	-6
	Pearl International	Medium	-1%	0.90	-7	-14	-7		Gartmore American	Medium	+1%	0.63	19	-11	-5
	Premier Global 100	Medium	-3%	0.77	-15	-14	-9	Avoid	Govett US Blue Chip	Low	-7%	0.29		-14	-10
	Prudential Global Growth	Low	+0%	0.88	3	-9	-5		Govett US Index	Medium	-5%	0.87		-11	-7
	Prudential Int'l Growth Royal & Sun All. Intern'l Gth	Low Medium	+0% -2%	0.87 0.92	6 .8	.7 .13	-4 -6		Govett US Opportunities Henderson North American	Low Medium	+2% -5%	0.73 0.73	.3	.7 .11	3- 3-
	Scot Life Worldwide	High	-4%	0.82	-17	-17	-6		Hill Samuel American	Medium	-2%	0.73	.3	.9	
	Scot Mutual International	Medium	-0%	0.90	-5	-13	-5	Avoid	Invesco Perp US Growth	Very High	-14%	0.61		-31	-17
	Scot Wid. Global	Medium	+5%	0.89	14	-14	-8		Jupiter North America	Very High	-4%	0.76		-15	.9
void	Singer & Freidlander Global	Medium	-7%	0.66	-21	-28	-6		L & G North American	Medium	+1%	0.75	20	-7	-6
	Sovereign Int'l Growth St James's International	Medium Medium	+2% +6%	0.79 0.67	13 26	·13	.6 .3		L & G US Index Lazard Nth American Gth	Medium Low	-1%	0.76 0.74	7 -5	-7 -5	.e
	CS-SLAM W/Wide Growth	Medium	-1%	0.90	-4	-16	-7		Lincoln North American	Medium	-6% -4%	0.74	-1	-8	-7
	Australian Liste		, -			10	,	Avoid	M & G American & General	Medium	-9%	0.71	-15	-19	-7
	BT Global	Very High	+10%	0.46	16	-5	2		MGM North American Growth	Low	-1%	0.64	20	-6	-7
Buy Buy	Platinum Capital	Medium	+26%	0.40	133	31	9		Martin Currie North American	Medium	+1%	0.69	16	-10	3-
, u.j	Templeton Global	Medium	+3%	0.28	-11	5	3	Avoid	Merrill Lynch American NPI North America	Medium Medium	-7% -6%	0.74 0.73	-13 -4	·13	.6 .8
	New Zealand Lis	TED INVEST	MENT	TRUST	S				Newton American	Medium	+1%	0.73	15	-11	-
	World Index Fund	Medium	-0%	0.74		-12	-4		Old Mutual North American	Medium	-1%	0.75	8	-5	.5
	United Kingdom Bases						-		Prudential North American	Low	-3%	0.60	5	3	-3
	Alliance Trust					.8	2		Rothschild FA Prt Nth America	Medium	-4%	0.55	0	-12	.e .7
uy	Anglo & Overseas Trust	Low Very High	+2% +9%	0.64 0.73	6 7	-11	-3 -9		Royal & Sun All. Nth American S & W American	Medium Very Low	-5% +3%	0.67 0.37	0 30	·14 ·8	-/
uy	Bankers Investment	Medium	+11%	0.80	35	4	-2		Scot Amic American	Low	-3%	0.55	5	2	-4
Buy	Brit Empire Securities	Low	+17%	0.62	94	-4	-2		Scot Life America	Medium	-6%	0.76	-13	-15	-10
uy	Brunner Invest. Trust	Very High	+8%	0.80	7	-21	-12		Scot Mutual North American	Medium	-1%	0.62	9	-12	-8
	Capital Gearing Trust	Very Low	+4%	0.06	46	7	-3		Scot Wid. North American	Medium	-4%	0.72	-2	-10	-8
Buy	Edinburgh Investment Edinburgh Worldwide	Medium Very High	-1% +9%	0.81 0.81	·2 ·1	-16 -15	.6 .4		CS-SLCAM North American	Medium	-6%	0.72	-2	-15	-8
uy	English & Scottish	Medium	+7%	0.69	32	-11	1		United Kingdom based	_				_	
uy	F & C Smaller Companies	Very High	+10%	0.70	28	-11	-0		American Opportunity	Very Low	+3%	0.04	23	-11	-1
uy	Fleming Overseas	High	+10%	0.87	29	-6	-7		Edinburgh US Tracker Fleming American	Medium Medium	+2% +6%	0.79 0.64	21 42	·2 ·4	3.
	Foreign & Colonial	Medium	+6%	0.88	24	-9	-2	Avoid		Very Low	·11%	0.05	-46	2	-0
uy	Henderson Strata Inv Jupiter Primadona	Very High High	+7% -4%	0.57 0.33	-18 -28	-45	-15 -17	71 7 01G	Cocona Zonach / Milonoah	10.7 20.1	/0	0.00		_	
	Law Debenture Corp.	Medium	+6%	0.59	18	3	1		UNITED STATE	SSMA	III	RC	20		
	Majedie Investment	Medium	-3%	0.67	-11	-14	-3						<u> </u>		
	Martin Currie Portfolio	Medium	+4%	0.76		-15	-9		United Kingdom	BASED U	nit Tr	USTS			
	Merrill Asset Alloc'n	High	-2%	0.68	40	-18	1	Buy	Abbey US Emerging Companies	Very High	+27%	0.47	137	12	-1
uy	Mid Wynd Invest Trust Monks Investment	High Medium	+12%	0.78 0.79	49 33	-4 -8	.4 .3	Buy	Aegon US Smaller Coys	Very High	+8%	0.86		3	-9
	Murray International	Medium Medium	+6% -1%	0.79	.5	۰8 13-	·3 ·6		Baring American Small Coys	High	+4%	0.42	32	-5	-[
	Pantheon International	Very Low	-2%	0.39	-5	-22	-6	Russ	F & C US Smaller Coys Fidelity American Spec Sits	Medium Very High	+5%	0.56 0.59	40 42	12 2	
	Personal Assets Trust	Very Low	-0%	0.30	17	-1	-5	Buy	Fr Prov American Spec Sits	Low	+21% +2%	0.59	29	0	-¿
Buy	Ptarmigan International	Medium	+9%	0.62	40	-10	-5		Gartmore America Small Coys	Very High	+0%	0.43	رے	.9	.2
	RIT Capital Partners	Very Low	+3%	0.38	34	-9	-2	Buy	Henderson Amer Small Coys	High	+8%	0.53	45	-1	-7
	Scottish Mortgage & Trt Scottish Invest. Trust	High Medium	+2%	0.86 0.91	5 14	.9 -10	·2 ·4	Buy	Hill Samuel US Small Coys'	High	+17%	0.45	94	13	-1
	ocomon miseon mast	wealant	+3% +0%	0.91	14	-10	-4	Buy	Invesco Perp American Smaller	Very High	+110%	0.48	5	a	-13

	UNITED KINGDOM E	BASED U	NIT T R	USTS			
Buy	Abbey US Emerging Companies	Very High	+27%	0.47	137	12	-1
Buy	Aegon US Smaller Coys	Very High	+8%	0.86		3	-9
•	Baring American Small Coys	High	+4%	0.42	32	-5	-5
	F & C US Smaller Coys	Medium	+5%	0.56	40	12	-1
Buy	Fidelity American Spec Sits	Very High	+21%	0.59	42	2	-8
	Fr Prov American Small Coys	Low	+2%	0.43	29	0	-6
	Gartmore America Small Coys	Very High	+0%	0.73		-9	-4
Buy	Henderson Amer Small Coys	High	+8%	0.53	45	-1	-7
Buy	Hill Samuel US Small Coys'	High	+17%	0.45	94	13	-1
Buy	Invesco Perp American Smaller	Very High	+11%	0.48	5	-9	-13
Buy	Merrill Lynch American Opps	Very High	+21%	0.42	88	5	-7
Buy	Merrill Lynch Amer Small Coys	Very High	+10%	0.81		6	-7
Buy	Schroder US Smaller Coys	Low	+17%	0.59	128	15	-4
	UNITED KINGDOM BASED L	ISTED IN	IVESTM	ENT T	RUST	S	
Buy	F & C US Smaller Coys	Low	+8%	0.55	63	15	5
Buy	Fleming US Discovery	Medium	+19%	0.26	126	20	-8
	Nth Atlantic Smaller	Very Low	+5%	0.18	54	-18	-7
Buy	Renaissance U.S.	Very Low	+16%	0.13	87	20	2

UNITED KINGDOM UNITED KINGDOM BASED UNIT TRUSTS

AXA UK - UK Growth	Medium	+2%	0.86		-10	-7
AXA UK - UK Tracker	Medium	-0%	0.91		-11	-6
Abbey Assets & Earnings	Low		0.72	-13	-9	-5
Abbey Dividend & Growth	Low	-3%	0.74	-11	-7	-5
Abbey General	Low	-4%	0.70		-9	-5
Abbey Nat'l N & P UK Growth	Medium	-1%	0.73	-9	-14	-6
Abbey Nat'l Stockmarket 100	Medium	-1%	0.82		-11	-5
Abbey Nat'l UK Growth	Medium	-2%	0.67	-10	-14	-6
Aberdeen UK Blue Chip	Medium	-3%	0.75	-19	-15	-9
Aberdeen UK Growth	Medium	-1%	0.73	-14	-14	-8
Aegon UK Blue Chip	High	-1%	0.65		-16	-6
Aegon UK Equity Growth	High	+2%	0.80		-12	-5
Artemis UK Growth	Very High	+3%	0.59		-9	-4
BG British 350	Medium	+1%	0.76	-4	-7	-5
BWD Rensburg Aggressive Gth	Medium	+4%	0.74	7	-5	2
BWD Rensburg UK Mid Cap	High	+1%	0.60		-11	-3
BWD UK Equity	Medium	+4%	0.76	2	-7	-4
Bank of Scotland FTSE 100	Medium	-0%	0.84		-11	-6
Barclays 500	Medium	-3%	0.73		-12	-7
Barclays Capital	Medium	-1%	0.80	-5	-10	-6
	AXA UK - UK Tracker Abbey Assets & Earnings Abbey Dividend & Growth Abbey General Abbey Nat'l N & P UK Growth Abbey Nat'l Stockmarket 100 Abbey Nat'l UK Growth Aberdeen UK Growth Aberdeen UK Growth Aegon UK Blue Chip Aegon UK Blue Chip Aegon UK Equity Growth Artemis UK Growth BG British 350 BWD Rensburg Aggressive Gth BWD Rensburg UK Mid Cap BWD KEQuity Bank of Scotland FTSE 100 Barclays 500	AXA UK · UK Tracker Medium Abbey Assets & Earnings Low Abbey Dividend & Growth Low Abbey General Low Abbey Nat'l N & P UK Growth Medium Abbey Nat'l Stockmarket 100 Medium Abbey Nat'l UK Growth Medium Aberdeen UK Blue Chip Medium Aberdeen UK Growth Medium Aberdeen UK Growth High Aegon UK Equity Growth High Artemis UK Growth Very High BG British 350 Medium BWD Rensburg Aggressive Gth BWD Rensburg UK Mid Cap BWD Redium Bank of Scotland FTSE 100 Medium Barclays 500 Medium	AXA UK - UK Tracker Medium -0% Abbey Assets & Earnings Low -4% Abbey Dividend & Growth Low -3% Abbey General Low -4% Abbey Nat'l N & P UK Growth Medium -1% Abbey Nat'l UK Growth Medium -2% Aberdeen UK Blue Chip Medium -3% Aberdeen UK Blue Chip Medium -1% Aegon UK Blue Chip High +2% Artemis UK Growth High +2% Artemis UK Growth Very High +3% BG British 350 Medium +4% BWD Rensburg Aggressive Gth Medium +4% BWD Rensburg UK Mid Cap High +1% BWD Reduity Medium +4% BWD Rostland FTSE 100 Medium -0% Barclays 500 Medium -3%	AXA UK - UK Tracker Medium -0% 0.91 Abbey Assets & Earnings Low -4% 0.72 Abbey Dividend & Growth Low -4% 0.70 Abbey General Low -4% 0.70 Abbey Nat'l N & P UK Growth Medium -1% 0.73 Abbey Nat'l UK Growth Medium -2% 0.67 Abberdeen UK Blue Chip Medium -3% 0.75 Aberdeen UK Growth Medium -1% 0.65 Aegon UK Blue Chip High -1% 0.65 Aegon UK Equity Growth High +2% 0.80 Arternis UK Growth Very High +3% 0.59 BG British 350 Medium +1% 0.76 BWD Rensburg Aggressive Gth Medium +4% 0.74 BWD Rensburg UK Mid Cap High +1% 0.60 BWD Rensburg Aggressive Gth Medium +4% 0.76 BWD Rensburg Aggressive Gth Medium +4% 0.76 BWD Rostland FTSE 100	AXA UK · UK Tracker Medium -0% 0.91 Abbey Assets & Earnings Low -4% 0.72 -13 Abbey Dividend & Growth Low -3% 0.74 -11 Abbey General Low -4% 0.70 Abbey Nat'l N & P UK Growth Medium -1% 0.73 -9 Abbey Nat'l UK Growth Medium -2% 0.67 -10 Aberdeen UK Blue Chip Medium -2% 0.67 -10 Aberdeen UK Growth Medium -1% 0.73 -14 Aegon UK Blue Chip High -1% 0.65 -14 Aegon UK Equity Growth High +2% 0.80 -14 Arternis UK Growth Very High +3% 0.59 -4 BWD Rensburg Aggressive Gth Medium +4% 0.74 -7 BWD Rensburg UK Mid Cap High +1% 0.60 -4 BWD Rensburg UK Mid Cap Medium +4% 0.74 -7 BWD Rensburg Aggressive Gth	AXA UK - UK Tracker Medium -0% 0.91 -11 Abbey Assets & Earnings Low -4% 0.72 -13 -9 Abbey Dividend & Growth Low -4% 0.70 -9 Abbey General Low -4% 0.70 -9 Abbey Nat'l N & P UK Growth Medium -1% 0.73 -9 -14 Abbey Nat'l Stockmarket 100 Medium -1% 0.62 -11 -14 Abber Nat'l UK Growth Medium -2% 0.67 -10 -14 Aberdeen UK Blue Chip Medium -3% 0.75 -19 -15 Aberdeen UK Blue Chip High -1% 0.65 -16 -16 Aegon UK Blue Chip High -1% 0.65 -16 -16 Aegon UK Equity Growth High +2% 0.80 -12 Arternis UK Growth Very High +3% 0.59 -9 BG British 350 Medium +1% 0.76 -4 -7

14 ·2 45

15 -8 -13

.5 12 -16 -4 -4

-22

-16 -6 -2 .6 .8 -15

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-91

-71 -64 -94

-23

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-15

-18

-68

-48 -3

-33

0.84

0.66

0.67

0.30

0.72

0.89

0.33 125 -23

0.45

0.43

0.15

0.26

0.12

0.12

0.53

0.70

0.74

0.51 0.48

0.80

0.89

0.66

+0%

+2%

+6%

+3%

+28%

-3% -47%

-20%

-19%

-10%

-7%

-6% -2%

-8%

+0%

-3% +7%

-100%

+15%

High

Low

Very High Low

Very Low

Medium

Very High

Very High

Very High

Very High

Medium

Very High

High

UNITED STATES AUSTRALIAN BASED UNIT TRUSTS

New Zealand Based Insurance Bonds

High

High

Very High

Medium

Medium

Very Low

Low

Low UNITED KINGDOM BASED UNIT TRUSTS Very High

Scottish American Inv.

Scottish Value

Second Alliance Secs Trust of Scotland

Special Utilities 'S'

Tribune Trust Managed

Witan Investment Coy

Asset Management

BFS Absolute Ret. - Cap

Fleming W'wide Income Govett High Income IT

Legg Mason Int'l Util. Murray Global Return Quilter Global Enhanced

BT Sel Mkts American Gth Fidelity Perp. America

Royal Sun All Nth Amer Sov. Super Nth America

ACM American Growth

AXA Global American

Avoid Aberdeen North American

Abbey American Growth

Aberdeen American Opport.

Invesco America

UNITED KINGDOM BASED INVESTMENT TRUSTS

Buy

Buy

Buy

Avoid

Avoid

Avoid

Avoid

Avoid

Avoid

Avoid

Buy

Page	e 6										Intern	ation	al In	vesto	r
Current Advice		Risk Rating	Superi- ority Rating	Market Correla- tion	Perf 36 mth	orma 12 mml	ance 3 mmth	Current Advice	InvestmentFund	Risk Rating	Superi- ority Rating	Market Correla- tion	Perfo 36 mth	ormano 12 3 mml mi	3
	Barclays FTSE 100 Baring UK Growth	Medium Medium	·1% +1%	0.80 0.63	.9 .6	.9 ·13	-3 -6	Avoid Avoid	Enhanced Zero Trust Exeter Selective Assets	Very Low Very Low	-55% -18%	0.00 0.01	-42	-98 -91 -50 (
	Britannic UK General Cazenove UK Equity	Medium Medium	-3% -1%	0.74 0.68	·13 ·5	·13 ·12	-6 -7	Buy Buy	F & C Income Growth Fidelity Special Values	Medium Medium	+10% +28%	0.55 0.27	37 148		5 1
	Clerical Medical UK Growth	High	-3%	0.79		-11	-4	Duy	Finsbury Growth	Low	+0%	0.52	-1	-12 -4	4
	Credit Suisse Growth Deutsche UK Blue Chip	Medium Medium	+5% +2%	0.55 0.79	13 -4	-11 -13	-7 -6		Fleming Claverhouse Gartmore Growth Opps	High Very High		0.81 0.49	-4	·14 ·9	7
	Deutsche UK Equity Deutsche UK Growth	Low Medium	+3% +5%	0.64 0.67	7 10	.9 -10	.3 .6	Buy	Glasgow Income Trust Govett Strategic Inv.	Low High	+9% +5%	0.29 0.48	22 5	2 -2	
	Deutsche UK Index Direct Line FTSE 100 Tracker	Medium Low	-1% -3%	0.80 0.93	-10	-11 -12	-6 -6		Invesco Convertible Life Offices Opport.	Very Low Very Low	+4%	0.22 0.02	13 6	·12 ·9	
	Dresdner UK Growth	High	+4%	0.55	-2 -5	·21	.9 .6	Dent	London & St Lawrence	Very Low	-1%	0.26	-6 67	·12 ·13	3
Buy	Dresdner UK Index Exeter Capital Growth	Medium Medium	+0% +9%	0.80 0.47	18	-19	.9	Buy Buy	Lowland Investment Co Merchants Trust	Low Very High		0.27 0.56	10	8 3	3
Buy	Fidelity Special Situations Fidelity UK Growth	Low Medium	+18% +4%	0.37 0.71	90 7	.8	0 -5	Buy Buy	Murray Income Trust Perpetual Income & Gth	High Medium	+12% +10%	0.63 0.37	26 32		1 7
	First State British All Cos Fr Prov Equity	Medium Medium	-4% -2%	0.79 0.75	.9	·13 ·14	-7 -8		Schroder Income & Grwth Schroder UK Growth	Very Low Medium	+6% -5%	0.32 0.53	31 -16	9 5	5 2
	Fr Prov UK Growth Fr Prov UK Index Tracking	Medium Medium	-6% -1%	0.78 0.80		-14 -11	-8 -7	Buy	Shires Investment Trust Temple Bar Inv. Trust	Medium Medium	-2% +8%	0.36 0.50	-20 15	-25 -14 -3 -2	4
Buy	Framlington UK Growth	Low	+7%	0.61	20	-9	-8	Duy	Tribune Trust Indexed	Low	-1%	0.68	-4	-9 -4	4
Buy	GAM UK Diversified Gartmore UK Growth	Very Low High	+19% +1%	0.20 0.72	-4	1 ·14	-4 -6	Buy	Undervalued Assets Value & Income Trust	Low Very Low	-3% +8%	0.18 0.20	-6 40		0
	Gartmore UK Index Govett FTSE 250 Index	Medium Medium	+0% +6%	0.79 0.50	.5 14	·11	.6 .3		TED KINGDOM BASED INVES					APITAL	
	Govett UK Blue Chip Govett UK Enhanced Opps	Medium Very High	·1%	0.79 0.77		-13 -25	.9 .6	Avoid	BFS Income & Growth BFS Small Companies	Very Low Very Low	-66% +1%	0.02 0.04	-97	-95 -81 -3 -13	
	HSBC FTSE 100 Index	Medium	-2%	0.85	-10	-12	-6	Avoid Avoid	Broadgate City of Oxford Grd Inc	Very Low Low	-100% -21%	0.01 0.04		-88 -41 -66 -33	
	HSBC FTSE 250 Index Hargreaves Investment	Medium Low	+3% -0%	0.46 0.30	9	.5 .33	-3 -5	Buy	Danae - Capital	Very High	+19%	0.74	20	-24 -25	5
	Hargreaves Warrant Henderson UK Capital Growth	Very High Medium	+6% -0%	0.38 0.73	15	·27 ·9	3 .6	Buy	Derby Trust - Capital Dresdner RCM Income Gth	Medium Very Low	+10% -2%	0.41	22 -18	-23 -15	5
	Hill Samuel British Hill Samuel Capital	Medium Medium	·2% +0%	0.80 0.79	-10 -5	.8 .10	-4 -5	Buy Avoid	Edinburgh Income & Val. Fleming I & G (2006)	Very Low Very High	+7% -26%	0.09 0.11		2 2 -75 -20	
	Jupiter Environmental	Medium	-3%	0.47		-15	-4	Avoid	Framlington Second Dual Framlington I & C - Cap	Medium High	-43% +4%	0.07 0.39	-3	-75 -45 -21 -13	
	Jupiter UK Growth Jupiter UK Special Situations	Medium Medium	+2% +2%	0.59 0.32	3 2	-17 -22	-8 -8	Buy	Gartmore SNT	Very High	+23%	0.34	-82	-55 -60 -55 -45	О
Buy	Jupiter Undervalued Assets L & G (A & L) Capital Growth	Very High Medium	+18% +1%	0.51 0.69		2 -10	·2 ·6	Avoid Avoid	Gartmore High Income Geared Income	Very Low Very Low	-32% -94%	0.01		-96 -75	5
	L & G (A & L) UK 100 Index L & G Equity	Medium Medium	-1% -2%	0.82 0.75	-8	-11 -11	-6 -6	Avoid Buy	Govett Enhanced Income Henderson High Income	Very High High	-32% +25%	0.10 0.32		-80 -58 -2 -8	
	L & G UK Index	Medium	-1%	0.74	-4 -5	·11	-5 -6	Avoid	Henderson Geared I & G I & S Optimum Income	Very Low Very Low	-4% -8%	0.26 0.13	-8 -28	-15 -9 -36 -17	
	L & G UK Recovery L & G UK Stockmarket	Medium Medium	·1% ·1%	0.68 0.83	.9	-11	-5	Buy	Invesco Recovery 2005 Invesco Geared Opps	Very Low Very Low	+8% +6%	0.07 0.14	32 20	·17 ·7	7
	Legg Mason UK Growth Lincoln Growth	High Medium	+2% -3%	0.84 0.68	-12	·12 ·13	.6 .6	Avoid	Investors Capital	Very High	-10%	0.25	-98	-98 -44	4
Buy	M & G Blue Chip M & G British Opportunities	Medium Medium	·3% +11%	0.81 0.44		·16 ·14	.9 .6	Avoid Buy	Jersey Phoenix Jos Holdings - Capital	Very High Very High		0.27 0.41	·71 37	-62 -37 -22 -5	
24,	M & G Capital	Medium Medium	-6% +0%	0.61 0.86		·21	·14 ·7	Avoid Buy	Jove Investment - Cap Jupiter Split Trust Cap	Very High Very High		0.15 0.29	-89 89	-86 -58 -6 -7	
	M & G Index Tracker M & G Recovery	Medium	+3%	0.64	-1	-13	-7	Avoid	Jupiter Enhanced Jupiter Dividend & Gth	Very Low Very Low	-3% -8%	0.05 0.00		-28 -7 -54 -35	
	M & G UK Growth MGM Special Situations	Medium Medium	-6% +3%	0.70 0.67	7	-18 -10	·12 ·7	Avoid	Leveraged Income Fund	Very Low	-68%	0.01	-95	-93 -70	О
	MGM UK Growth Marlborough UK Growth	Medium Verv Low	+2% +0%	0.76 0.27	4 10	-10 -9	-6 -4	Buy	M & G Equity Trust -Cap M & G High Income - Cap	High Very High		0.18 0.12		·24 ·4	9
	Martin Currie UK Growth NatWest UK Tracker	Medium Medium	+3% -1%	0.66 0.84	8 -10	·3 ·12	.3 .6	Buy Avoid	M & G Recovery - Cap Martin Currie I & G (c)	Very High Very High		0.33 0.19	.70	-30 (-69 -45	0 5
	Old Mutual UK All Share Mirror	Medium	+0%	0.80	-5	-11	-7	Avoid Avoid	Monthly High Income New Fulcrum	Very Low Medium	-24% -14%	0.08 0.11	-60	-54 -20 -54 -50	
Avoid	Old Mutual UK Growth Pearl Equity Trust	Low Medium	-8% -1%	0.62 0.66	-11	-13 -11	-8 -5	Avoid	Premier High Income	Very Low	-29%	0.02		-46 -33	3
	Pearl Growth Prudential UK Growth	Medium Medium	+0% +0%	0.63 0.77	.8 .6	·11	.5 .7	Avoid Buy	Quarterly High Income Rights & Issues	Very Low Medium	-104% +20%	0.02 0.32		-99 -69 1 -4	4
	Rothschild FA Prt UK Rothschild FA UK Major Coys	Medium High	+0% -5%	0.55 0.72		·13 ·14	.7 .8	Avoid Avoid	Second Scottish Nat'l St David's Inv Trust	Very High Very High		0.14 0.04	-75	-64 -40 -97 -78	
	Royal & Sun All. Equity Trust	Medium	+2%	0.73	1	-8	-5 -6	Avoid	Yeoman II - Cap	Medium	-39%	0.06	-84	-85 -38	3
	Royal & Sun FTSE All Share Royal & Sun FTSE 100 Tracker	Low Medium	-3% -2%	0.73 0.72		·11 ·12	-6		<u>UNITED KINGDO</u>	<u>M SM</u>	IALLI	ER C	COS	<u>;</u>	
	Royal London UK Growth Sanwa UK Growth	Medium Medium	+1% +4%	0.75 0.46	-5 11	·14 ·14	.7 .8		UNITED KINGDOM						
	Schroder UK Enterprise Schroder UK Equity	Medium Medium	+2% +6%	0.66 0.81	4 16	-7 -9	-4 -6	Buy	ABN AMRO UK Growth AXA UK - UK Smaller	Medium Medium	+12% ·1%	0.64 0.95	70	-13 -7 -18 -10	
Buy	Schroder UK Mid 250 Scot Amic Equity Trust	Medium Medium	+10% +2%	0.57 0.76	-2	2 ·11	-0 -7		Abbey Nat'l Smaller Cos Aberdeen UK Emerging	High Medium	+0% +5%	0.79 0.71	17 22	·21 ·12	
	Scot Life UK Equity	Medium	+1%	0.78	-5	-12	-6	Buy Buy	Aberforth UK Small Coys Artemis UK Smaller Coys	Very Low Medium	+20% +10%	0.80 0.93		9 1	1
	Scot Mutual UK Equity Scot Wid. Equity	Medium Medium	·1% ·1%	0.71 0.71	·5 ·6	·14 ·7	-6 -1	Биу	BG British Smaller Coys	Low	-1%	0.74		-12 -6	6
	Scot Wid. UK Index Scot Wid. UK Spec Sits	Medium Medium	-2% +0%	0.76 0.57	-10 -6	·14 ·10	-7 -4	Buy	BG UK Smaller Companies BWD UK Smaller Coys	Low High	-0% +15%	0.82 0.64	9 76	·11 ·7	7
	Soc Gen UK Growth Solus UK Growth	High High	+6% +2%	0.58 0.85	7	·12	-8 -7	Buy	Baring UK Small Coys Britannic Smaller Companies	High Medium	+12%	0.72 0.77	61 18	·14 ·8	
Buy	Solus UK Special Situations	Very High	+7%	0.69	11	-22	-8		Canada Life UK Smaller Coys Cavendish Opportunities	High Medium	+4% +6%	0.75 0.81	26 39	·14 ·8	8
	Sovereign FTSE 100 Sovereign UK Growth	Low Medium	·2% +1%	0.75 0.68	-11 -2	·13 ·14	-7 -7		Cazenove UK Smaller Coys	High	+6%	0.80		.14 -€	6
Buy	St James's UK & Gen Prog. CS-SLCAM UK Growth	Low Low	+10% +5%	0.48 0.46	45 9	·5 4	-4 -5	Avoid	Clerical Medical UK Smaller Credit Suisse Smaller Coys	Medium High	-9% -2%	0.91 0.73	7	-19 -2 -29 -11	1
	Tilney UK Equity	Medium	+0%	0.64	-6	-10	-7	Avoid	Deutsche Genesis Dresdner UK Mid-Cap	High Very High	-8% +3%	0.88 0.67	11	-25 -7 -20 -9	
Buy	UNITED KINGDOM BASED L	ISTED IN. Very High		ENT I 0.49	35 RUS		·15		Dresdner UK Smaller Companies Edinburgh UK Smaller Coys	Very High Very High	-2%	0.58 0.69	4 15	-33 -12 -40 -20	2
-	3i UK Select Aberdeen Convertible	Medium	-1%	0.49	-65	-10	-5 -49		First State British Small Cos	Medium	+5%	0.91		-7 -5	5
Avoid	Albany	Very Low Medium	-25% +5%	0.35	9	-2	-2	Buy	Framlington Capital Gartmore UK & Irish Small Cos	Medium Very High		0.76 0.76		·11 ·5	2
Buy	Aurora Invest Trust British American IT	High Medium	+13% -1%	0.22 0.37	30 -8	-21 -14			Gartmore UK Small Coys Govett UK Smaller Companies	High Medium	-2% -3%	0.72 0.73	4 -4	·26 ·9	
	City Merchants High Yld City of London	Very Low Medium	-3% +3%	0.06 0.69	·1 ·1	·4 1	.9 .2		Hill Samuel UK Smaller Coys Invesco Perp UK Small Coys	Medium High	+1% +4%	0.75 0.77		·10 ·2	2
Buy	Deutche Equity Income Dresdner RCM 2nd Endow.	High Very Low	+8%	0.63 0.01	1	.9 .21	-8		Jupiter UK Small Cos	Medium	+3%	0.81		-23 -6	6
Buy	Dunedin Income Growth	Very High	+7%	0.62	8 -4	·5 ·12	·19 ·3 ·7	Buy	L & G UK Small Coys Lazard UK Small Coy	Medium Low	+5% +9%	0.83 0.86	29 50	1 -2	2
	Edinburgh UK Tracker	Medium	+1% Copy	0.72 right				Resear	M & G Smaller Companies	Very High	+1%	0.80	8	-28 -16	j .
			- 1-3	0					1 0						

April turrent advice	16, 2002. InvestmentFund	Risk Rating	Superi- ority Rating	Market Correla- tion	Perf 36 mml	ormance 12 3 mth mth	Current Advice	InvestmentFund	Risk Rating	Superi- ority Rating	Market Correla- tion	Page / Performance 36 12 3 mth mth m
uy	Marlborough Special Situations	High	+30%	0.55	161	·8 ·11		Clerical Medical European	Medium	+2%	0.66	5 -11 -6
	Martin Currie UK Smaller Coys	Medium	-2%	0.74	2	-24 -11		Credit Suisse European	Medium	-0%	0.73	1 -11 -6
	Pearl UK Small Coys	High	-5%	0.74	-5	-27 -13		Deutsche European Growth	High	+2%	0.70	7 -11 -4
	Prudential Smaller Companies	Medium	+2%	0.87	14	-20 -6		Dresdner Euro Index	Medium	-2%	0.72	-6 -14 -6
uy	Royal & Sun All. UK Smaller	High	+9%	0.70	35	-16 -8		Dresdner European	High	+2%	0.63	4 -15 -7
void	S & W Smaller Securities	High	-20%	0.78		-37 -20	_	Edinburgh European	Medium	+2%	0.62	7 -11 -2
uy	Schroder UK Smaller Coys	Medium	+11%	0.77	62	-6 -5	Buy	Fidelity European	Medium	+14%	0.62	62 -1 2
	Scot Amic UK Small	Medium	+1%	0.91	12	-20 -7	Buy	Fidelity European Opps	Very High	+8%	0.72	21 -4
	Scot Mutual UK Small Coys	High	+0%	0.78	17	-22 -12	Avoid	First State Euro Growth	Medium	-14%	0.70	-15 -
	Scot Wid. UK Small Coys	Low	+0%	0.88	19	·12 ·3		Fr Prov European	High	+2%	0.64	6 -14 -8
void	Singer & Freidlander Small Cos	Very High	-8%	0.81	-12	-36 -11	-	Framlington European	Medium	+4%	0.63	16 -12 -
uy	CS-SLCAM Smaller Coys	Low	+13%	0.58	62	8 -3	Buy	GAM European Growth	Medium	+10%	0.67	-14 -5
	Tilney UK Smaller Cos	Medium	+0%	0.85	15	-17 -6	Buy	Gartmore European Sel Opps	Medium	+10%	0.60 0.66	31 -8 -5 11 -17 -6
	United Kingdom based	LISTED IN	IVESTM	ENT I	RUST	-S		Gartmore European	Medium Medium	+3% +1%	0.66	1 -11 -6
	3i Smaller Quoted Coys	Very High	-0%	0.75	3	-26 -9		Govett European Blue Chip Govett European Strategy	Very High	+1%	0.55	8 -14 -5
JV	AIM Trust	Very High	+30%	0.45	101	·53 ·31		HSBC Eurotrack 100	Medium	+1%	0.33	5 -13 -6
цý	Aberforth Smaller Coys	Low	+16%	0.56	76	13 3		Henderson European	High	+5%	0.76	18 -14 -7
	Britannic Smaller Coys	Medium	+4%	0.76		-22 -10		Hill Samuel European	Medium	+3%	0.68	11 -13 -5
	Capital Opportunities	Very High	+1%	0.59	13	-36 -16		Invesco Perp Euro Growth	High	+2%	0.03	-3 -21 -6
	Discovery Trust	Medium	+4%	0.57	35	-30 -11	Buy	Jupiter European	Low	+7%	0.55	31 -9 -2
Jy	Dresdner RCM Smaller	High	+9%	0.51	40	-26 -11	Duy	L & G (A & L) European	Medium	-5%	0.84	-10 -7
Jy	Dunedin Smaller Coys IT	High	+9%	0.71	34	-25 -11		L & G Euro Index	Medium	+1%	0.76	5 -13 -5
Jy	Eaglet Investment Trust	Medium	+28%	0.46	155	-18 -15		L & G European	Medium	-2%	0.73	·5 ·14 ·5
	Edinburgh Smaller Coys	Very High	-2%	0.79	-10	-43 -15		Lazard European Growth	Medium	+3%	0.69	12 -10 -4
Jy	Finsbury Smaller Quoted	High	+8%	0.87		·12 ·3	Avoid	Legg Mason Euro Growth	Medium	-8%	0.77	-16 -6
uy	Fleming Smaller Coys	Very High	+11%	0.78	36	-29 -15		Lincoln European	Medium	-1%	0.64	3 -11 -5
ıy	Fleming Mercantile	Medium	+14%	0.85	78	1 .0		M & G European	High	+1%	0.72	1 -15 -6
	Framlington Innovation	Low	+5%	0.67	_	-10 -6		M & G European Index Tracker	Medium	-4%	0.86	-14 -
	Gartmore Small Coys	Medium	-5%	0.61	-9	-28 -11		MGM European Growth	High	+3%	0.78	10 -9 -6
uy	Gartmore Fledgling Indx	Medium	+21%	0.50	125	.7 1		Martin Currie European	High	+5%	0.66	12 -10 -3
	I & S UK Smaller Coys	Medium	-0% +0%	0.66	8	·25 ·12 ·23 ·11	Avoid	Merrill Lynch European Gth	Low	-7%	0.30	-29 -44 -6
	Intrinsic Value plc Invesco England	Very High	+0%	0.88 0.81	30	·23 ·11 ·18 ·5		Newton Continental European	Medium	-4%	0.78	-12 -
oid	Knox D'Arcy Trust	Very High Very Low	+5% -11%	0.01	-3	·7 11		Old Mutual European Blue Chip	High	-4%	0.73	-14 -
oid	Micro Quoted Growth	Very Low	-8%	0.00	-5	-23 -8		Old Mutual European	Very High	+2%	0.66	6 -17 -5
JV	Montanaro UK Small Coys	Medium	+9%	0.69	46	-16 -5		Old Mutual Swiss Equities	Low	-3%	0.63	2 -11 -4
Jy Jy	Perpetual UK Smaller Co	Medium	+7%	0.75	44	-8 -2		Pearl New Europe	Medium	+6%	0.64	21 -12 -5
۵y ۵V	Shires Smaller Coys	Low	+7%	0.52	31	-1 -10		Prudential European	Low	-0%	0.73	7 -12 -7
۱۷	Smaller Companies IT	Medium	+11%	0.56	31	-18 -11		Rothschild FA Euroland	Medium	-6%	0.82	-12 -4
.,	Themis FTSE All Small	Medium	+2%	0.71	25	·21 ·5		Rothschild FA Prt Europe	High	+5%	0.62	-15 -6
	Throgmorton Trust	Medium	+4%	0.76	25	·12 ·1		Royal & Sun All. European	High	+5%	0.61 0.62	16 -12 -6 25 -14 -4
Типт	ED KINGDOM BASED INV		. , •	_	_	APITAL		Royal London European Gth S & W European	Medium High	+6% -4%	0.62	-14 -5
							Buy	Sanwa European Gth	Medium	+8%	0.79	36 -14 -:
ıy	Aberforth SL - Cap	Very Low	+18%	0.36	96	7 -3	Биу	Schroder European	High	+3%	0.04	13 -16 -4
ıy	Lloyds Smaller Co - Cap	Low	+10%	0.70	63	-10 -0		Scot Amic European	Medium	+2%	0.74	10 -12 -1
=-						_		Scot Life European	Medium	+3%	0.76	10 -14 -4
	U.I	Κ.	1	2/04/	02			Scot Mutual European	Medium	+2%	0.70	7 -13 -5
				_, _ ,,				Scot Wid. Euroland	Medium	-3%	0.77	-14
								Scot Wid. Europe	High	+4%	0.67	12 -15 -7
7	200	:	:		-:	7 I		Singer & Freidlander Cont'l	High	+4%	0.60	11 -17 -3
- /	000		• • • • • • • • • • • • • • • • • • • •		• • • • • •	- [Buy	Soc Gen European	High	+8%	0.64	20 .14 .7
		ለ ነ	i		- :		Avoid	Solus European Growth	High	-7%	0.90	-15 -
- 6!	ىر	(Mr.:-/414h	M/Inch		• • • • •	⊣ 1		Sovereign European Gth	Medium	+1%	0.62	9 -13 -6
	1 : : /	ሃ ኤ / ለ/ እ	ן אין W\ <i>\</i>	١.		1		CS-SLCAM European	High	-4%	0.74	·13 ·21 ·6
61	000 ⊨ · · · · · ∻ · ∧ω/· · · · &√· ·	W:		l	:	」 ▮		Tilney European Growth	Medium	+1%	0.69	3 -11



EUROPE AUSTRALIAN BASED UNIT TRUSTS

Avoid

BT Europe Growth	High	-6%	0.61	-20	-10	1
Dresdner Europe Growth	Medium	-6%	0.45	-12	-14	-2
Fidelity Perp. Europe	Medium	+1%	0.77	4	-15	-3
Invesco European	Very High	-13%	0.61	-43	-29	-1
New Zealand 1	BASED U NI	T TRU	STS			
BTIS European Share	Low	-1%	0.60	-2	-8	-0
Tayyor Captiobt Fryans	Modium	1.107	0.66	0	11	1

	Tower Spotlight Europe	Medium	+1%	0.66	9	-11	-1
Buy	Tower Spot. Emerg. Euro.	High	+17%	0.37	60	17	9
	New Zealand base	D INSUR	ANCE E	BONDS	;		
	Royal Sun All European	Medium	-1%	0.62	-3	-12	-3
	Sov. Super European	Medium	-3%	0.61	-3	-10	-1
	United Kingdom	BASED U I	NIT TR	USTS			
Avoid	ABN AMRO Pan Europe	Medium	-14%	0.74		-21	-10
	AXA Global European Growth	High	-4%	0.91		-14	-5
	Abbey European Capital	Medium	+1%	0.74	6	-12	-5
	Aberdeen European Growth	Medium	+6%	0.75	20	-9	-3
	Aegon Europe Tactical	Medium	-5%	0.75		-19	-8
	Aegon European	Medium	-5%	0.83		-18	-6
	Allchurches Euro Growth	Medium	+1%	0.86		-8	-3
Buy	BG Europe	Very High	+7%	0.61	18	-10	-5
	Baring Euro Sel.	Medium	+1%	0.39	16	-22	1
	Baring European Growth	High	-2%	0.69	-9	-15	-6
	Britannic European	Medium	+3%	0.60	10	-11	-6
	Canada Life European	Medium	+2%	0.48	14	-18	-1
	Cazenove European Portfolio	Very High	+6%	0.62	12	-17	-5

Duy	Lastern Laropean	IVICUIUITI	121/0	0.50		20	10
	European Assets	High	-4%	0.37	-24	-32	-17
	F & C European	High	+6%	0.57	18	-17	-4
Buy	Fidelity Euro V.	Medium	+22%	0.54	109	3	-1
Buy	Fleming Cont'l Europe	High	+7%	0.69	24	-15	-8
Buy	Gartmore Irish Small	Medium	+12%	0.30	54	-8	-3
	Gartmore European	High	+6%	0.59	20	-6	1
	Martin Currie European	Very High	+3%	0.64	2	-18	-7
	Merrill Euro Priv.	High	+4%	0.68	15	-14	-4
	Perpetual European	Very High	+3%	0.60	10	-18	-C
Uni	TED KINGDOM BASED	INVESTMENT T	RUSTS	- SPL	т С	APIT	AL
Avoid	Govett Furo Enhanced	Medium	-36%	0.17		.71	-44

Very High Medium

+21%

0.59

0.36 0.37

-12 -16 .2 10 .17 .4 .1 .8 .3 1 .7 .4

25 -32 -17 3 -15

Charter European Trust

Eastern European European Assets

Buy

Buy Buy

Buy

Avoid	Govett Euro Enhanced	Medium	-36%	0.17	-71	-44
	Henderson Eurotrust Legg Mason Euro Util.	Very High Very High				
,,,,,,,,	2066 Macon 2010 Oth	10.7	, 70	0.02	 -	

EUROPE SMALLER COS

UNITED KINGDOM BASED UNIT TRUSTS

Avoid	Aegon Euro Smaller Coys	Very High	-7%	0.84		-22	-4			
Buy	BG Euro Small Coys	Very High	+8%	0.50	25	-16	2			
Buy	Deutsche Europa	Very High	+13%	0.43	41	-23	-3			
	Dresdner European Smaller Coys	Very High	+2%	0.40	-5	-36	-11			
	F & C European Smaller Coys	Very High	-0%	0.58	-1	-9	-0			
Buy	Henderson European Small Cos	Very High	+14%	0.43	51	-20	-3			
	Hill Samuel Pan-Euro Small Cos	High	+0%	0.65		-11	-2			
	Invesco Perp Euro Smaller Cos	Very High	+3%	0.45	-5	-24	-4			
Buy	Jupiter Euro Spec Sits	High	+19%	0.52		-8	-3			
	M & G European Smaller Coys	Very High	+6%	0.47	9	-37	-3			
Buy	Schroder Euro Small Coys	Very High	+8%	0.56	37	-20	0			
United Kingdom based Listed Investment Trusts										

Buy Avoid	Fleming Euro Fledgeling Henderson Euro Micro	Very High		0.48 0.65	59	-27 -44	-5 -8
Avoid	Invesco Continental Sm	Very High Very High	-10%	0.63	-33		
Avoid	TR European	Very High	-8%	0.42	-11	-45	-5

GERMANY

UNITED KINGDOM BASED UNIT TRUSTS

Baring German Growth -0% 12 -44 -4

Best Managed Funds

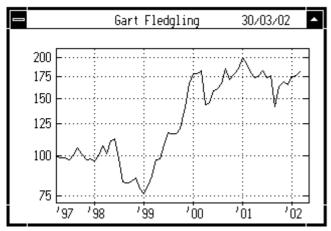
Gartmore Fledgling Trust plc (code GMF) is a £61.5 million trust that follows a "Hybrid investment policy that combines indexation" and active management. The fund is mainly an *index fund* which mirrors the FT Fledgling Index of very small UK companies.

FT Fledgling Index, however, is re-balanced each December, when large capitalisation companies are promoted to the FTSE All-Share Index while smaller capitalisation stocks from the All-Share index are moved down to the Fledgling Index. This re-balancing typically changes about 20-30% of the shares in the FT Fledgling Index. Attempting to follow the FT Fledgling Index therefore generates a significant annual turnover of shares in the Gartmore Fledgling portfolio. In addition, these smaller companies tend to have wide bid-offer spreads, so there are substantial trading costs involved. These costs, of course, tend to depress the trust's long term performance.

In an attempt to offset these trading costs, Gartmore Fledgling Trust follows two strategies designed to improve its performance. Firstly, it will avoid companies that are "unlikely to remain solvent" over the next year (i.e. companies about to fail). Secondly, it will *overweight* its portfolio in shares with *insider buying* (i.e. where directors have been buying shares). So typically 90-95% of the portfolio is *indexed* to match the FT Fledgling Index (i.e. diversified over about 480 companies) and 5-10% is used to buy additional shares where *insiders* are buying.

Historically the FT Fledgling Index has outperformed the larger companies listed on the UK stockmarket. These very small shares currently trade at valuations 25-50% *lower* than larger UK companies, so continue to offer better *value* and should continue to yield higher long term returns.

The annual management fee is a low 0.8%. Gartmore Fledgling Trust shares currently trade at a 15% discount to net asset value, offer an income yield of about 3% and are actively traded with a small bid-offer spread of around $1\frac{1}{2}-2\%$.



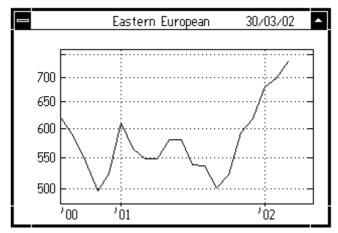
Eastern European Trust plc (code EST) has a £69.9 million portfolio invested in Eastern European countries and countries of the former Soviet Union.

The portfolio is currently invested in Russia (34% of assets), Hungary (27%), Poland (10%), Czech Republic (7%), Turkey (5%), Croatia (5%) and other countries (12%). The portfolio is well diversified, with the ten largest shareholdings making up 51.7% of the portfolio.

The Russian and Eastern European stockmarkets declined significantly in value during 1997-98, then recovered very strongly in 1999 to early 2000. These stockmarkets have again started to appreciate in value over the last six months. Eastern European Trust's performance has closely matched the fluctuations in these stockmarkets.

Eastern European Trust shares trade at a 20% discount to net asset value and are actively traded at a moderate bid-offer spread of 2-3%.

Russia and Eastern European stockmarkets clearly involve significant risks - but this is a good investment trust for investors seeking a small exposure to these markets.



Next Issue

The next issue of *International Investor* will be posted in four weeks time on Tuesday May 14, 2002 (and delivered in most areas on Wednesday 15).

Subscribers who have updated their account online with an e-mail address will also receive the Electronic version in their e-mail Tuesday morning.

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