Information and Advice on World Stockmarkets from Securities Research Company's . . .

International Investor

Issue No. 91 P.O. Box 34-162, Auckland July 15, 2003.

Inside International Investor

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

World Stockmarket Forecasts

Stockmarket	One-Year Forecast	Fundamental Indicators	Technical Indicators	Monetary Indicators	Economic Indicators	Historical Performance (in US$) 3mths	6mths	12mths	Share Index
Australia	75%	Bullish	Bullish	Bullish	Neutral	+13.1%	+12.4%	+13.1%	3,022.80
Austria	69%	Bearish	Bullish	Bullish	Neutral	+16.2%	+23.3%	+24.1%	1,326.47
Belgium	71%	Bullish	Bullish	Bullish	Bullish	+14.3%	+6.5%	-3.7%	1,975.95
Canada	66%	Neutral	Bullish	Neutral	Neutral	+15.9%	+16.6%	+15.4%	7,077.56
Denmark	73%	Bearish	Bullish	Bullish	Bullish	+12.5%	+10.1%	+2.8%	212.46
Finland	76%	Bullish	Bullish	Bullish	Neutral	+20.5%	+6.2%	+14.9%	5,917.19
France	76%	Bullish	Bullish	Bullish	Bullish	+17.3%	+7.4%	+2.1%	2,120.07
Germany	73%	Neutral	Bullish	Bullish	Bullish	+27.9%	+17.1%	-8.2%	3,326.51
Ireland	85%	Bullish	Bullish	Bullish	Bullish	+13.9%	+11.7%	+12.8%	4,383.64
Italy	81%	Bullish	Bullish	Bullish	Bullish	+13.2%	+9.7%	+9.6%	18,549.00
Japan	54%	Neutral	Bullish	Bullish	Bearish	+26.1%	+15.2%	-9.9%	9,635.35
Netherlands	74%	Bullish	Neutral	Bullish	Bullish	+13.4%	-1.6%	-10.9%	438.90
New Zealand	62%	Neutral	Bullish	Bullish	Bearish	+17.6%	+10.1%	+14.5%	1,810.27
Norway	74%	Bullish	Bullish	Bullish	Bullish	+19.2%	+4.9%	-8.0%	505.86
Spain	78%	Bearish	Bullish	Bullish	Bullish	+15.3%	+16.9%	+18.6%	731.75
Sweden	70%	Bearish	Bullish	Bullish	Bullish	+19.4%	+13.5%	+8.4%	164.38
Switzerland	81%	Bearish	Bullish	Bullish	Bullish	+12.1%	+1.8%	-5.3%	4,914.00
Un. Kingdom	65%	Bullish	Bullish	Bullish	Neutral	+10.7%	+3.6%	+0.9%	4,058.10
USA	76%	Bearish	Bullish	Bullish	Bullish	+15.0%	+7.6%	+8.3%	998.14
Argentina	66%	Bearish	Bullish	Bullish	Bearish	+11.0%	+21.0%	+45.4%	1,674.40
Brazil	62%	Neutral	Bullish	Bearish	Neutral	+25.6%	+23.6%	+17.5%	13,320.58
Czech Rep.	62%	Bearish	Bullish	Neutral	Bullish	+13.5%	+26.5%	+36.4%	550.30
Chile	68%	Bearish	Bullish	Bullish	Bearish	+22.6%	+21.2%	+23.9%	6,063.58
China	46%	Bullish	Bearish	Bullish	Bearish	-9.0%	-4.7%	-27.0%	113.32
Greece	77%	Neutral	Bullish	Bullish	Neutral	+29.6%	+24.1%	+5.5%	1,977.66
Egypt	42%	Neutral	Bullish	Bearish	Bullish	+7.2%	-12.1%	-10.1%	730.64
Hong Kong	70%	Bullish	Bullish	Bullish	Neutral	+14.6%	+2.0%	-6.9%	9,911.50
Hungary	61%	Neutral	Bullish	Neutral	Bullish	-0.6%	-1.2%	+16.0%	8,032.64
India	57%	Neutral	Bullish	Bearish	Neutral	+20.3%	+13.9%	+17.6%	3,676.26
Indonesia	70%	Neutral	Bullish	Bullish	Bearish	+29.4%	+42.5%	+20.9%	524.69
Israel	59%	Bearish	Bullish	Neutral	Neutral	+26.1%	+46.6%	+34.8%	442.02
Korea	67%	Neutral	Bullish	Bullish	Neutral	+26.0%	+12.1%	-10.9%	704.15
Malaysia	48%	Neutral	Neutral	Neutral	Bearish	+15.1%	+13.8%	-2.1%	723.90
Mexico	78%	Neutral	Bullish	Bullish	Bullish	+17.2%	+12.8%	+3.4%	7,083.82
Philippines	57%	Bearish	Bullish	Neutral	Neutral	+11.2%	+20.5%	+3.5%	1,270.77
Poland	58%	Bearish	Bullish	Neutral	Bullish	+19.4%	+12.1%	+32.0%	17,108.80
Portugal	87%	Bullish	Bullish	Bullish	Bullish	+12.8%	+6.6%	+5.6%	1,656.32
Russia	62%	Bearish	Bullish	Bullish	Bearish	+27.8%	+35.9%	+21.6%	5,648.64
Singapore	72%	Neutral	Bullish	Bullish	Bullish	+20.5%	+13.6%	-4.9%	1,544.84
Sth Africa	68%	Bullish	Bullish	Bullish	Neutral	+13.6%	+4.2%	+11.6%	8,644.78
Taiwan	55%	Bearish	Bullish	Neutral	Neutral	+17.2%	+8.2%	-6.3%	5,239.96
Thailand	69%	Neutral	Bullish	Bullish	Bearish	+30.5%	+38.2%	+19.3%	484.39
Turkey	36%	Bearish	Neutral	Bearish	Bearish	+16.5%	+31.4%	+35.3%	10,590.69
Venezuela	91%	Bullish	Bullish	Bullish	Bullish	+73.7%	+71.2%	+66.1%	14,699.24

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.

Stockmarket Outlook

We believe that most world stockmarkets are now in the early stages of a new long term Bull Market uptrend. We expect slow economic growth, but that also suggests a longer than normal cyclical economic recovery and growth. Slow growth, plus easy monetary conditions, also offers the potential for a liquidity bubble which will inflate financial asset values (i.e. share prices).

In fact, a liquidity bubble appears to have formed in several Asian countries which have lowered interest rates and expanded money supply to offset the impact of the lower US dollar.

Weak US dollar leads to Asian Stockmarket Boom

The difficult (and interesting) thing about stockmarket forecasting is that *cause and effect* relationships are seldom fixed. The unknown variable is the action or reaction of governments, businesses or investors which can completely change the expected outcome. The lower US dollar should be *unfavourable* for Asian economies and stockmarkets. So why have Asian stockmarkets risen strongly?

China, Hong Kong and Malaysia fix their currencies to the US dollar, so these currencies have also effectively devalued over the last year. Other Asian currencies are allowed to float, so could be expected to effectively appreciate against the US dollar, and against the currencies of China, Hong Kong and Malaysia. This is an extremely unfavourable situation which would not only lower the profitability of the manufacturing export sector (where exports are usually priced in US dollars), but also undermine the competitive position of Taiwan, Korea, Singapore and Thailand. One could logically expect, therefore, that a weak US dollar would hurt these four economies and depress their stockmarkets.

<u>That unfavourable outcome has not happened as Asian governments have reacted to this exchange rate threat and *lowered interest rates* and *expanded money supply* - allowing their own currencies to weaken along with the US dollar</u>. <u>This easy money situation has also created a *liquidity bubble* that has inflated share prices</u>.

This newsletter has frequently pointed out that conditions were right for a liquidity bubble that could lead to a stockmarket boom. With slow growth in the real economy (i.e. little need for new investment in expanding manufacturing capacity), liquidity is likely to find its way to financial markets and increase asset values. A liquidity bubble was the major factor behind both the 1985-87 *Investment & Property* boom and the 1999 *Technology* boom.

The Future of the Asian Liquidity Boom

What happens next in the Asian liquidity boom depends partly on how governments, businesses, consumers and investors continue to react in the future. Many economists and investors still look to the US consumer to start over-spending to boost global demand and fuel economic growth. But under-savings and over-spending in the US is a "*global imbalance*" - which correctly implies over-savings and under-spending in other countries (i.e. South East Asia and Japan). Rather than expect US consumers to again over-spend, the only lasting solution is to correct this imbalance: Asians need to save less and consume more.

Excessive saving and over-investment in export industries is one of the factors that has resulted in depressed investment returns from Asian companies. There also exists a huge capacity to increase consumption within Asia - especially in areas such as housing. Increasing the size and quality of housing would lead to a couple of decades of strong domestic growth - especially of building material companies, construction firms and financial services (i.e. the development and growth in home mortgages).

The current liquidity bubble is an ideal situation to start a domestic consumption boom that could finally release the huge potential for economic growth in domestic industries. This would result in long term economic growth that would be favourable for Asian stockmarkets for a very long period of time.

Also, while conditions could change to reverse the current liquidity bubble, experience suggests that a liquidity bubble will last for one or several years - so the current extremely favourable monetary conditions will probably continue to support appreciating Asian stockmarkets.

A global economic recovery and global stockmarket recovery should also be particularly favourable for Asian markets. With large export economies, Asia is very sensitive to changes in global economic growth rates. So a global economic recovery will have the most impact on Asian economies. Asian stockmarkets also offer good value, especially compared with the US stockmarket where valuations are still high. As investor sentiment improves, it will take only a small shift in favour of better value Asian shares to result in an inflow of money to Asian stockmarkets.

Summary and Recommendation

Stockmarkets will always be volatile, so there may be a few dips along the way, but world stockmarkets are now in the early stages of an uptrend. US stockmarket valuations are still high, while Asian shares offer the best value. We should therefore seek to remain over-weighted in Asian equities, hold some European and UK shares and remain under-weighted in US shares.

Conditions for a *liquidity bubble* have existed for some time - and now appear to have been triggered in Asia where several countries have further eased interest rates to allow their currencies to depreciate along with the weak US dollar. The boom in share prices, caused by this liquidity bubble, could continue for at least another 6-12 months - or much longer if it also leads to higher consumption and growth in the domestic sectors of these economies.

Recommended International Investment Funds

Our European and UK funds eased back about 5% (in NZ dollar terms) over the last month, but the Asian funds continued to appreciate 3-12%.

The strongest gain was **JPM Fleming Asia** fund which rose 12.6% - boosting the warrant price 65%. That was closely followed by **Fidelity Asian Values** and **Schroder Asia Pacific** both up 11.4% - but with their warrants up 80% and 31% respectively! If the liquidity bubble drives Asian stockmarkets higher (see Page 2), these warrants will continue to rapidly recover in value.

Fund News

Private Equity Investor plc holds investments in 18 venture capital partnerships which collectively own shares in 378 private companies and 24 public listed companies. 111 new investments were made during the year to March 2003 and further equity investments were made in 219 companies. Two companies listed on the stockmarket over the year, while shares were sold in five listed companies. 33 investments were written up in value, compared with only 14 write-ups the previous year. 155 investments (up from 149) were written down in value and 55 (up from 52) were completely written off. Overall the net asset value of Private Equity Investor declined from £91.4 million to £71.8 million.

The trust has commitments to contribute a further US$84.7 million to its 18 venture capital partnerships in the future. This will be financed from its US$42.8 million in cash and bonds, plus distributions from the partnerships as they sell investments, ether in trade sales or after companies list on the stockmarket.

Private Equity Investor will pay a 0.7 pence (plus Tax Credit) dividend on September 30 (ex-entitlement July 18) to distribute its net income for the year.

Current Advice	Investment Fund	EPIC Code	Initial Recommendation --- Date ---	Initial Recommendation Offer Price Foreign	Initial Recommendation Offer Price NZ Cents	Prem/ Disc to Net Assets	Recent Price Bid-Offer or Last Sale	Recent Price NZ Cents	Gain or Loss %
	Europe								
BUY	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-12%	483.5p	1341.8	+4
HOLD	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-23%	181.0p	502.3	-34
	United Kingdom								
BUY	Aberforth Smaller Cos Trt plc	ASL	15-07-03	375.5p	1042.0	-3%	375.5p	1042.0	
BUY	Eaglet Investment Trust plc	EIN	13/11/01	334.0p	1160.7	-23%	234.0p	649.4	-44
	Asian Regional								
HOLD	Fidelity Asian Values WARRANTS	FASW	10/03/98	17.5p	49.7		7.5p	20.8	-58
BUY	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		153.77p	426.7	+305
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		35.11p	97.4	-8
HOLD	HSBC Hong Kong Growth Fund	*	07/04/98	159.4p	481.6		131.4p	364.7	-24
BUY	Henderson Pacific Capital	*	08/08/00	342.2p	1122.6		232.1p	644.1	-43
HOLD	JPM Fleming Asia WARRANTS	JPFW	07/03/00	43.8p	141.7		5.5p	15.3	-89
BUY	Schroder Asia Pacific WARRANTS	SDPW	13/07/99	25.5p	75.8		6.75p	18.7	-75
	Japan								
HOLD	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	-13%	98.5p	273.4	-38
HOLD	Invesco Japan Discovery Trust	IJD	13/07/99	95.5p	284.0	-18%	49.5p	137.4	-52
	Korea								
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		86.01-91.31p	246.0	+18
	International								
HOLD	Aberdeen Prolific Emerging Markets	*	13/08/91	39.0p	116.1		63.08-66.66p	180.0	+55
BUY	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-30%	97.5p	270.6	-36
HOLD	Templeton E/Markets WARRANTS	TEMA	13/07/99	40.3p	119.7		8.5p	23.6	-80

* United 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 56¼ pence (-9%, i.e. 9% *below* net asset value), **JPM Fleming Asia** shares at 77½ pence (-10%), **Schroder Asia Pacific** shares at 68½ pence (-8%), **Templeton Emerging Markets** shares at 121½ pence (-14%), **Baillie Gifford Shin Nippon** warrants at 9½ pence and **Invesco Japan Discovery** warrants which trade at 2¾ pence.

Fund Recommendation: Buy Aberforth Smaller Companies Trust plc

BUY Aberforth Smaller Companies Trust plc (code ASL).

We are investing our remaining cash and moving to being fully invested with the recommendation to buy shares in UK listed investment trust **Aberforth Smaller Companies Trust plc**. We reviewed this trust in April 2003 in a *Best Managed Funds* article.

Aberforth Smaller Companies Trust has a £329 million portfolio which is invested in "small UK quoted companies". The portfolio is unleveraged (i.e. there is no bank debt) and well diversified. The ten largest holdings making up only 23.4% of the portfolio.

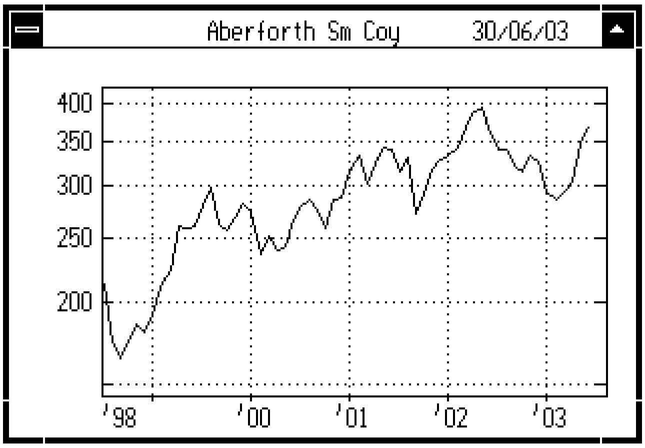
The issued capital consists of 83,855,423 ordinary shares. At 375½ pence, the shares trade at just a 3% discount to net asset value. The trust has authority to re-purchase up to 14.99% of its shares. This, plus the trust's excellent performance, should help ensure that the shares continue to trade near their net asset backing. The company has not re-purchased its own *shares* recently, but did repurchase and cancel 691,500 warrants prior to their March 2003 exercise date.

The shares are actively traded, with a bid-offer spread of less than 0.3% (i.e. bid by the marketmaker at 375 pence and offered at 376 pence). The annual management fee is a low 0.8% and the shares offer a Dividend Yield of 2.6%. Most of the expected investment returns, however, will come from capital appreciation.

Aberforth Smaller Companies Trust rates extremely well in our quarterly *Investment Fund Survey*. It is, in fact, one of the very few funds to record a *gain* over the last three years - a period over which most UK funds have declined 30-60% in value. Aberforth Smaller Companies Trust earns a *Low Risk* rating and a very high +19% *Superiority Rating*. Although a little volatile during 2001 and 2002, the trust approximately maintained its value despite a 40% decline by the UK smaller companies index. UK Smaller company share prices have recovered strongly over the last four months and Aberforth Smaller Companies Trust has participated fully in that recovery.

Summary and Recommendation

We recommend the purchase of shares in Aberforth Smaller Companies Trust. This is a low risk trust that has significantly outperformed its sector over the long term. The smaller companies sector is also attractive as (1) smaller companies are better able to adapt in a period of slow economic growth, (2) smaller companies have better long term growth potential than larger companies (i.e. small companies can grow by expanding market share in a static market) and (3) smaller company shares tend to be more volatile (i.e. fall more in a market decline, but appreciate very strongly during a recovery).



F & C Income Growth Warrants

We informally recommended **F & C Income Growth** warrants as a speculative investment in March 2002 and they expire at the end of this month. See Last month's *Listed Investment Trust Warrant Analysis* for full details.

The UK stockmarket has weakened a little over the last month, reducing the share price to 122¾ pence and the warrants to around 20 pence. As the shares are above the exercise price of 100 pence, investors have the choice of (1) exercising the warrants by paying 100 pence to buy the shares or (2) selling the warrants on-market.

As we bought these as a speculative investment, we shall sell the warrants on-market. Although we are unable to confirm it, we believe that warrant trading will discontinue one or two weeks *before* the end of the this months. Investors therefore need to sell *immediately* if still holding the warrants.

The warrants are quoted at 18-22 pence. That means that we can sell to the marketmaker at 18 pence (but would have to pay 22 pence to buy the warrants). That is a fairly wide spread, but reflects the high volatility and limited marketability of the warrants.

We should therefore sell our warrants at 18 pence - realising a 47% loss on our purchase at 34 pence.

As discussed last month, our other speculative warrants have six month to 3½ years until expiry. So if world stockmarkets continue to recover we may eventually realise a profits on these positions.

Investment Fund Survey

INTERNATIONAL

Australian based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	AMP Multi-Mgr Global	High	-1%	0.73	-51	-16	9
	ANZ International Markets	Medium	-3%	0.51	-49	-15	9
	Advance International	Medium	-1%	0.58	-47	-24	11
	Advance Worldwide Share	Medium	-3%	0.71	-56	-15	8
	BT International	High	-1%	0.66	-56	-18	12
	Citicorp Inv Port Global	Low	+1%	0.36	-47	-1	5
Avoid	Citigroup Global Equity	Medium	-9%	0.41		-23	13
	Commonwealth Int'l Share	High	+2%	0.63	-49	-18	9
Avoid	Dresdner Global	Medium	-8%	0.55	-56	-20	5
	Dresdner International	Medium	-4%	0.64	-60	-26	6
	Fidelity Perp. Int'l	High	-3%	0.67	-54	-27	8
	HSBC Flexi-Trt Int'l Trt	High	-6%	0.70	-59	-15	10
	Invesco International	Very High	-6%	0.76	-66	-15	19
	JB Were International	High	-4%	0.71	-57	-19	7
Avoid	Lowell International	Low	-18%	0.21	-69	-20	11
Buy	MLC Aust - Platinum Gbl	High	+10%	0.64	-25	-11	13
	MLC MKey Global Share	Medium	-1%	0.62		-15	8
	NAFM Inv Trt - Global	High	-1%	0.74	-55	-15	9
	Perpetual ICSav - Int'l	Medium	-3%	0.66	-54	-21	8
Buy	Platinum International	High	+16%	0.65		-12	14
Avoid	Sagitta Roth Int'l Share	Medium	-8%	0.46	-63	-14	10
	Tyndall Aust Int'l No 1	High	+3%	0.67	-50	-15	4
	WealthLink World Link	Medium	-4%	0.52	-51	-17	8
	Westpac International	Medium	-5%	0.54	-54	-18	3

New Zealand based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Buy	AMP International Share	High	+9%	0.64	-42	-20	10
	AMP Passive Int'l Share	Medium	+0%	0.79	-52	-17	7
Buy	ANZ World Equity Trust	Medium	+10%	0.78	-31	-9	8
Buy	ASB World Shares	High	+10%	0.81	-43	-7	8
Buy	BNZ International Equity	Low	+11%	0.76	-22	-16	8
	BTIS International Share	Low	+6%	0.77	-37	-11	4
	ING International Share	Medium	-2%	0.76	-54	-17	6
	NZ Guardian Global	Medium	+6%	0.82	-42	-11	8
	Tower Global Equity	Medium	+0%	0.85	-48	-26	5
	Tower Tortis Intern'l	Medium	+2%	0.81	-48	-17	6
	Westpac International	Medium	+2%	0.86	-47	-19	6

New Zealand based Insurance Bonds

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Buy	Royal Sun All Global Fd	Medium	+11%	0.78	-36	-8	6

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	AXA Global Growth	Medium	+2%	0.89		-21	7
	Abbey Nat'l International	Medium	-0%	0.87	-50	-21	8
	Aberdeen Global Champions	Medium	+0%	0.86		-19	9
	Aegon Worldwide Tactical	Medium	-4%	0.88		-20	8
	Allcurches Int'l Growth	Medium	+5%	0.93		-16	11
	Allianz Dres Global Equity	Low	-5%	0.83	-54	-22	5
Avoid	Artemis Global Growth	Medium	-8%	0.75	-67	-23	6
	BG International	Medium	+2%	0.94	-48	-21	8
	Bank of Scotland World Gth	Medium	+1%	0.90		-20	8
	Baring Global Growth	Medium	-0%	0.83	-54	-17	9
	Britannic Global Growth	Medium	-4%	0.84		-22	8
	Canada Life International Gth	Medium	+0%	0.92	-49	-21	11
	Cavendish Worldwide	Low	+6%	0.80		-18	10
	Credit Suisse Global PVC	Very High	-2%	0.89		-22	18
	Edinburgh Global Growth	Medium	+5%	0.88		-13	12
	Edinburgh Global Equity	Medium	+0%	0.89		-21	8
Buy	Exeter Global Opportunities	Very High	+7%	0.90		-24	21
	Fidelity International	Medium	+1%	0.92	-48	-21	9
	Fidelity Managed Int'l	Medium	-2%	0.91	-53	-23	6
Avoid	First State Global Opps	Medium	-7%	0.65		-24	9
	First State Global Growth	Medium	+3%	0.86		-21	6
Avoid	Fr Prov International	Medium	-8%	0.79	-57	-28	6
	Framlington International	Medium	-5%	0.87	-56	-16	12
Buy	GAM International Growth	Medium	+13%	0.80	-6	-16	21
	Govett Global Opportunities	Medium	-1%	0.85		-18	9
	Henderson Independent Port.	Medium	+1%	0.88	-45	-19	10
	Henderson International	Medium	-1%	0.84	-56	-24	6
	Hill Samuel Int'l	Medium	-2%	0.82	-51	-19	7
	ISIS International	Medium	-2%	0.87	-53	-24	6
	Invesco Perp International	Medium	-1%	0.84	-56	-21	6
	Invesco Perp Int'l Equity	Very High	+4%	0.94		-19	16
	Jupiter Ecology	Medium	-6%	0.54		-34	13
	L & G (Barclays) Worldwide	Medium	+3%	0.89	-41	-16	9
	L & G Global Growth	Medium	+2%	0.91	-48	-19	9
	L & G Worldwide	Medium	+0%	0.92	-45	-19	9
	Lazard International Equity	Medium	+3%	0.87	-47	-19	6
	Lincoln Global	Medium	-1%	0.76	-51	-17	9
	M & G Global Leaders	High	-4%	0.87		-18	14
	M & G International Gth	Medium	-2%	0.86	-50	-17	9
	MGM International Equity	Medium	+0%	0.87	-46	-21	9
	Martin Currie International	Medium	+0%	0.86	-53	-16	10
	NPI Global Care	Medium	-4%	0.85	-55	-25	9
	Newton International	High	+4%	0.93	-48	-19	14
	Norwich International Index	Medium	+2%	0.87		-17	8
	Old Mutual Worldwide	Medium	-4%	0.91	-53	-26	9
	Pearl International	Medium	-3%	0.83	-54	-24	6
	Premier Global 100	Medium	-3%	0.69	-56	-16	7
	Premier International Gth	Medium	-6%	0.80		-19	11
	Prudential Global Growth	Medium	+2%	0.89	-41	-20	9
	Prudential Int'l Growth	Medium	+3%	0.91	-39	-20	9
	Rathbone Global Companies	Low	-1%	0.91		-21	7
	Schroder US Dynamic Gth	High	+2%	0.68		-15	9
	Scot Life Worldwide	High	-4%	0.83	-62	-24	6
	Scot Mutual International	Medium	+2%	0.86	-50	-20	9
	Singer & Freidlander Global	Medium	-5%	0.74	-60	-16	9
	Sovereign Int'l Growth	Low	-0%	0.68	-48	-18	7
	St James's International	Medium	+6%	0.89	-36	-15	15

Australian Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	BT Global	Medium	-4%	0.31	-62	-36	14
Buy	Platinum Capital	Medium	+29%	0.38	24	-9	16
	Templeton Global	High	+5%	0.47	-41	-30	4

New Zealand Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	(I NZ) World Index Fund	Medium	-3%	0.79	-52	-19	8

United Kingdom based Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Buy	Alliance Trust	Medium	+7%	0.81	-29	-16	12
	Anglo & Overseas Trust	Very High	+4%	0.82	-57	-28	15
Buy	Bankers Investment	High	+12%	0.82	-29	-21	13
Buy	Brit Empire Securities	Low	+13%	0.61	0	-15	17
	Brunner Invest. Trust	High	-1%	0.85	-61	-29	7
Buy	Capital Gearing Trust	Very Low	+11%	0.37	43	11	20
	Edinburgh Worldwide	Very High	+2%	0.82	-59	-29	8
	Edinburgh Investment	High	-2%	0.77	-53	-30	14
	Establishment IT	Very Low	-1%	0.08		-16	3
	F & C Smaller Companies	Very High	+6%	0.74	-49	-24	21
	Foreign & Colonial	Medium	+3%	0.82	-41	-24	13
	Gartmore Global	Medium	-1%	0.56		-25	15
	Henderson Strata Inv	Very High	-6%	0.59	-75	-26	32
	Henderson Absolute Ret.	Very Low	+1%	0.13		-9	9
	Henderson Electric & G.	Very High	+2%	0.91		-19	15
	JPMF Managed Growth	High	+1%	0.76		-21	13
	JPMF Overseas	High	+4%	0.89	-50	-25	9
	Jupiter Global Green	Very High	-4%	0.66		-40	17
Avoid	Jupiter Primadona	High	-12%	0.39	-63	-23	24
	Majedie Investment	High	-0%	0.74	-52	-26	14
	Martin Currie Portfolio	Medium	+5%	0.86	-37	-14	12
	Merrill Asset All (Gth)	Low	-2%	0.63	-52	-15	9
	Merrill Asset All (Bal)	Very Low	+1%	0.03		-8	2
	Mid Wynd Invest Trust	Medium	+5%	0.62	-34	-17	22
	Monks Investment	Medium	+3%	0.81	-36	-24	16
	Murray International	High	+4%	0.90	-43	-12	15
	New Star	High	-2%	0.42		-32	19
Buy	Pantheon International	Low	+7%	0.37		-17	10
	Personal Assets Trust	Very Low	+3%	0.46	-14	-9	7
	Ptarmigan International	Medium	+1%	0.75	-45	-28	12
	RIT Capital Partners	Very Low	+3%	0.45	-14	-4	12
	Scottish American Inv.	High	-0%	0.83	-54	-27	14
Buy	Scottish Value	Medium	+9%	0.66	-41	-19	8
	Scottish Mortgage & Trt	Medium	-1%	0.87	-49	-22	12
	Scottish Invest. Trust	Medium	-0%	0.78	-48	-29	12
Buy	Second Alliance	Medium	+8%	0.69	-30	-12	12
	Secs Trust of Scotland	High	+4%	0.82	-36	-22	18
	Special Utilities 'S'	Low	+4%	0.27	-6	5	30
	Tribune Trust Managed	High	+3%	0.73	-50	-19	12
	Witan Investment Coy	Medium	+1%	0.78	-48	-27	13

United Kingdom based Investment Trusts - Split Capital

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Avoid	Asset Management	Medium	-13%	0.26	-75	-72	-8
Avoid	BFS Absolute Ret. - Cap	Very High	-41%	0.17		-47	-1
Avoid	Govvett High Income IT	Very High	-111%	0.12	-100	-96	-42
Avoid	Legg Mason Int'l Util.	Very High	-50%	0.35	-98	-77	2
Avoid	Murray Global Return	Very High	-31%	0.31	-89	-45	18

INTERNATIONAL SMALLER COS

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	Invesco Perp Global Small Cos	Medium	+0%	1.00		-12	16

UNITED STATES

Australian based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Avoid	BT Sel Mkts American Gth	Medium	-11%	0.51	-61	-18	8
Avoid	Fidelity Perp. America	Low	-14%	0.49	-57	-22	7
	Invesco America	Very Low	-2%	0.30		-1	5

New Zealand based Insurance Bonds

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	Royal Sun All Nth Amer	Low	+1%	0.60	-37	-9	7

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Avoid	ACM American Growth	Low	-13%	0.71		-19	3
	AXA American	Low	-6%	0.75		-19	4
	Aberdeen American Opport.	Very Low	-2%	0.48	-31	-23	11
Avoid	Aberdeen North American	Very Low	-11%	0.74	-54	-20	4
Avoid	Aegon American	Low	-7%	0.81		-17	6

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	Allianz Dres North American	Very Low	-6%	0.41	-47	-6	4
	BG American	Very Low	-0%	0.75		-16	4
Avoid	Baring American Gth	Low	-7%	0.71	-56	-16	5
Avoid	Britannic American	Low	-9%	0.73	-56	-20	7
	CIS US Growth	Very Low	-5%	0.71		-17	7
	Canada Life North American	Medium	-1%	0.71	-40	-14	10
	Credit Suisse Transatlantic	Low	-4%	0.72	-47	-19	3
	DWS American Growth	Low	-6%	0.76	-53	-23	5
	Edinburgh North American	Low	-3%	0.81	-49	-16	7
Buy	Fidelity American	Low	+10%	0.55	-7	-14	8
Avoid	First State American Gth	Low	-7%	0.75		-16	9
Avoid	Fr Prov American	Very Low	-12%	0.63	-58	-25	4
Avoid	Framlington American Gth	Very Low	-10%	0.63	-54	-14	7
Buy	GAM North America	Very Low	+9%	0.37	-9	-11	12
Avoid	Govett US Blue Chip	Low	-11%	0.53		-23	5
	Govett US Opportunities	Low	-1%	0.69		-15	8
	HSBC American Index	Low	-4%	0.75		-17	6
Avoid	HSBC Splst American	Very Low	-7%	0.76		-16	7
Avoid	Henderson North American	Low	-7%	0.76	-55	-15	6
Avoid	Hill Samuel American	Low	-7%	0.75	-55	-19	5
Avoid	ISIS North American	Low	-9%	0.77	-56	-20	4
Avoid	Insight US Equity	Low	-7%	0.73	-48	-18	5
Avoid	Invesco Perp US Aggressive	Very High	-17%	0.61	-81	-24	9
Avoid	Invesco Perp US Equity	Low	-7%	0.69		-21	9
Avoid	JPMF United States Growth	Low	-8%	0.74		-14	7
Avoid	Jupiter North America	Medium	-9%	0.75	-59	-18	14
	L & G (Barclays) America	Low	-4%	0.77	-46	-15	7
	L & G North American	Low	-1%	0.78	-43	-16	6
	L & G US Index	Low	-4%	0.77	-46	-16	6
	Lazard Nth American Gth	Low	-5%	0.78	-45	-17	6
Avoid	Lincoln North American	Low	-7%	0.73	-49	-17	6
Avoid	M & G American & General	Medium	-10%	0.77	-58	-16	8
	MGM North American Growth	Very Low	-6%	0.63	-42	-21	6
	Martin Currie North American	Medium	-5%	0.78	-52	-11	9
Avoid	Merrill Lynch American	Low	-9%	0.78	-54	-16	7
Avoid	NPI North America	Low	-7%	0.80	-53	-18	5
	NPI Nth America Tracker	Low	-2%	0.81		-15	7
	Newton American	Low	-5%	0.71	-48	-19	7
	Norwich US Growth	Very Low	-6%	0.74		-17	6
	Old Mutual North American	Low	-4%	0.75	-45	-14	9
	Prudential North American	Low	-1%	0.75	-33	-17	8
Avoid	Royal London North American	Very Low	-8%	0.72		-21	3
	S & W American	Very Low	-2%	0.48	-33	-16	6
Avoid	Schroder North American	Medium	-8%	0.80		-22	7
	Schroder US Active Value	Medium	-3%	0.80		-16	13
	Scot Amic American	Low	+1%	0.75	-32	-18	9
Avoid	Scot Life America	Low	-10%	0.76	-57	-21	3
	Scot Mutual North American	Medium	-2%	0.77	-51	-14	6
	Scot Wid. American	Very Low	-5%	0.65		-16	5
	Soc Gen American Growth	Medium	-3%	0.75		-16	8
	St James's North America	Low	-5%	0.67		-21	3
	Stan Life America	Low	+0%	0.79		-15	6
Avoid	Threadneedle American Gth	Very Low	-8%	0.69		-20	6

United Kingdom based Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
	American Opportunity	Very Low	+0%	0.04	-15	1	12
	Edinburgh US Tracker	Medium	-4%	0.77	-45	-19	8
	JPMF American	Medium	-0%	0.80	-48	-18	10
Avoid	Legg Mason American	Very High	-24%	0.22		-97	-1
Avoid	Second London American	Very Low	-29%	0.00	-66	-48	-1

UNITED STATES SMALLER COS

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
	F & C US Smaller Coys	Medium	+4%	0.63	-23	-15	17
Buy	Fidelity American Spec Sits	High	+9%	0.64	-47	-13	10
	Fr Prov American Small Coys	Low	-2%	0.62	-37	-23	10
	Henderson Amer Small Coys	Medium	-3%	0.66	-51	-22	13
Buy	Hill Samuel US Small Coys'	Medium	+7%	0.59	-43	-19	8
	Invesco Perp US Smaller Coys	High	-1%	0.72	-60	-17	10
	Merrill Lynch American Opps	Medium	+4%	0.68	-49	-12	12
Buy	Schroder US Smaller Coys	Low	+11%	0.74	-12	-18	11
	Threadneedle Amer Small Cos	Very Low	-5%	0.57		-21	11

United Kingdom based Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
	F & C US Smaller Coys	Medium	+4%	0.58	-16	-15	28
Buy	JPM Fleming US Disc.	High	+15%	0.51	-13	-19	29
	Nth Atlantic Smaller	Very Low	-1%	0.22	-22	-20	16
	Renaissance U.S.	Low	+0%	0.22	-39	-23	22

UNITED KINGDOM

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
	AXA UK Growth	Medium	+1%	0.89		-21	8
Buy	AXA UK Opportunities	High	+14%	0.88		-10	20
	AXA UK Tracker	Medium	-0%	0.91		-20	9
	Abbey Nat'l N & P UK Growth	Medium	+0%	0.84	-44	-19	9
	Abbey Nat'l Stockmarket 100	Medium	+2%	0.83		-17	8
	Abbey Nat'l UK Growth	Medium	-2%	0.82	-46	-22	6
	Aberdeen UK Blue Chip	Medium	-3%	0.82	-50	-21	9
	Aberdeen UK Growth	Medium	-3%	0.85	-49	-22	7
	Aberdeen UK Mid-Cap	Very High	+1%	0.86		-26	17
	Aegon UK Tactical	Medium	+1%	0.79		-22	7
	Artemis UK Growth	Medium	+4%	0.68		-13	19
Buy	Artemis UK Special Sits	Medium	+16%	0.68		-11	19
	BG British 350	Medium	+2%	0.79	-35	-17	9
Buy	BWD Rensburg Aggressive Gth	Low	+12%	0.72	-13	-6	13
	BWD Rensburg UK Mid Cap	High	+2%	0.74		-17	23
	BWD Rensburg UK Blue Chip	Medium	+6%	0.86		-16	9
	Bank of Scotland FTSE 100	Medium	+0%	0.84		-18	8
	Baring UK Growth	Medium	-0%	0.82	-45	-19	7
	Britannic UK General	Medium	-2%	0.82	-45	-22	6
	CIS UK Growth	Medium	+0%	0.87		-20	9
	Canada Life General	High	-0%	0.89		-20	12
	Canada Life Growth	Medium	-0%	0.88		-18	10
	Cazenove UK Equity	Medium	+1%	0.81	-42	-11	14
	Credit Suisse FTSE 100 Tracker	Medium	+0%	0.85		-20	8
	Credit Suisse Growth	Medium	+3%	0.84	-35	-14	11
	DWS UK Blue Chip	High	-0%	0.81	-47	-24	8
	DWS UK Equity	Medium	+2%	0.74	-39	-23	12
	DWS UK Growth	Medium	+3%	0.78	-39	-21	11
	Direct Line FTSE 100 Tracker	Medium	-2%	0.89		-18	8
	Edinburgh UK Growth	High	+3%	0.88		-20	12
	Exeter Capital Growth	Medium	+0%	0.60	-44	-28	20
Buy	Fidelity Special Situations	Medium	+17%	0.61	3	-12	20
	Fidelity UK Growth	Medium	+4%	0.85	-37	-19	11
	First State British Opps	High	+1%	0.82		-27	13
	First State British All Cos	Medium	-5%	0.79		-22	8
	Fr Prov UK Index Tracking	Medium	-2%	0.80		-21	8
	Framlington UK Growth	Medium	+2%	0.85	-39	-21	11
Buy	GAM UK Diversified	Medium	+12%	0.51	-1	-14	29
	Gartmore UK Index	High	+1%	0.79	-37	-12	19
	Govett FTSE 250 Index	High	+4%	0.75	-31	-16	22
	Govett UK Blue Chip	Medium	-1%	0.85		-18	9
	HSBC British	Medium	+2%	0.79		-18	9
	HSBC FTSE 100 Index	Medium	-2%	0.79	-44	-20	6
	HSBC FTSE 250 Index	Medium	+2%	0.72	-37	-19	19
	HSBC Household Names	High	+5%	0.81		-17	13
	HSBC Splst UK Growth	Medium	+4%	0.82		-19	12
	HSBC UK Gth & Inc	High	+3%	0.82		-19	12
	Henderson UK Capital Growth	Medium	-2%	0.85	-44	-18	9
	Hill Samuel British	Medium	-1%	0.88	-39	-18	8
	Hill Samuel Capital	Medium	-0%	0.90	-44	-21	9
	ISIS FTSE 100 Tracker	Medium	-1%	0.83	-42	-20	6
	ISIS FTSE All Share	Medium	-3%	0.84	-42	-20	8
	Insight UK Major Companies	Medium	-4%	0.79		-19	10
	Insight UK Portfolio	Medium	+0%	0.78	-40	-17	10
	Invesco Perp UK Equity	Medium	+0%	0.87		-21	10
Buy	Invesco Perp UK Aggressive	Very High	+25%	0.62		3	36
	Invesco Perp UK Key Trends	High	+2%	0.84		-18	17
Buy	Invesco Perp UK Growth	Very High	+7%	0.74	12	-17	28
Buy	JPMF UK Dynamic	High	+14%	0.81		-16	16
	Jupiter Environmental	Low	-5%	0.54		-24	15
	Jupiter UK Growth	Medium	+1%	0.85	-40	-20	12
	Jupiter UK Special Situations	High	-5%	0.67	-55	-23	18
Buy	Jupiter Undervalued Assets	Medium	+17%	0.59		-9	17
	L & G (A & L) Capital Growth	Medium	+1%	0.81		-18	9
	L & G (A & L) UK 100 Index	Medium	-1%	0.83		-18	8
	L & G (Barclays) Capital	Medium	-1%	0.83	-41	-19	9
	L & G (Barclays) FTSE 100	Low	-3%	0.70	-43	-17	6
	L & G (Barclays) 500	Medium	-2%	0.80		-17	12
	L & G Equity	Medium	-3%	0.79	-43	-20	9
	L & G UK Index	Medium	-1%	0.84	-42	-20	7
	L & G UK Recovery	Medium	+0%	0.84	-41	-19	10
	L & G UK Stockmarket	Medium	+0%	0.86	-42	-19	8
	Legg Mason UK Growth	Medium	+2%	0.85		-17	14
	Lincoln Growth	Medium	-4%	0.74	-46	-19	9
	M & G Blue Chip	High	-0%	0.85	-46	-19	8
	M & G British Opportunities	Medium	+3%	0.68	-34	-23	15
	M & G Capital	High	-5%	0.82	-54	-17	11
	M & G Index Tracker	Medium	-0%	0.88	-42	-20	8
	M & G Recovery	Medium	+2%	0.75	-36	-17	18
	M & G UK Growth	High	-3%	0.82		-20	10
	MGM Special Situations	Medium	+1%	0.82	-40	-19	10
	Martin Currie UK Growth	Medium	+3%	0.76	-38	-18	8
	Merrill Lynch UK Value	Medium	+5%	0.82		-20	9
	Norwich Blue Chip Tracking	Medium	+0%	0.85		-20	6
	Norwich UK Growth	Medium	+3%	0.81		-16	11
	Norwich UK Index	Medium	+0%	0.95		-20	9
	Pearl Equity Trust	Medium	-0%	0.81	-43	-21	10
	Pearl Growth	Medium	-1%	0.79	-45	-21	9
	Prudential UK Growth	Medium	+0%	0.81	-43	-20	9
	Prudential UK Index	Medium	+1%	0.82		-19	8
	Rathbone Capital	High	+1%	0.86		-21	16
Buy	Rathbone Spec Situations	Low	+8%	0.61		-10	19
	Royal London UK Equity	Low	-1%	0.68		-14	7
	Royal London UK Growth	Medium	-0%	0.85	-44	-19	7
	Schroder UK Active Value	Medium	+5%	0.83		-19	14
	Schroder UK Dynamic Gth	High	-3%	0.85		-20	11
	Schroder UK Enterprise	High	+2%	0.78	-43	-18	12
	Schroder UK Equity	Medium	+4%	0.84	-38	-20	10
Buy	Schroder UK Mid 250	Medium	+13%	0.76		-10	22
	Scot Amic Equity Trust	Medium	+1%	0.78	-40	-18	8
	Scot Amic FTSE 100 Tracker	Medium	+0%	0.75		-17	6
	Scot Life UK Equity	Medium	+1%	0.84	-40	-18	7
	Scot Mutual Growth	Low	+3%	0.88		-15	7
	Scot Mutual Opportunity	Medium	+5%	0.88		-17	9
	Scot Mutual UK All Share Index	Medium	+6%	0.85		-13	10
	Scot Mutual UK Equity	Medium	-1%	0.83	-45	-21	7
	Scot Wid. UK Growth	Low	+2%	0.75		-12	9
	Scot Wid. UK Index	Very Low	-4%	0.35	-35	-7	3
	Soc Gen UK Growth	Very High	+5%	0.71	-41	-17	24
	Solus UK Growth	Medium	+2%	0.85		-17	13

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	Solus UK Special Situations	High	-4%	0.68		-35	13
	Sovereign FTSE 100	Medium	-2%	0.80	-44	-20	7
	Sovereign UK Growth	Medium	-3%	0.81	-45	-22	14
	St James's Recovery	Medium	+5%	0.66		-19	23
	St James's Tracker	Medium	+2%	0.87		-18	10
	St James's UK & Gen Prog.	Medium	+3%	0.81	-29	-20	14
	Stan Life UK Equity Gth	Medium	+1%	0.83		-15	9
Buy	Threadneedle UK Growth	High	+10%	0.64		-7	9
	Tilney UK Equity	Medium	+1%	0.83	-39	-16	11

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	+16%	0.53	-62	-24	33
Avoid	Aberdeen Convertible	Very High	-12%	0.19	-73	-24	19
	Advance UK	Medium	+0%	0.55	-37	-19	20
	Albany	Low	+5%	0.50	-24	-12	14
Buy	Aurora Invest Trust	Very High	+13%	0.56	-35	-1	28
	Blue Planet UK Fin.	Very High	+3%	0.40		-22	48
Avoid	British American IT	Very Low	-9%	0.13	-45	-23	44
	British Assets	Very High	+0%	0.80		-24	13
	British Portfolio Trt	High	+2%	0.72		-19	14
	City Merchants High Yld	Very Low	-3%	0.10	-19	-9	3
	City of London	Medium	+6%	0.79	-29	-21	16
Buy	Deutche Equity Income	Medium	+11%	0.68		-18	11
	Dresdner RCM 2nd End 09	Very Low	-5%	0.30		-17	15
	Dresdner RCM End 2010	Medium	+1%	0.42		-25	4
	Dresdner RCM 2b End 06	Very Low	-6%	0.12	-35	-20	-1
Buy	Dunedin Income Growth	High	+9%	0.73	-37	-24	17
	Edinburgh UK Tracker	Medium	-2%	0.81	-45	-23	9
Avoid	Enhanced Zero Trust	Very High	-61%	0.06	-100	-82	346
Avoid	Exeter Dividend Gth	Very High	-42%	0.34		-99	-1
	Exeter Dynamic Growth	Very Low	+3%	0.00		-100	-1
Avoid	Exeter Progressive	Very High	-44%	0.26		-99	-1
Buy	F & C Income Growth	Medium	+18%	0.78	-7	-12	7
Avoid	Falcon Investment Trust	Medium	-19%	0.32		-37	42
Buy	Fidelity Special Values	Medium	+24%	0.47	19	-16	28
	Finsbury Growth	Medium	+4%	0.71	-33	-19	17
	Fleming Claverhouse	High	-2%	0.78	-50	-23	13
	Gartmore Growth Opps	Medium	+0%	0.46		-3	29
Buy	Glasgow Income Trust	Very High	+17%	0.60	-20	-21	24
Buy	Govett Strategic Inv.	Low	+7%	0.36	-16	7	30
	Hansa Trust	Low	-0%	0.26		-22	22
	I & S ISIS	Very High	-0%	0.88		-27	11
	Independent Invest Trt	Medium	+4%	0.53		-0	26
	Invesco Income Growth	Very High	+1%	0.69		-22	21
	Invesco City & Commer.	Very High	-4%	0.18		-52	88
	JPMF Mid Cap	Very High	+1%	0.80		-24	31
	Legal & Gen UK Select	Low	-0%	0.45		-17	7
Avoid	Life Offices Opport.	Very Low	-15%	0.09	-44	-34	-5
	Lion Trust First UK	Low	+1%	0.73		-14	18
	Lion Trust Winners	Medium	+1%	0.44		-19	25
	London & St Lawrence	Very Low	-1%	0.45	-10	-8	5
Buy	Lowland Investment Co	Medium	+19%	0.41	8	-13	28
Buy	Merchants Trust	Very High	+13%	0.68	-26	-25	24
Buy	Murray Income Trust	Very High	+16%	0.79	-24	-21	14
Buy	Perpetual Income & Gth	Medium	+18%	0.53	6	-14	17
Avoid	Schroder UK Growth	Medium	-8%	0.54	-50	-15	18
Buy	Schroder Income & Grwth	Very Low	+11%	0.42	0	-9	14
Avoid	Shires Income	Very High	-8%	0.33	-55	-43	36
	Temple Bar Inv. Trust	Medium	+6%	0.59	-18	-20	16
	Tribune Trust Indexed	Medium	-2%	0.79	-41	-23	12
	Undervalued Assets	Low	-5%	0.51	-48	-23	9
Buy	Value & Income Trust	Low	+10%	0.42	-14	-20	17

United Kingdom based Investment Trusts - Split Capital

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Buy	BFS Income & Growth	Very High	+278%	0.11	-91	106	38
	BFS Small Companies	Very Low	+0%	0.11	-13	-22	51
Avoid	Broadgate	Very Low	-133%	0.01		-68	-13
Avoid	City of Oxford Grd Inc	Very High	-10%	0.20		-44	17
Buy	Danae - Capital	Very High	+9%	0.12		-85	108
Buy	Derby Trust - Capital	Medium	+9%	0.58	-30	-15	21
	Dresdner RCM Income Gth	Very High	+5%	0.33	-60	-49	61
	Edinburgh Income & Val.	Medium	-1%	0.27	-23	-40	31
Avoid	Framlington I & C - Cap	Very High	-7%	0.57	-67	-49	74
Avoid	Framlington Second Dual	Medium	-55%	0.12	-93	-52	18
Avoid	Gartmore SNT	Very High	-24%	0.05	-96	-84	-11
Avoid	Gartmore High Income	Low	-46%	0.09		-47	48
Avoid	Govett Enhanced Income	Very High	-20%	0.06	-94	-67	-9
Buy	Henderson High Income	Very High	+17%	0.38		-27	41
Avoid	I & S Optimum Income	Very High	-45%	0.14	-87	-80	58
Avoid	Invesco Recovery 2005	Low	-29%	0.09	-59	-56	62
Avoid	Invesco Geared Opps	Very High	-27%	0.20	-77	-73	67
Avoid	Investors Capital	Very High	-43%	0.12	-99	-55	302
Avoid	Jersey Phoenix	Very High	-33%	0.37	-92	-55	18
Avoid	Jove Investment - Cap	Very High	-71%	0.22	-98	-80	-1
Avoid	Jupiter Enhanced	High	-9%	0.27	-46	-39	47
Buy	Jupiter Dividend & Gth	Very High	+34%	0.38		-56	45
Buy	Jupiter Split Trust Cap	Very High	+39%	0.54	11	0	61
Avoid	M & G Equity Trust -Cap	Low	-10%	0.21	-59	-31	16
Buy	M & G High Income - Cap	Very High	+26%	0.23	-29	-32	10
Avoid	Martin Currie I & G (c)	Very High	-7%	0.27	-96	-83	-21
Avoid	Monthly High Income	Very High	-52%	0.21	-98	-93	-38
Avoid	New Fulcrum	Very High	-38%	0.25	-92	-83	16
Avoid	Premier High Income	Very Low	-62%	0.03		-65	34
Buy	Quarterly High Income	Very High	+445%	0.04	-100	125	2231
Buy	Rights & Issues	Very Low	+12%	0.31		-27	3
Avoid	Second Scottish Nat'l	Medium	-39%	0.10	-88	-44	-5

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
	AXA UK Smaller	Medium	-6%	0.95		-18	25
Avoid	Abbey Nat'l Smaller Cos	Medium	-8%	0.90	-55	-23	25
	Aberdeen UK Emerging	Low	-5%	0.90	-43	-19	28
Buy	Aberforth UK Small Coys	Very Low	+16%	0.83		-9	22
Avoid	Allianz Dres UK Smaller Coys	Low	-9%	0.61	-63	-12	19
	Artemis New Enterprises	Very High	-5%	0.83		-11	37
Buy	Artemis UK Smaller Coys	Low	+11%	0.90		-9	19
	BG British Smaller Coys	Low	+3%	0.93	-30	-13	20
	BWD UK Smaller Coys	Low	+1%	0.90	-45	-21	19
	Baring UK Small Coys	Medium	+0%	0.85	-48	-23	19
	Britannic Smaller Companies	Low	-3%	0.80	-46	-21	17
	Canada Life UK Smaller Coys	Medium	+1%	0.87	-44	-13	25
	Cavendish Opportunities	Medium	+5%	0.79	-24	-13	32
	Cazenove UK Smaller Coys	Medium	-2%	0.90	-53	-26	19
Avoid	Credit Suisse UK Sm Coys	Medium	-9%	0.86	-55	-20	25
Avoid	Edinburgh UK Smaller Coys	Very High	-14%	0.84	-76	-32	23
Buy	First State British Small Cos	Medium	+9%	0.91		-5	27
Buy	Framlington UK Smaller Coys	Medium	+7%	0.95		-8	27
	Govett UK Smaller Companies	Medium	-3%	0.89	-42	-13	28
	HSBC Splst UK Smaller Coys	Medium	+0%	0.91		-15	23
Avoid	Henderson UK Small Coys	High	-11%	0.90		-21	25
Avoid	ISIS AIM	Low	-10%	0.78		-24	20
	ISIS UK Smaller Companies	Medium	-4%	0.85	-52	-29	22
Avoid	ISIS UK Smaller Markets	Low	-7%	0.92		-11	23
Avoid	Insight UK Smaller Companies	Low	-13%	0.92		-23	20
	Insight UK Small Cap	Medium	-6%	0.92		-15	22
	Invesco Perp UK Small Coys	Medium	-1%	0.88	-46	-17	32
	Invesco Perp UK Small Cos Equ.	Low	-0%	0.92		-15	23
	JPMF UK Smaller Companies	Low	-5%	0.92		-11	23
	Jupiter UK Small Cos	Medium	-3%	0.88	-46	-19	26
	L & G UK Small Coys	Medium	+2%	0.89	-39	-13	26
	Lazard UK Small Coy	Low	+6%	0.90	-21	-16	21
Avoid	Legg Mason UK Emerging Gth	Medium	-18%	0.74		-28	14
	M & G Smaller Companies	Medium	-3%	0.85	-54	-13	23
Buy	Marlborough Special Situations	Medium	+11%	0.87	-11	2	33
	Merrill Lynch UK Small Cos	Medium	-4%	0.85		-19	28
	Norwich UK Smaller Cos	Low	+3%	0.95		-14	21
Avoid	Pearl UK Small Coys	High	-10%	0.79	-60	-24	25
	Premier UK Smaller Coys	Low	+1%	0.86		-18	23
	Prudential Smaller Companies	Medium	+2%	0.91	-38	-16	23
Avoid	Rathbone Smaller Coys	Medium	-7%	0.91		-21	24
Avoid	S & W Smaller Securities	High	-20%	0.76		-24	21
	Schroder UK Smaller Coys	Medium	+6%	0.95	-29	-13	24
	Scot Amic UK Small	Medium	+2%	0.94	-39	-16	23
Avoid	Scot Mutual UK Small Coys	Medium	-8%	0.91	-57	-24	23
Avoid	Singer & Freidlander Small Cos	Medium	-11%	0.88	-66	-26	21
	Stan Life UK Smaller Cos	Low	+1%	0.88		-11	18
	Threadneedle UK Smaller Cos	Low	-2%	0.92		-15	24
	Tilney UK Smaller Cos	Low	-1%	0.94	-41	-17	19

United Kingdom based Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
	3i Smaller Quoted Coys	High	-1%	0.80	-53	-20	30
Avoid	AIM Trust	Very High	-19%	0.50	-86	-46	59
Buy	Aberforth Smaller Coys	Low	+19%	0.71	21	-7	24
	Britannic Smaller Coys	High	+0%	0.81		-20	25
	Capital Opportunities	Very High	+2%	0.58	-64	-23	31
	Discovery Trust	High	-1%	0.63	-55	-21	23
	Dresdner RCM Smaller	Medium	-4%	0.76	-57	-27	19
	Dunedin Smaller Coys IT	High	+5%	0.79	-42	-20	31
Buy	Eaglet Investment Trust	High	+10%	0.63	-41	-37	25
Avoid	Edinburgh Smaller Coys	Very High	-22%	0.75	-83	-51	37
	Finsbury Smaller Quoted	Low	-6%	0.56		-37	-0
Buy	Fleming Mercantile	Medium	+11%	0.85	-23	-17	31
	Framlington Innovation	Medium	+6%	0.76	-25	-17	27
Buy	Gartmore Fledgling Indx	Very Low	+15%	0.52	3	-6	20
	Gartmore Small Coys	Medium	-4%	0.64	-48	-9	30
	Henderson Smaller Cos	Very High	+1%	0.89		-23	46
	I & S UK Smaller Coys	High	+1%	0.69	-53	-13	24
	Intrinsic Value plc	Medium	-5%	0.58		-32	3
	Invesco England	Very High	+3%	0.78	-56	-22	42
	Invesco Perp UK Smaller	Medium	+0%	0.88		-18	32
	JPMF Smaller Cos	High	+5%	0.79	-51	-19	33
	JPMF US Discovery	Very High	+1%	0.83		-19	29
	Montanaro UK Small Coys	Medium	+2%	0.79	-43	-32	24
Buy	Shires Smaller Coys	Medium	+7%	0.66	-23	-29	26
	Smaller Companies IT	High	+3%	0.73	-39	-21	37
	Themis FTSE All Small	Medium	+2%	0.83	-37	-16	25
	Throgmorton Trust	High	+3%	0.82	-38	-25	31

United Kingdom based Investment Trusts - Split Capital

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Buy	Aberforth SL - Cap	Low	+17%	0.57	27	-11	29

EUROPE

Australian based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
Avoid	BT Europe Growth	Low	-7%	0.52	-52	-16	13
Avoid	Dresdner Europe Growth	Very Low	-11%	0.42	-51	-18	10
	Fidelity Perp. Europe	Very Low	-5%	0.47	-43	-17	10
Avoid	Invesco European	Low	-19%	0.41	-76	-25	5
Buy	Platinum Europe	Medium	+9%	0.69		-13	21

New Zealand based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
	BTIS European Share	Very Low	-2%	0.72	-37	-15	1
	Tower Spotlight Europe	Very Low	-3%	0.60	-44	-15	7

New Zealand based Insurance Bonds

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
	Royal Sun All European	Low	+2%	0.69	-40	-12	11

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
	AXA European Growth	Medium	-6%	0.81		-22	15
Buy	Aberdeen European Champions	High	+9%	0.86		-21	19
	Aberdeen European Growth	High	+4%	0.84	-45	-21	16
	Aegon Europe Tactical	Medium	-6%	0.81		-19	15
	Aegon European	Medium	-5%	0.85		-19	14
	Allchurches Euro Growth	Low	+1%	0.85		-17	11
	Allianz Dres Euro Index	Medium	-0%	0.83	-47	-21	16
	Allianz Dres European	Medium	+1%	0.85		-19	14
	Artemis European Growth	Low	+4%	0.81		-12	16
	BG Europe	Medium	-4%	0.81	-54	-22	10
	Baring Euro Sel.	Low	-4%	0.67	-46	-15	15
	Baring European Growth	High	-5%	0.87	-58	-24	14
	Britannic European	Medium	-0%	0.87	-47	-21	14
	CIS European	Medium	-3%	0.89		-23	14
Avoid	Canada Life European	Medium	-7%	0.84	-56	-27	14
	Cazenove European Portfolio	High	-1%	0.88	-60	-19	17
	Credit Suisse European	Medium	-1%	0.87	-49	-25	14
	DWS European Growth	Medium	-4%	0.82	-54	-25	13
	Edinburgh European	Medium	-1%	0.87	-47	-23	12
Buy	Fidelity European	Low	+10%	0.82	-14	-9	15
Buy	Fidelity European Opps	Very High	+9%	0.85	-45	-18	15
Avoid	First State Euro Growth	Medium	-10%	0.77		-24	11
Avoid	Fr Prov European	Medium	-8%	0.74	-56	-28	15
	Framlington European	Medium	-2%	0.85	-51	-22	16
	GAM European Growth	Low	+0%	0.76	-44	-22	9
	Gartmore European Sel Opps	Medium	+1%	0.85	-47	-23	15
	Gartmore European	Medium	+3%	0.79	-46	-14	16
	Govett European Blue Chip	High	+1%	0.87	-49	-23	14
	Govett European Strategy	Medium	-4%	0.83	-55	-20	16
	HSBC Eurotrack 100	High	+1%	0.87	-48	-21	15
	HSBC Splst European	High	+2%	0.88		-20	20
	Henderson Euro Cap Gth	Medium	+0%	0.88		-21	15
	Henderson European	Medium	+0%	0.86	-52	-22	14
	Hill Samuel European	Medium	-2%	0.87	-50	-24	13
	ISIS European	Medium	+3%	0.85	-47	-18	16
	Insight Euro Opps	Medium	-4%	0.84		-21	13
	Insight Europe	Low	-3%	0.79	-50	-19	12
	Insight European	Medium	+0%	0.84	-45	-17	20
	Invesco Perp European Equity	High	+6%	0.89		-19	19
Avoid	Invesco Perp Euro Growth	Medium	-11%	0.76	-67	-23	11
	JPMF European Growth	Medium	-3%	0.86		-18	13
Buy	JPMF New Europe	Medium	+28%	0.57		12	19
	Jupiter European	Low	-0%	0.79	-37	-17	17
	L & G (A & L) European	Medium	-6%	0.86		-21	12
	L & G Euro Index	High	+1%	0.89	-48	-21	15
	L & G European	Medium	-3%	0.89	-52	-24	15
	Lazard European Growth	Medium	+2%	0.89	-39	-16	12
	Legg Mason Euro Growth	Medium	-6%	0.83		-22	15
	Lincoln European	Medium	-1%	0.74	-50	-20	15
	M & G Euro Blue Chip	Medium	-6%	0.88		-22	12
	M & G European Index Tracker	High	-2%	0.89		-21	16
	M & G European	High	-1%	0.90	-56	-24	16
	MGM European Growth	High	+4%	0.85	-46	-23	17
	Martin Currie European	High	+4%	0.83	-51	-19	19
Avoid	Merrill Lynch European Gth	Low	-20%	0.59	-68	-23	12
	NPI European	Medium	-2%	0.84		-23	14
Avoid	NPI European Tracking	Very Low	-8%	0.55		-28	-1
	Newton Continental European	Medium	-4%	0.87		-18	13
	Newton Pan-European	Medium	-3%	0.87		-18	12
	Norwich European	Medium	+3%	0.93		-17	14
	Old Mutual European Blue Chip	High	-4%	0.84	-58	-28	13
	Pearl New Europe	Medium	-1%	0.83	-46	-23	14
	Premier European Growth	Low	-1%	0.82		-19	11
	Prudential Euro Index	Medium	-2%	0.88		-21	13
	Prudential European	Medium	-0%	0.87	-45	-24	13
	Royal London European Gth	Medium	+1%	0.82	-45	-22	17
	S & W European	High	+1%	0.86		-20	16
	Schroder European Dynamic	Very High	+2%	0.88		-19	20
	Schroder European	Medium	+1%	0.89	-49	-18	18
	Schroder Europe Active Value	Very High	+5%	0.86		-23	19
	Scot Amic European	Medium	+2%	0.86	-44	-22	13
	Scot Life European	Medium	+1%	0.84	-46	-22	16
	Scot Mutual European	High	+1%	0.87	-51	-23	15
	Scot Wid. Euroland	Medium	-5%	0.85		-25	13
	Scot Wid. European Growth	Low	-2%	0.84		-18	13
	Singer & Freidlander Cont'l	Medium	-1%	0.79	-50	-23	14
	Soc Gen European	Medium	+1%	0.85	-51	-22	15
	Solus European Growth	Medium	-6%	0.90		-18	13
	Sovereign European Gth	High	-0%	0.82	-52	-22	15
	St James's Gtr Euro Prog.	Medium	-1%	0.86		-17	18
	Stan Life European	Low	-2%	0.87		-17	11
	Threadneedle Euro Growth	Medium	+4%	0.84		-19	16
	Threadneedle Euro Sel Growth	Medium	+3%	0.88		-20	13
	Threadneedle Pan Euro Gth	Medium	+1%	0.88		-19	11
	Tilney European Growth	Medium	+1%	0.86	-48	-22	15

United Kingdom based Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
Avoid	Blue Planet Gth & Inc	Very Low	-11%	0.05		-21	15
	Charter Pan European	High	-1%	0.81	-59	-16	17
Buy	Eastern European	Low	+30%	0.51		9	15
Avoid	European Assets	Very High	-7%	0.53	-61	-30	22
	F & C European	Very High	+6%	0.79	-56	-30	17
Buy	Fidelity Euro V.	Medium	+14%	0.63	-17	-22	22
	Fleming Cont'l Europe	High	+2%	0.84	-50	-27	16
	Gartmore European	Medium	-3%	0.71	-56	-27	16
Buy	Gartmore Irish Small	Low	+13%	0.43	13	-6	27
	Invesco Perp European	Very High	+1%	0.84		-27	20
	Jupiter European Opps	High	+1%	0.61		-21	30
	Martin Currie European	Very High	+6%	0.78	-59	-23	29
	Merrill European	High	-1%	0.85	-54	-28	15

United Kingdom based Investment Trusts - Split Capital

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
Avoid	Govett Euro Enhanced	Very High	-51%	0.38	-97	-68	-12
	Legg Mason Euro Util.	Very High	-3%	0.63	-77	-35	53

EUROPE SMALLER COS

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
	BG Euro Small Coys	High	-2%	0.62	-61	-30	13
	DWS European Smaller Cos	High	-1%	0.74	-62	-25	18
	First State European Small	Medium	+3%	0.82		-24	17
	Henderson European Small Cos	Medium	-2%	0.69	-59	-20	16
Avoid	Invesco Perp Euro Smaller Cos	Medium	-8%	0.62	-67	-23	18
Avoid	JPMF European Smaller Coys	Low	-8%	0.71		-20	14
	Jupiter Euro Spec Sits	Low	+5%	0.80	-35	-20	15
Avoid	M & G European Smaller Coys	Medium	-7%	0.69	-69	-16	16
	Schroder Euro Small Coys	High	-3%	0.75	-61	-28	19
Buy	Threadneedle Euro Small Cos	Low	+8%	0.79		-13	15

United Kingdom based Listed Investment Trusts

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
Avoid	Henderson Euro Micro	High	-18%	0.54		-22	25
Avoid	Invesco Continental Sm	Very High	-11%	0.54	-84	-28	27
	JPM Euro Fledgling	Very High	+5%	0.60	-65	-29	20
Avoid	TR European	Medium	-15%	0.62	-76	-22	17

GERMANY

United Kingdom based Unit Trusts

Current Advice	Investment Fund	Risk Rating	Superi-ority Rating	Market Correla-tion	Performance 36 mth	12 mth	3 mth
Avoid	Baring German Growth	Low	-12%	0.59	-63	-26	25

Next Issue

The next issue of *International Investor* will be posted in four weeks time on Tuesday August 12, 2003 (and delivered in most areas on Wednesday 13).

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

INTERNATIONAL INVESTOR is published 12 times per year by Securities Research Company Limited, P.O. Box 34-162, Auckland. (66 Stanaway Street. Telephone 64-9-4199 427 Facsimile 64-9-4199 428 Internet: www.stockmarket.co.nz or www.australia-stockmarket.com Email: james@stockmarket.co.nz). Subscription Rate NZ$180 (including GST) per year.