Twenty Six Years of Independent Information and Unbiased Advice on the Australian and NZ Stockmarkets

Market Analysis

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Inside Market Analysis

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Summary and Recommended Investment Strategy.

Remain fully invested. This is not the time to sell. Knowledgeable *insiders* are buying aggressively!

Investment Outlook.

We don't expect the current global credit squeeze to last too long or have too much impact on the world economy or stockmarkets.

Insiders - the most knowledgeable investors - would appear to agree. To discover what they really think,we monitor the actual on-market trades of *insiders*. In Australia, Buys outnumbered Sells by an extremely Bullish 7:1 (i.e. 87.5% buys) over the last five weeks! There were 80.7% Buys over the last 13 weeks. Australian *insiders* are clearly using the current weakness as an opportunity to buy, buy, buy!

Company directors clearly have no worries about the impact of the global credit market on their business or the value of their shares!

In New Zealand there have historically been much higher levels of selling. Taking this into account, NZ *insiders* are also very Bullish, with 50% Buys over the last five weeks and 41.4% Buys over the last 13 weeks. Those figures may not look quite so impressive, but this is about as optimistic as NZ *insiders* ever get!

So while the uninformed - the media and small investors - worry about the future for the stockmarket, the most knowledgeable investors are aggressively buying!

Our One-Year Forecasts for the Australian and New Zealand stockmarkets have also both improved significantly over the last month and are now moderately Bullish (i.e. favourable).

So investors should certainly not be selling shares and reducing their exposure to the stockmarket. (To do what? Invest in something *safe*? Like finance company deposits?). We would suggest that investors with cash look at some selective bargain buying - adding to holdings in the more attractive shares.

Stockmarket Forecasts

	One-Month	One-Year
Australia:	**53%** (Neutral)	**80%** (Bullish)
New Zealand:	**38%** (Bearish)	**63%** (Bullish)

Performance Forecasts

"Performance Forecasts" are computer generated predictions of the relative future price performance of a company's shares over the next three to six months. Performance Forecasts are calculated for **every** listed NZ share (except Investment Trusts) on a rating scale using the letters "A" (Highest potential for capital appreciation over the next 3-6 months), "B" (Above Average), "C" (Average), "D" (Below Average) and "E" (Lowest). These predictions are NOT buy or sell recommendations, but can be useful to help time planned purchases or sales, or to identify shares worthy of further study and analysis.

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
A2 Corporation	C	26	5.18	NE	Nil
AMP Onyx Mgmt	C	128	8.18	21	6.1
AMP Limited	B	1280	1.75	26	2.8
Abano Health.	B	335	0.86	15	4.9
Affco Holdings	D	39	0.20	9	2.6
Air New Zealand	B	215	0.52	11	5.6
Akd Int Airport	A	309	N/A	41	4.0
Allied Work.	C	106	0.34	16	7.7
Allied Farmers	D	156	0.28	NE	1.9
Apple Fields	C	8.0	3.72	14	Nil
Barramundi Ltd	C	112	N/A	5	Nil
Blis Technology	D	10	N/A	NE	Nil
Botry-Zen Ltd	E	3.0	N/A	NE	Nil
Brierley Invest	D	133	2.81	NE	3.9
Briscoe Group	C	151	0.86	12	7.9
Broadway Ind	C	81	0.34	15	2.5
Burger Fuel	E	70	N/A	NE	Nil
CDL Investments	C	43	3.03	9	8.0
Cabletalk Group	E	30	0.24	NE	Nil
Cadmus Tech Ltd	E	14	1.44	NE	Nil
CanWest Media.	B	265	2.36	24	4.7
Canty Bldg Soc.	A	539	1.19	19	4.2
Cavalier Corp	C	321	0.99	14	8.8
Cavotec MSL	C	525	1.54	26	Nil
Cert Organics	E	8.0	1.97	NE	Nil
Charlie's Group	E	18	1.93	NE	Nil
Col Motor Co	B	353	0.22	15	9.7
Comvita	C	335	1.52	39	2.2
Connexion	E	24	2.38	NE	Nil
Contact Energy	B	915	2.64	22	4.4
Cynotech Hold.	D	16	1.43	8	4.7
Delegat's Group	B	262	1.97	18	2.6
Dominion Fin.	C	144	1.27	5	8.8
Dorchester Pac	C	105	0.38	13	12.8
Eastern Hi-Fi	D	30	0.19	NE	Nil
Ebos Group Ltd	C	480	0.58	17	7.0
F & P Appliance	C	367	0.74	17	7.3
F & P Health.	C	355	5.09	31	5.2
Feltex Ltd	E	3.0	0.02	NE	Nil
Finzsoft Sol'ns	C	100	1.11	45	6.7
Fletcher Build.	B	1191	1.00	12	5.6
Freightways Ltd	C	384	1.74	20	7.0
Genesis Res.	D	27	3.37	NE	Nil
Goodman Prop.	C	149	N/A	18	6.8
Guinness Peat	D	207	0.67	25	1.4
Hallenstein G.	C	455	1.37	12	11.5
Hellaby Hold.	C	260	0.27	15	5.7
Heritage Gold *	N/R	6.4	N/A	NE	Nil
Horizon Energy	B	335	2.79	16	8.5
ING Med. Prop.	C	130	9.27	18	7.3
ING Property	C	117	8.36	18	9.0

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
Infratil NZ	B	274	1.81	37	6.8
Jasons Media	B	95	1.31	27	4.7
Just Water Int.	C	70	1.69	NE	7.6
Kermadec Prop.	E	91	N/A	NE	Nil
KidiCorp	D	23	0.91	NE	Nil
Kingfish Ltd	B	135	N/A	2	6.6
Kirkcaldie & St	C	315	0.72	55	Nil
Kiwi Property	C	148	N/A	18	6.5
Life Pharmacy	E	64	3.84	NE	1.2
Lion Nathan Ltd	A	1100	2.81	23	3.5
Livestock Imp.	A	166	0.41	5	22.5
Loan & Building	B	540	1.44	18	4.3
Lombard Group	D	89	0.63	4	Nil
Lyttelton Port	A	225	3.01	24	2.7
Mainfreight Grp	B	715	0.71	12	3.1
Media Tech.	E	6.0	0.31	NE	Nil
Methven Limited	B	234	1.78	17	7.3
Metro. LifeCare	B	750	3.83	21	2.9
Michael Hill	B	1015	1.11	18	3.8
Mid-Cap Index	D	318	N/A	NE	Nil
Millennium & C.	B	80	1.49	10	4.7
Mowbray Collect	D	165	3.99	NE	2.3
Mr Chips Hold	A	135	0.69	12	4.4
NZ Experience	A	36	1.41	10	12.4
NZ Exchange Ltd	B	975	N/A	51	3.8
NZ Finance Hold	D	80	1.54	19	3.3
NZ Invest Trust	B	1130	N/A	NE	0.7
NZ Oil & Gas *	N/R	103	N/A	95	Nil
NZ Refining Co	A	750	4.46	13	9.0
NZ Wine Company	A	250	2.02	23	4.2
NZ Wool Service	B	43	0.23	10	10.4
NZ Windfarms	D	113	N/A	NE	Nil
NZSX 50 Port.	C	188	N/A	NE	Nil
NZSX 10 Fund	D	126	N/A	NE	Nil
NZX Aust MidCap	D	750	N/A	NE	Nil
Nat Property Tr	D	62	3.92	16	8.2
New Image Group	E	13	1.08	NE	Nil
Northland Port	A	335	N/A	16	4.9
Nuplex Indust	B	700	0.39	21	6.0
Oyster Bay	B	270	2.53	62	2.8
Ozzy (Tortis)	D	386	N/A	NE	Nil
PGG Wrightsons	B	193	0.52	21	9.3
POD Ltd	D	49	0.32	NE	Nil
Pac Edge Bio.	E	10	N/A	NE	Nil
Pike River Coal	E	86	N/A	NE	Nil
Plus SMS Hold.	E	8.6	N/A	NE	Nil
Port Tauranga	A	700	6.69	25	4.7
Postie Plus Grp	C	75	0.24	8	13.9
Propertyfinance	E	110	0.40	NE	Nil
Property F Ind.	C	144	N/A	21	6.1
Provenco Group	E	58	0.47	NE	Nil

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
Pumpkin Patch	C	335	1.79	20	3.8
Pyne Gould Corp	C	420	2.15	13	7.5
Rakon Ltd	D	485	5.58	56	Nil
Renaissance	C	78	0.19	5	20.1
Restaurant Brds	D	85	0.26	8	17.6
Richina Pacific	D	45	0.10	7	Nil
Rubicon Limited	E	95	0.43	NE	Nil
Ryman Health.	C	201	5.28	24	2.0
Salvus Strat.	B	98	2.28	2	8.4
Sanford Limited	C	457	1.09	16	7.2
Satara Co-op	B	110	0.32	24	6.8
Savoy Equities	E	4.5	N/A	NE	Nil
Scott Tech. Ltd	D	186	1.69	NE	2.4
Sealegs Corp	E	59	6.85	NE	Nil
Seeka Kiwifruit	B	355	0.47	16	8.4
Skellerup Hold.	D	98	0.53	NE	4.6
Sky Network TV	C	546	3.44	18	2.7
Sky City Ltd	B	441	2.52	16	8.8
Smartpay NZ Ltd	D	4.1	0.23	NE	Nil
Smiths City	C	61	0.12	8	9.0
Software of Exc	D	250	2.62	NE	Nil
Sol. Dynamics	D	45	0.34	NE	Nil
South Port NZ	A	271	4.86	32	4.3
Speirs Group	C	79	0.20	NE	5.7
Steel & Tube	B	460	0.87	15	9.4
Sthn Travel	A	45	0.21	11	10.0
Tag Pacific Ltd	D	38	0.23	3	2.5
Taylors Grp Ltd	C	180	0.66	12	10.0
TeamTalk Ltd	B	233	1.93	13	12.8
Telecom Corp	C	438	1.59	9	12.1
Tenon Ltd	E	200	0.26	19	Nil
Toll NZ Ltd	C	295	0.85	18	Nil
Tourism Hold.	B	233	1.20	17	7.0
Tower Limited	D	228	0.60	7	Nil
Training Sol.	D	0.7	0.01	NE	Nil
Trust Power Ltd	B	830	4.18	27	4.9
Turners & Grow.	B	225	0.38	12	9.3
Turners Auction	C	120	0.44	10	14.3
Utilico Int'l	C	53	2.98	8	Nil
VTL Group Ltd	D	70	0.44	9	Nil
Vector Ltd	C	241	1.78	24	8.1
Viking Capital	D	21	4.10	5	Nil
WN Drive Tech.	E	35	N/A	NE	Nil
Wakefield Hlth	C	750	1.60	28	3.4
Warehouse Group	C	588	0.95	19	4.1
Widespread Port*	N/R	1.7	N/A	NE	Nil
Windflow Tech.	C	375	8.97	NE	Nil
Wool Equities	C	65	0.72	NE	Nil
World Index Fd	D	149	N/A	NE	Nil
Xero Live Ltd	E	75	N/A	NE	Nil
Zintel Comm.	C	35	0.44	7	8.5
Ave of 153 Cos	C	242	0.38	18	4.2

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
ABB Grain Ltd	A	740	0.93	16	4.1
ABC Learning	B	687	4.28	33	1.6
AGL Energy Ltd	B	1565	1.80	17	2.3
AMP Ltd	B	1077	1.68	25	3.0
ANZ Bank	B	2842	5.14	14	4.4
APA Group	C	378	3.06	25	5.3
APN News Media	C	535	1.92	15	1.8
ASX Limited	B	4920	N/A	29	3.3
AXA Asia Pac	B	751	2.15	20	2.5
Abacus Property	B	195	6.00	9	6.4
Adelaide Bank	B	1598	5.05	18	4.1
Adelaide Bright	B	367	2.51	19	3.4
Alinta Ltd	B	1442	4.80	42	3.2
Allco Finance	B	826	5.24	14	5.3
Alumina Ltd	B	694	N/A	16	3.5
Amcor Ltd	B	731	0.59	19	4.7
Aneka Tambang	B	620	N/A	NE	1.8
Ansell Ltd	A	1300	1.71	17	0.9
Aquarius Plat.	A	4076	8.06	40	0.6
Argo Investment	B	802	N/A	26	3.4
Aristocrat Leis	B	1351	5.88	26	2.7
Arrow Energy	C	246	N/A	NE	Nil
Aust Wealth Mgt	B	260	5.14	25	3.7
Australand Prop	B	247	2.16	9	6.7
Austar United	C	147	3.69	9	Nil
Aust W'wide Exp	C	313	N/A	NE	Nil
Aust Foundation	B	582	N/A	22	3.6
Aust Resources	C	140	N/A	NE	Nil
Aust Infra.	A	350	9.91	12	4.1
B & B Infrastr.	B	164	2.40	28	8.7
B&B Power	C	295	0.34	NE	4.7
BHP Billiton	A	3975	2.38	8	1.4
Babcock & Brown	B	2420	3.25	21	1.5
Bank of Q'land	B	1779	1.67	20	3.2
Beach Petroleum	C	140	2.18	12	1.3
Bendigo Bank	B	1498	3.84	18	3.5
Billabong Int'l	C	1557	2.62	19	3.2
Bluescope Steel	C	1045	0.86	11	4.5
Boral Limited	B	770	0.95	13	4.4
Bradken Ltd	A	1045	2.01	33	2.0
Brambles Ltd	B	1350	4.19	37	2.3
Brickworks Ltd	B	1390	3.47	18	2.6
C'wth Prop Off.	B	170	6.44	9	5.7
C.S.R. Ltd	B	320	0.90	10	4.7
CSL Limited	A	%10050	5.56	34	1.0
Cabcharge Ltd	B	1006	7.94	23	3.0
Caltex Austrlia	B	2449	0.36	14	3.3
Campbell Bros	A	2706	2.20	27	2.6
Centro Property	B	817	8.68	15	4.9
Centro America	B	109	5.52	7	9.4
Centro Retail	B	167	4.67	7	7.6
Centennial Coal	A	357	1.17	NE	3.6
Chal Financial	B	552	1.19	13	2.3
Coal & Allied	A	8000	4.90	34	1.7
Coates Hire	B	583	1.88	16	3.6
CocaCola Amatil	B	931	1.58	25	3.5
Cochlear Ltd	A	7138	6.99	39	1.8
Coles Group Ltd	B	1457	0.51	32	2.9
Com'wealth Bank	B	5467	5.31	16	4.7
Computershare	B	990	3.54	21	1.7

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
ConnectEast Grp	C	171	N/A	NE	3.8
Corp Express	A	739	1.19	21	2.4
Crane Group	A	1753	0.51	34	3.4
DB Rreef Trust	B	195	8.04	5	5.8
DUET Group	B	345	2.47	77	7.2
David Jones	C	511	1.23	28	3.1
Deutsche Div Tr	C	131	6.10	14	7.1
Djerriwarrh	A	500	N/A	11	5.2
Downer EDI Ltd	B	635	0.38	13	3.3
Dyno Nobel Ltd	B	251	1.26	19	2.2
Energy Resource	B	1835	N/A	80	0.9
Energy World	C	93	N/A	19	Nil
FKP Limited	B	681	4.25	9	2.4
Fairfax Media	B	449	3.05	25	4.5
Flight Centre	B	2166	1.78	17	3.0
Fortescue Metal	C	3775	N/A	NE	Nil
Foster's Group	B	633	2.62	16	3.8
Futuris Corp.	B	236	0.56	17	4.0
GPT Group	B	494	N/A	7	5.6
GWA Internat'l	B	450	1.95	22	4.3
Gandel R. (CFS)	B	194	N/A	19	5.4
Goodman Fielder	B	259	1.41	14	5.2
Guinness Peat	B	174	0.59	34	1.4
Gunns Ltd	B	323	1.70	14	4.3
Harvey Norman	B	560	2.61	26	1.4
Havilah Res.	C	177	N/A	NE	Nil
Healthscope	B	565	1.17	24	2.6
Henderson Group	B	374	N/A	72	2.1
Hills Indust.	A	607	1.04	22	4.5
ING Office Fund	B	180	9.86	4	6.4
ING Indust Trt	B	267	N/A	7	6.2
Iluka Resources	C	579	1.26	12	3.8
Incitec Pivot	B	7280	3.30	79	1.4
Insurance Aust.	B	485	1.21	16	6.1
Investa Prop.	B	299	3.43	14	5.7
JB Hi-Fi Ltd	A	1335	1.09	35	0.8
James Hardie	B	789	1.91	19	3.2
Jubilee Mines	B	1606	5.41	12	4.2
Kagara Zinc Ltd	B	530	3.96	13	1.9
Leighton Hold	B	4846	1.35	30	2.3
Lend Lease Corp	B	1974	0.65	19	3.1
Lihir Gold Ltd	C	334	N/A	60	Nil
MFS Limited	B	480	3.68	6	5.8
Macarthur Coal	A	684	3.53	19	2.6
Macquarie Good.	C	652	N/A	21	4.2
Macquarie DDR	C	121	4.09	6	8.3
Macquarie Bank	C	7139	2.62	13	4.4
Macquaries C&I	C	585	2.12	19	6.7
Macquarie Air.	B	459	5.33	13	5.4
Macquarie C'Wde	C	206	8.50	5	7.6
Macquarie Off.	C	163	2.55	3	6.9
Macquarie Infra	C	331	3.07	5	6.0
Milton Corp.	A	2444	N/A	18	3.3
Minara Resource	C	580	3.59	8	3.0
Mirvac Group	B	540	2.42	10	5.9
Monadelphous Gr	A	1317	2.01	37	1.8
Mt Gibson Iron	B	170	8.11	28	Nil
Multiplex Group	B	500	1.37	7	3.7
Murchison Metal	C	458	N/A	NE	Nil
Nat'l Aust Bank	C	3900	3.48	26	4.3

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
New Hope Corp.	A	213	6.73	25	2.1
Newcrest Mining	A	2499	4.91	90	0.2
News Corp.	B	2709	2.51	21	0.5
Nufarm Limited	A	1490	1.52	21	2.0
Oil Search Ltd	B	364	4.76	7	2.9
Onesteel Ltd	B	650	0.92	20	2.2
Orica Ltd	C	2799	1.83	16	2.6
Origin Energy	A	971	1.35	23	2.2
Oxiana Ltd	B	335	N/A	NE	2.4
Pacific Brands	C	309	0.85	15	5.3
Paladin Res.	E	595	N/A	NE	Nil
Paperlin X Ltd	D	336	0.19	19	3.3
Perpetual Ltd	C	7532	6.65	17	4.8
Platinum Asset	E	636	N/A	23	Nil
Portman Limited	C	999	4.95	21	Nil
Primary Health	B	1216	5.44	27	3.7
Publishing & Br	C	1849	6.23	43	3.0
Q.B.E. Insur.	B	3383	2.32	19	2.8
Qantas Airways	B	565	0.74	16	5.3
Queensland Gas	D	235	N/A	NE	Nil
Ramsay Health	B	1132	0.93	18	2.6
Reece Australia	A	2747	2.09	26	1.9
Rio Tinto Ltd	B	%10100	1.36	5	1.5
SP Ausnet	C	139	3.84	9	2.3
Santos Ltd	B	1306	2.82	12	3.1
Seek Ltd	A	860	N/A	44	1.6
Seven Network	A	1213	1.05	2	2.4
Sigma Pharm.	B	154	0.55	14	5.7
Silex Systems	B	936	N/A	NE	Nil
Sims Group Ltd	A	3000	0.99	19	3.5
Sonic Health	A	1540	2.45	23	3.0
Soul Pattinson	B	930	2.44	24	2.9
St George Bank	B	3330	5.83	17	4.5
Sthn Cross Brd.	A	1751	2.41	22	4.2
Stockland	B	886	5.19	11	4.7
Suncorp-Metway	B	1954	1.79	17	5.5
Sunland Group	A	428	2.15	16	3.2
Symbion Health	B	430	0.73	34	2.2
Tabcorp Holding	B	1545	2.09	18	6.1
Tattersall's	C	443	N/A	NE	4.1
Telstra	B	427	2.30	17	6.6
Ten Network	B	261	1.17	23	1.5
Toll Holdings	A	1428	1.23	35	1.9
Transurban Grp	C	705	9.55	NE	7.7
TransPacific In	B	1119	2.43	28	1.0
Transfield Serv	B	1313	1.13	23	2.4
United Group	A	1813	0.98	27	2.6
Valad Property	B	199	N/A	14	5.2
Virgin Blue	B	215	1.04	10	1.9
Wesfarmers Ltd	A	3855	1.53	19	5.8
West Aust News	A	1591	7.45	62	3.8
Westpac Banking	B	2665	5.35	16	4.4
Westfield Group	C	2155	4.16	7	4.9
Woodside Petrol	B	4663	8.16	22	2.7
Woolworths Ltd	B	2995	0.85	28	2.5
Worley Group	B	3810	2.64	41	1.4
Wotif.com Hold.	B	496	1.90	38	2.6
Zimplats Hold.	B	1450	5.61	13	Nil
Zinifex Ltd	B	1639	4.14	10	8.5
Ave of 1853 Cos	C	247	0.20	24	1.6

Recommended Investments

CDL Investments lifted revenues 66.2% to $19.4 million for the six months to 30 June 2007. Profits almost doubled - up 99.3% - to $7,556,000 (3.3 cents per share). The company does not pay interim dividends.

The company sold 108 sections, up 86% on the same period in 2006.

The cash operating surplus was down 12% to $3.5 million - mainly owing to expenditure to acquire more land in Hawkes Bay, Nelson and Christchurch for development.

Since the end of June the company has acquired a further site in Christchurch and signed conditional agreements for other Christchurch land.

The property market is "starting to slow down" and the directors predict the full year result will be in line with last year's $10.9 million profit.

As CDL Investments runs a dividend re-investment scheme it effectively retains most of the cash that would otherwise be distributed to shareholders. This increases the issued capital each year - diluting growth - but has enabled the company to build up a large $18.8 million (8.1 cents per share) cash hoard. *(Continued on Page 4)*

Portfolio of Recommended Investments

CURRENT ADVICE	Company	Code	Initial Recommendation - Date -	Initial Recommendation Price	Performance Forecast	Issued Shares (mil.)	Volatility Ratio	Price/ Sales Ratio	Price/ Earnings Ratio	Gross Dividend Yield	Recent Share Price	Cash Dividends Rec'd	Total Return %
	NZ Shares												
HOLD+	CDL Investments Ltd	CDI	12/01/99	25	C	218.9	1.3	3.03	9	8.0	43	15.6	+134%
BUY	Cavalier Corporation	CAV	05/12/95	156*	C	65.5	0.8	0.99	14	8.8	321	196.5	+232%
HOLD+	Colonial Motor Company	CMO	10/11/92	150	B	27.9	0.5	0.22	15	9.7	353	302.8	+337%
HOLD	Lyttelton Port Company	LPC	12/12/00	150	A	102.3	0.7	3.01	24	2.7	225	60.6	+90%
HOLD+	Michael Hill Int'l Ltd	MHI	11/06/91	46*	B	38.3	0.4	1.11	18	3.8	1015	206.0	+2554%
HOLD+	Nuplex Industries Ltd	NPX	11/02/97	350	B	79.9	0.5	0.39	21	6.0	700	176.5	+150%
BUY	Postie Plus Group	PPG	08/05/06	71	C	40.0	1.0	0.24	8	13.9	75	6.0	+14%
HOLD+	Renaissance Corp	RNS	13/08/96	85*	C	39.0	1.1	0.19	5	20.1	78	46.4	+46%
BUY	Smiths City Group	SCY	09/10/06	64	C	53.0	1.3	0.12	8	9.0	61	5.5	+4%
HOLD	South Port New Zealand	SPN	13/02/96	120	A	26.2	0.6	4.86	32	4.3	271	89.3	+200%
HOLD	Steel & Tube Holdings	STU	08/08/00	146	B	88.2	0.7	0.87	15	9.4	460	179.0	+338%
HOLD+	Taylors Group Ltd	TAY	09/11/99	102	C	24.3	0.7	0.66	12	10.0	180	68.0	+143%
	Australian Shares (in Aust cents)												
HOLD	AJ Lucas Group	AJL	13/05/03	120	A	54.2	1.1	0.62	21	1.0	247	20.5	+123%
HOLD+	Atlas South Sea Pearl	ATP	14/05/96	73	A	89.3	1.3	3.12	14	7.7	46	13.5	-19%
HOLD+	Austin Group Ltd	ATG	08/02/05	93	D	62.2	1.7	0.28	NE	Nil	25	7.0	-66%
HOLD+	Campbell Brothers Ltd	CPB	12/10/99	406*	A	51.6	0.3	2.20	27	2.6	2706	262.6	+631%
BUY	Candle Australia	CND	08/04/03	86	B	53.4	0.8	0.57	13	6.0	318	52.5	+331%
HOLD+	Cellnet Group Ltd [1]	CLT	12/02/02	152	C	53.1	1.1	0.07	NE	Nil	72	33.5	+1%
HOLD+	Centennial Coal Ltd	CEY	16/01/01	70*	A	305.6	0.8	1.17	NE	3.6	357	30.0	+453%
BUY	Circadian Technologies	CIR	10/02/04	188	D	40.1	1.0	18.83	NE	Nil	122	65.0	-1%
HOLD+	Commander Comm.	CDR	11/09/01	92	C	228.8	1.4	0.13	NE	3.3	60	25.2	-7%
BUY	Computershare Ltd	CPU	12/08/03	189	B	590.9	0.6	3.54	21	1.7	990	51.5	+451%
BUY	Devine Ltd	DVN	13/11/06	94	C	236.8	0.9	0.53	14	6.5	124	4.0	+36%
BUY	Ellex Medical Lasers	ELX	14/03/06	49	C	68.4	1.3	1.19	23	Nil	80	Nil	+63%
HOLD+	Housewares Int'l	HWI	13/11/06	171	C	125.0	0.8	0.74	16	Nil	220	Nil	+29%
HOLD	Int'l AllSports	IAS	11/02/03	180	D	66.4	1.9	0.01	NE	Nil	25	4.0	-84%
HOLD+	Iluka Resources Ltd	ILU	12/10/04	471	C	232.9	0.8	1.26	12	3.8	579	54.0	+34%
HOLD	Keycorp Ltd	KYC	10/08/04	123*	C	82.2	1.7	0.28	NE	Nil	33	Nil	-73%
BUY	M2 Telecommunications	MTU	09/10/06	33	A	60.2	1.2	1.07	20	3.8	78	1.0	+139%
HOLD	Mercury Mobility	MMY			C	105.0	1.9	N/A	NE	Nil	32	Nil	
HOLD	Melbourne IT	MLB	10/02/04	53	B	76.0	0.6	2.64	42	2.3	355	23.0	+613%
HOLD	M.Y.O.B. Ltd	MYO	15/07/03	84*	B	385.3	0.9	2.60	27	3.4	124	9.3	+59%
HOLD	Namoi Cotton Co-op Ltd	NAM	14/03/06	65	B	107.8	1.2	0.18	5	9.3	59	3.5	-4%
BUY	Ross Human Directions	RHD	14/08/01	92	B	82.9	1.2	0.15	10	6.4	63	27.0	-3%
HOLD+	Skilled Engineering	SKE	12/03/02	126	B	104.6	0.6	0.43	21	3.9	569	84.5	+419%
HOLD+	Technology One Ltd	TNE	11/11/03	44	B	297.7	1.0	3.97	21	3.6	105	13.1	+167%
BUY	TFS Corporation Ltd	TFC	08/01/07	45	A	162.1	1.2	3.52	8	3.5	98	0.9	+120%
HOLD	The Reject Shop Ltd	TRS	11/01/05	257	A	25.6	0.5	1.26	29	2.2%	1379	64.5	+462%

The average Total Return (i.e. both Capital Gains/Losses plus Dividends received) of all current investments from initial recommendation is +219.1%. This is equal to an average annual rate of +38.8%, based upon the length of time each position has been held.

The average annual rate of gain of ALL recommendations (both the 37 current and 138 closed out) is +34.7%, compared with a market gain of +8.3% (by the SRC Total Return Index).

CURRENT ADVICE is either Buy, Hold+, Hold, Hold- or Sell. Hold+ indicates the most attractive shares not rated as Buy. Hold- indicates relatively less attractive issues.

* Initial Recommendation Prices adjusted for Share Splits, Bonus and Cash Issues.

(1) Cellnet Group's return includes 1½ shares of Mercury Mobility distributed to shareholders.

Recommended Investments

(Continued from Page 3)

At 43 cents the shares trade on a low Price/Earnings ratio of 9 and offer an 8.0% gross Dividend Yield, so continue to offer good value.

Cavalier Corporation produced moderate growth for the year to June 2007, as the company had predicted. Revenues were up 4.9% at $211.7 million, profits rose 6.1% to $14,857,000 (22.7 cents per share) and the annual dividend rate 5.6% to 19.0 cents (plus full imputation tax credits).

The operating cash surplus was 11% lower at $22.0 million.

The Australian carpet market "looks positive" although the New Zealand market is "showing signs of softness". Overall the company expects "some volume and earnings growth" this year - which would be helped by any weakness of the New Zealand dollar against the Australian currency.

Colonial Motor Company reports a 3.7% drop in revenues to $447.8 million for the year to 30 June. Trading profits were 2.7% lower at $6,778,000 (24.3 cents per share). A steady final dividend of 13.0 cents will make an annual rate 4.2% lower at 23.0 cents (plus full imputation tax credits).

The used vehicle market improved last year, but sales of extra heavy duty trucks and tractors declined. At balance date, however, the company reports that its truck business has strong forward orders, so this sector should improve over the new financial year.

Lyttelton Port Company recorded just a 3.6% drop in revenues to $76.4 million over the year to 30 June 2007. Profits slipped 7.9% to $9,641,000 (9.4 cents per share) and a final dividend of 2.7 cents will make a 20.0% lower annual payout of 4.0 cents (plus full imputation tax credits).

The operating cash surplus of $17.5 million was down 12%. That was *almost* sufficient to pay the annual dividend of $6.4 million and all of the capital expenditure of $12.0 million. So interest bearing debts increased just $0.8 million to $61.7 million.

Lyttelton Port Company is looking to defer some of its $90 million expansion and upgrade that was announced in 2004. The oil berth upgrade has been reduced from $18 million to $10 million after a review of requirements, while the $26 million container upgrade will be deferred several years saving many millions in interest costs. The container operation is currently running at 56-58% capacity, with 60% considered optimal. At 70% capacity some ships may suffer "serious waiting time". Better productivity could also improve existing capacity - making an expensive capital investment unnecessary at this stage. Container volumes grew 9.4% last year, while productivity rose 17%, effectively increasing port capacity by around 7%.

Earnings (before interest, tax and depreciation) are expected to show "solid growth", but higher interest and depreciation charges will result in net profits being about 12% lower at $8.5 million.

Michael Hill International lifted revenues 13.4% to $350.7 million for the year to June 2006, with profits up 33.2% to $21,017,000 (55.3 cents per share). A 2.0 cents higher final dividend of 16.0 cents lifts the annual dividend 13.0% to 26.0 cents (plus full imputation tax credits). In addition, the company repurchased 2.5% of its shares on-market for $13.9 million.

The net operating cash surplus was $41.1 million, up from a $2.4 million *deficit* the previous year.

At balance date the company had 192 stores, up 8.5% on a year earlier. There were 50 in New Zealand (up 4.2%), 126 in Australia (up 8.6%) and 16 in Canada (up 33.3%). The Canadian operations broke-even, compared with start-up losses of $975,000 in 2006.

Michael Hill International plans to split each existing share into ten new shares on 19 November. This doesn't create any wealth - each of our existing shares simply gets divided into ten new shares of one-tenth the value - but can help improve marketability and make the shares more attractive to investors who would be reluctant to buy at $10 but may buy at $1.00.

Nuplex Industries lifted revenues 11.6% to $1,451.6 million for the year to June 2007, but trading profits fell 26.6% to $26,196,000 (32.8 cents per share). Virtually all of this decline can be explained by one-off items such as redundancy, closure costs and a large bad debt. A 1.0 cent higher final dividend of 20.5 cents (plus 2.0 cents NZ imputation tax credits or full Australian franking credits) will lift the annual payout 7.5% to 36.0 cents (plus 6.0 cents of imputation tax credits).

The net operating cash surplus was 72% lower at just $14.2 million. Interest bearing debt is again virtually unchanged at $346.3 million.

Nuplex Industries predicts "significant growth" for the year to June 2008 - owing to the removal of the one-off restructuring losses and new production capacity in the UK and Netherlands which will be commissioned before December 2007.

85-90% of the company's business is outside of NZ, so an investment in Nuplex Industries is a hedge against a falling NZ currency. If the NZ dollar declined, then foreign profits would translate into higher NZ dollar profits, high dividends and a higher share price - at least when measured in those lower value NZ dollars!

Postie Plus Group recorded sales of $39.0 million in the quarter to 31 July, up 2.1% on the same period last year. Annual revenues were up 8.5% at $136.0 million, but the annual profit - to be announced 21 September - is unlikely to reach last year's result owing to the first half loss.

Renaissance Corporation reported a 13.7% increase in revenues to $88.2 million for the half year to June 2007 but reduced profit margins resulted in a 53.2% fall in profits to $1,217,000 (3.1 cents per share). A steady interim dividend of 4.5 cents (plus full tax credits) will be paid.

The net operating cash surplus was $5.4 million - compared with a *deficit* last year of $4.6 million - but fluctuations in inventories, debtors and creditors can have a significant impact on the cash surplus/deficit in any particular period.

Renaissance Corporation has diversified its business with the purchase of **Natcoll** for $6.0 million (i.e. $5.0 million in cash and $1.0 million in new shares). This company is a private tertiary provider of creative digital technology courses, with campuses in Auckland, Wellington and Christchurch. In the year to December

2006 the business generated earnings (before interest, tax and depreciation) of $1.3 million - which is probably equivalent to buying this business at around a Price/ Earnings ratio of 9. This could be a good acquisition *if* the business can achieve its "opportunity for solid growth in New Zealand and overseas".

Recently acquired **MagnumMac** and Natcoll are forecast to contribute $1.5 million to pre-tax profits *after* the interest cost on borrowings to finance these acquisitions - or about $800,000 pre-tax over the period to December 2007. 66% owned US start-up venture **Txttunes** - in which Renaissance Corporation has capitalised $1.1 million of expenditure, is expected to *lose* around $250,000 over the next six months.

With these new ventures, the company forecasts group pre-tax profits at $5.0-5.5 million - or about $3.4-3.7 million after tax, down 40-45%.

The Renaissance Corporation share price has fallen sharply this year - probably more than fully reflecting the expected fall in this year's profits. This has led to three *insider* buys on-market. MJ Wood - the vendor of the Magnum Mac and Natcoll businesses - further increased his holding with the purchase of 212,105 shares around 78½ cents in the last week of August and another 100,000 shares at prices around 75½-76 cents last week. Those on-market purchases lift his interest to 2,597,540 shares or 6.3% of the company. Another director, C Giffney, bought 50,000 shares on-market last week at around 75½ cents per share to lift his holding to 200,000 shares. So at current prices the directors must see good value in these shares and future potential in the company.

Renaissance Corporation

South Port New Zealand's full year revenues to June 2007 were 1.2% lower at $14.6 million. Profits were down 8.5% to $2,232,000 (8.5 cents per share). A steady 5.0 cents final dividend will maintain the full year dividend at 7.75 cents (plus full imputation tax credits).

The cash operating surplus was 6% lower at $4.1 million but this allowed the company to reduce interest bearing debt from $3.0 million to just $1.5 million.

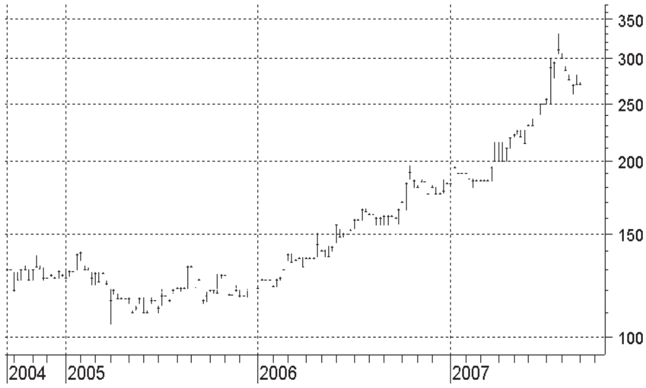
The high value of the NZ dollar has depressed export volumes and demand for the company's cold storage facilities.

South Port NZ has sought to sell its backup mobile harbour crane but has not yet found a buyer. The company is looking at "several new projects which may come to fruition over the next 18-24 months" and has significant borrowing capacity which could be utilised to finance a new business venture or acquisition.

The directors expect a similar level of profits over the coming year, with modest capital expenditure again producing strong free cash flows.

While South Port NZ is a low risk, high cashflow business its share price has risen very strongly over the last two years, perhaps as investors anticipate new business from offshore oil exploration.

South Port NZ



Steel & Tube Holdings reported a 6.1% increase in revenues to $466.3 million for the year to June 2007, but profits slipped 9.9% to $27,775,000 (31.5 cents per share). A 3.0 cents lower final dividend of 14.0 cents will make a 9.4% lower 29.0 cents (plus full tax credits).

The net operating surplus fell 72% from last year's high level to just $12.8 million - and reflects the extra $20.9 million in inventories and debtors at balance date.

The high NZ dollar depressed demand from the export and rural sectors, although the increase in dairy commodity prices in the last quarter should improve demand from this sector over the coming year. Volatile steel prices, the 27% increase in the NZ dollar against the US dollar and a competitive market made it difficult for Steel & Tube to pass on the full impact of cost increases, depressing its profit margins.

Overall the company expects "trading conditions to remain tough", but with "some upside prospects" in early 2008.

There have been a large number of *insider* sellers of Steel & Tube Holdings shares over the last year - mainly from executives exercising share options and *immediately* selling the share on-market to cash in their profits. Neverheless, the shares valuation is moderate - despite difficult trading conditions - with a Price/Sales ratio of 0.87, a Price/Earnings ratio of 15 and a gross Dividend Yield of 9.4%. So we are happy to continue to rate the shares a "Hold" at present.

Steel & Tube Holdings

(Continued on Page 6)

Recommended Investments

(Continued from Page 5)

Taylors Group's revenues slipped 1.9% to $66.6 million for the year to 30 June, but profits were 0.9% higher at $3,641,000 (15.0 cents per share). A steady 6.0 cents final dividend maintains a 12.0 cents (plus tax credits) annual dividend rate.

The net operating cash surplus was 12% lower at $13.2 million.

The company has made capital investments to handle future growth. In Christchurch it has installed a new continuous batch washer which significantly increased capacity and reduced the need for high levels of expensive overtime. It also installed an automated soiled linen handling system to improve the efficient movement of product.

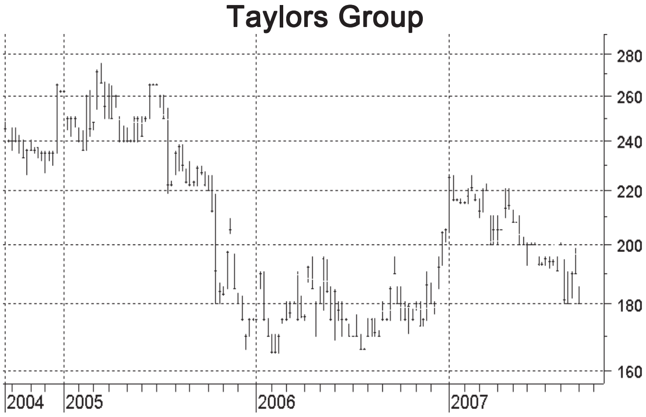
The Auckland facility has a new continuous batch washer, soiled linen handling equipment, a garment finishing system and automatic conveyor system. The company has ordered a clean linen handling system with automatic picker to feed a new ironing line. The successful renewal of the **Auckland District Health Board** contracts provided "the security of forward volumes" to allow these upgrades.

Upgrades are also being considered for Kelston, Hamilton and especially Wellington, where the plant is near the end of its economic life and requires significant redevelopment to bring it up to current market standards.

Neither the increase in the adult minimum wage from April 2007 nor new District Health Board wage rates for cleaning staff will impact directly on Taylors Group, but will likely put upward pressure on future wage negotiations.

Equipment upgrades are predicted to have a favourable impact upon trading results - although rising labour costs would partially offset those gains.

At 180 cents Taylors Group shares offer good investment value. The Price/Sales ratio is a low 0.66, the Price/Earnings ratio 12 and the shares offer a high gross Dividend Yield of 10.0%.



Australian Shares

(This section is in Australian currency, unless stated.)

AJ Lucas Group has re-instated dividends after a continued recovery in profitability. Revenues rose 26.4% to $216.4 million for the year to 30 June 2007, with profits up 111.0% to $6,396,000 (11.8 cents per share). A final 2.0 cents dividend will be paid.

The net operating cash surplus slipped 39%, but was still a high $9.6 million.

The directors' predict revenue growth of "as much as 50%" over the new financial year to June 2008 with "at least similar" profit margins.

AJ Lucas Group has acquired **Capricorn Weston Drilling Group** which operates 11 drill rigs on long term contracts to major coal mines, generating annual revenues of around $17 million. The purchase price of $21 million includes taking over the existing debt of $4.5 million, $10 million in cash and the balance payable over three years. Following this acquisition the group will operate 45 drill rigs.

AJ Lucas Group has also won the contract to build a 58 km gas pipeline from Melbourne to Geelong for $43 million. Completion is expected by March 2008.

Atlas South Sea Pearl has lifted revenues 66.8% to $9.0 million for the six months to 30 June. Profits are up 55.3% at $2,494,195 (2.8 cents per share). The interim dividend will be raised 33.3% to 2.0 cents.

There was a small cash operating *deficit* of $30,654 (compared with a surplus of $3.2 million last year, but this is a result of receivables rising $4.1 million to $6.5 million (i.e. pearl sales were probably made later and the company had not received payment before 30 June).

Full year revenues are expected around $14 million (up 8%), with a similar increase in pre-tax profits to around $4.5 million.

Despite unfavourable *El Nino* weather the company reports "very satisfactory" results from its two hatcheries but "more challenging" grow-out conditions, but survival rates have been satisfactory and large numbers have been shipped to its farming sites.

205,000 oysters had been seeded by the end of June and the annual target remains in excess of 300,000.

The company will not proceed with plans to establish a farm at Nusa Lembongan as conditions for oyster growth were not as favourable as its other two sites around Bali.

A Malaysian subsidiary has been incorporated which has applied for water and land leases in Sabah where the group intends to establish a pilot project this year.

Austin Group maintained relatively steady revenues (i.e. up 0.6%) of $54.2 million for the year to June 2007. The annual *loss* was $681,000 (*minus* 1.1 cents per share), compared with a *loss* of $1,430,000 in 2006. No dividend will be paid.

The business generated a net operating cash surplus of $1.1 million - which is a significant improvement on the previous year's $4.8 million *deficit*.

The company is seeking to turn around its business through improved efficiency, profitable growth and "stringent financial management". Staff numbers have been reduced 24% to 165 and administration offices at Melbourne and Geelong will relocate to one new location in Port Melbourne in January 2008.

The directors predict that recent initiatives will "deliver tangible benefits" and "earnings growth" over the new financial year to June 2008.

Both the directors comments and the share price are showing signs of a recovery by this company, which could justify us upgrading the shares to a "Hold+".

Austin Group

Campbell Brothers' Laboratory Services division has entered into a commercial venture with **JKTech Pty** (the technology transfer company of the **Julius Kruttschnitt Mineral Research Centre** of the **University of Queensland**) to form a new company, **ALS Mineralogy**, in which Campbell Brothers will own an undisclosed majority shareholding. This new company will acquire JKTech's existing commercial activities in automated mineralogy and diagnostic services to mining and mineral processing clients while Campbell Brothers will use its international network to expand this business globally.

Campbell Brothers has also entered the $2 *billion* per year US environmental analytical market with the acquisition of **e-Lab Analytical Inc** for $18 million (plus up to another $4 million based upon profitability over the next two years). e-Lab, based in Houston, Texas, is the market leader in that state but just a mid-sized business nationally. It also operates another laboratory in Holland, Michigan and three service centres to access other markets. Campbell Brothers will use this business to build an environmental analytical laboratory network throughout the United States to complement its existing mineral laboratories in that country. Campbell Brothers is already "one of the largest commercial environmental analytical groups in the world" outside of the much larger US market.

Campbell Brothers shares trade on a reasonably high valuation and many investors have asked about partial profit-taking as they are over-weighted in this share which has performed well over recent years. The shares, however, remain attractive for investment. New start-up ventures which can be expanded globally and entry into the US environmental market offer strong growth potential and increasing economies of scale.

Being slightly over-weighted in a share that continues to perform well will also boost your long term returns. Too frequent portfolio re-balancing will simply lead to one selling their winners and re-investing in losers - which is not a good strategy! So, wherever possible, we continue to recommend letting profits run on your investment in Campbell Brothers.

Of course, at some stage an individual portfolio holding can become too big and some partial profit taking (i.e. selling 25-30%) is sensible to maintain good diversification. *When* that becomes necessary will depend upon several factors - including (1) how diversified was a person's initial portfolio, (2) the relative performance of other portfolio investments and (3) whether cash has been added or withdrawn from the portfolio. If, for example, the initial investment in Campbell Brothers was about 3% (i.e. an investor purchased equal dollar amounts in 30-35 different shares) then the 6½-fold increase in Campbell Brothers over a period when the rest of our portfolio has grown 2½-3 fold would leave the current shareholding at about 6½-7½%. *That* would not be over-weighted and requires no action. We may let a particularly attractive position grow to 10% of a widely diversified portfolio but would take partial profits on a holding with limited future growth that approached this level.

On a smaller, less diversified portfolio (i.e. starting with around ten shares) we might consider partial profit-taking (to finance additional new shares to improve diversification) when a holding reached 20-25% of the portfolio. *If* other portfolio investments also increase in value, then even in this situation one's best performer would need to appreciate *more* that 100-150% to reach that level where it becomes prudent to consider some selling.

Candle Australia lifted revenues 10.2% to $297.9 million over the year to June 2007, while profits rose 15.8% to $13,551,000 (25.4 cents per share). A final 10.0 cents dividend will lift the annual dividend rate 11.8% to 19.0 cents.

The net operating surplus - depressed last year at only $6.6 million - recovered to $14.4 million.

Cellnet Group's revenues slipped 5.6% to $528.3 million over the last year to June 2007. There was a *trading loss* of $2,500,000 (*minus* 4.7 cents per share) before one-off items (i.e. a $14.9 million gain on the demerger of **Mercury Mobility**, a $2.0 million gain on the sale of a property and an $8.5 million writedown in goodwill).

Operations produced a net cash surplus of $13.0 million ($33.0 million in 2006).

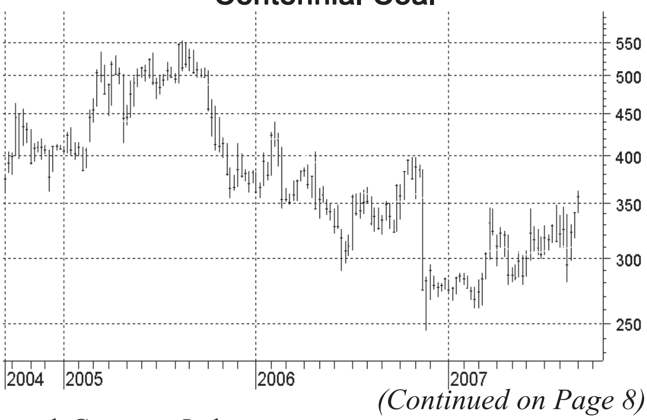
The company is undertaking a review of its "procurement, product, suppliers and logistics", seeking to "deliver an appropriate level of profitability" in the future.

Centennial Coal has reported revenues up 11.6% to $901.8 million and profits down 80.7% to $3,300,000 (1.1 cents per share) in a year of major change and significant asset write-downs. A final 4.0 cents dividend will make a 38.5% lower 8.0 cents for the year.

The net operating cash surplus almost *tripled* to a very high $95.8 million.

The current result included non cash asset writedowns of $35.8 million (after tax) and production problems at *Newstan* reducing earnings by $21.8 million (pre-tax). There was also a $7.8 million gain on the sale of a 50% share of *Angus Place*.

Centennial Coal



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Recommended Investments

(Continued from Page 7)

Circadian Technologies is an investment company holding shares and investing in new projects, so its revenues and profits are fairly meaningless - largely reflecting the realisation of gains on previous year's investments.

At 13 August the company's listed investments were worth $18.4 million (46 cents per share), held $30.4 million in cash (76 cents per share), plus its share of cash held by its unlisted **Venegics** subsidiary was $10.4 million (26 cents per share).

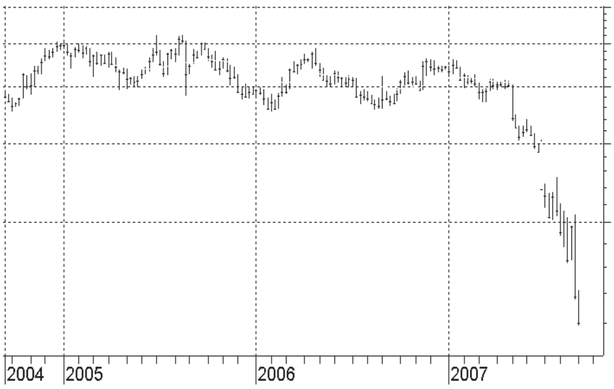
Commander Communications lifted revenues for the June 2007 year by 37.8% to $1,088.5 million, but traded at a *loss* of $5,348,000 (*minus* 2.3 cents per share), compared with a profit of $26.0 million in 2006. No final dividend will be paid, leaving just the interim dividend of 2.0 cents which makes an annual payout 50% lower than last year.

The business generated a cash operating *deficit* of $7.6 million (last year a $39.9 million surplus) which has put some pressure on working capital and required the company to increase its bank borrowings.

Earnings (before interest and depreciation) were $67 million for the last year, but have been independently predicted at $67-75 million for the year to June 2008. Unfortunately, depreciation and amortisation are predicted to rise from $39.5 million to $45-50 million and interest costs from $20.2 million to around $26 million. That will leave a pre-tax loss of $1-4 million, so Commander Communications may not recover too quickly from its current problems.

A couple of insitutional investors - who acquired very large shareholdings in Commander Communications over recent years - have been large sellers over recent weeks. Further selling - perhaps at a slower rate - could keep the shares depressed over the next 6-12 months.

Commander Communications



Computershare's revenues rose 17.1% to US$1,412.7 million for the year to 30 June 2007, while the net profit was 71.4% higher at US$233,785,000 (US$0.40 per share or about 46.7 Australian cents - up 53% owing to the movement in exchange rates). A higher final dividend of 9.0 cents, lifts the annual dividend 30.8% to 17.0 cents.

The company has continued to generate strong operating cash surpluses - up 74.8% to US$321.0 million. This has financed acquisitions (US$82 million), dividends (US$70 million), share repurchases (US$80 million) and a *reduction* in interest bearing debts (US$41 million).

70% of revenues are "recurring in nature" and Computershare predicts "no material impact from recent market volatility", with earnings per share expected to be "more than 15% higher" (excluding abnormal items which contributed US$14.4 million to the 2007 result) over the coming year.

Devine reported a slight 0.5% dip in revenues to $548.0 million for the year to June 2007. Profits were up 13.2% at $21,367,000 although fully diluted earnings per share were down 35.3% to 9.0 cents (owing to the recent issue of 94,734,821 shares to **Leighton Holdings** for $95.6 million which did not contribute to profits in the last year). A final 4.0 cents dividend maintains a steady 8.0 cents annual dividend.

Net operating cash flows can be meaningless in this business (owing to the timing of large investments and settlement of property developments) but increased 59% to $141.6 million which simply shows the completion and settlement of some large projects over the last two years. Work on developments that had not been completed and settled could show massive cash deficits.

Devine reports a "positive outlook for 2007/8" and will commence its $400 million mixed use *Hamilton Harbour development* in early 2008.

Devine expects to sell its 370 acre *Hideaway* site to other developers, rather than develop this site for 527 luxury dwellings. The company reports that demand for this site is "at such a premium" that presumably it can realise a better profit on-selling to other developers and concentrating its own development activities elsewhere. The sale will be through "expressions of interest" by 13 September.

Devine has purchased three residential development projects: Firstly, it has paid $36.85 million to acquire a sub-division site at Tarneit, south west of Melbourne, from **Urban Pacific** (a subsidiary of **Macquarie Bank**). This consists of 132 developed lots plus a 40 hectare land parcel ready for future development.

Secondly, it has purchased another project near Beenleigh, 31 km south-east of Brisbane for $20 million. This 25 hectare project, *Alberi Park Estate*, is partially through Stage I, with 52 sites developed and work about to start on another 58 lots. Future development will yield another 198 lots over the next three years for a total sales value around $100 million.

Thirdly the company purchased a 12 hectare undeveloped site at Bellmere for $9.25 million. This is 43 km north of Brisbane and close to Devine's sold out estate *The Pines* at Morayfield and *Wattle Park*, where just two house and land packages remain, at Burpengary. The new site has Development Approval for 137 lots with an end value around $50 million.

Ellex Medical Lasers increased revenues 30.9% to $46.0 million for the year to 30 June 2007. Profits rose 110.9% to $4,267,000 (6.2 cents per share), although boosted by the recognition of $1.9 million of tax benefits relating to prior years start-up losses in Japan. Without those tax benefits, profits would have been 17.0% higher at $2,367,000 (3.5 cents per share). No dividend will be paid as the company continues to retain cash to finance future growth.

The cash operating surplus more than *doubled* to $1.9 million.

Ellex Medical Lasers has risen from the fourth largest to the third largest global company in ophthalmic lasers, lifting its market share from 12% to 16%. Over the next year it expects to overtake **Lumenis** (with a current 18% share, down from 21% last year) to be second placed to **Zeiss** (with a static 20% market share).

As it did last year, the company is predicting 15% revenue growth over the next year. There should also be an increase in net profit margins as the company develops economies of scale and move beyond start-up costs.

At 80 cents, Ellex Medical Lasers shares are trading on a Price/Sales ratio of 1.19 and a Price/Earnings ratio of 23 (based upon the earnings of 3.5 cents, excluding the tax credit). That is a fairly average valuation, yet this is an emerging growth company that should have the potential for far above average growth over many years. So this is a *low valuation* for a growth company and, if successful, should create significant wealth for shareholders over the next 5-10 years! "Buy".

Housewares International reports that its *continuing* business lifted revenues 6.1% to $371.3 million for the year to June 2007 and produced a 21.7% lower profit of $16,848,000 (13.4 cents per share).

Discontinued businesses produced trading and disposal losses totalling $50.9 million.

No dividend will be paid for the year. The net operating surplus was $12.8 million.

International All Sports recorded a 31.8% lift in wagering to $1,236.9 million with its revenues up 16.0% to $45.3 million for the year to 30 June. The company, however, *lost* $5,506,000 (*minus* 8.3 cents per share), compared with a profit of $1.2 million the previous year. No dividend will be paid.

There was an operating cash *deficit* of $2.2 million, down from a previous year surplus of $6.4 million.

The results were depressed owing to a $7.0 million refund to the **CBA** (which has been expensed, but with two annual payments of $1 million ontstanding) plus legal costs of $1.3 million. There was also a $1.3 million loss writing down the US business following the ban on online betting and wagering.

The halt to thoroughbred and harness race meetings in Australia owing to equine influenza will result in the loss of about $1.5 million in pre-tax profits per month. This could be partially offset with increases in New Zealand and international horse race betting or an increase in greyhound race meetings.

Iluka Resources' revenues were 6.4% lower at $434.0 million for the six months to 30 June. Profits from *continuing* businesses (i.e. excluding last year's Florida/ Georgia losses) were 30.4% higher at $42,000,000 (17.7 cents per share). A steady interim dividend of 10.0 cents will be paid.

The net operating cash surplus was 19% lower at $61.0 million.

Iluka Resources has also agreed to the sale of its 50% interest in the *Narama* thermal coal mine to **Xstrata** for $53 million. This sale will be settled in early 2008, with Iluka Resources receiving its share of profits until the end of 2007.

Following the recent comprehensive review of its operations, Iluka Resources is now forecasting "strong earnings growth" after 2008 with the "higher margin *Murray Basin Stage II* in 2009 and the *Jacinth-Ambrosia* project in 2010" which will produce "strong free cash flows".

Iluka Resources has announced further exploration success in the Murray Basin region. Its large *West Balranald* heavy minerals deposit, discovered in 2001, has been found to extend at least another 8 km to the north and another 4 km to the south, doubling its length to in excess of 24 km. This is the largest single heavy mineral deposit in the Murray Basin, but its development will be in later years (i.e. after 2015) owing to its greater depth (i.e. 60-75 metres underground to the north and 70-95 metres deep to the south) requiring greater overburden removal than other deposits.

The company has also found a new mineral sands prospect, the *Minsk Prospect*, 90 km south of *West Balranald*. "High grades and significant width" are "encouraging", but this prospect is also 55 metres underground and would require significant removal of overburden prior to any future mining. Nevertheless, this discovery shows the extension of high grade heavy mineral deposits in the Murray Basin.

Keycorp's revenues were just 0.4% higher at $95.6 million for the year to June 2007, but its trading result deteriorated to a significantly larger *loss* of $11,517,000 (minus 14.0 cents per share). No dividend will be paid.

The business also experienced a cash operating *deficit* of $15.2 million, down from a surplus of $6.5 million last year.

M2 Telecommunications lifted revenues 30.8% to $43.8 million for the year to 30 June 2007. Profits rose 10.5% to $2,406,874 (4.0 cents per share). A final 2.0 cents dividend lifts the annual dividend rate 15.8% to 3.0 cents.

The operating cash surplus rose 80% to $3.4 million.

Recent acquisitions should lead to strong growth over the current financial year to June 2008. The company expects revenues to "more than double" to "nearly $100 million", with a "material growth in earnings per share". *(Continued on Page 10)*

Recommended Investments

(Continued from Page 9)

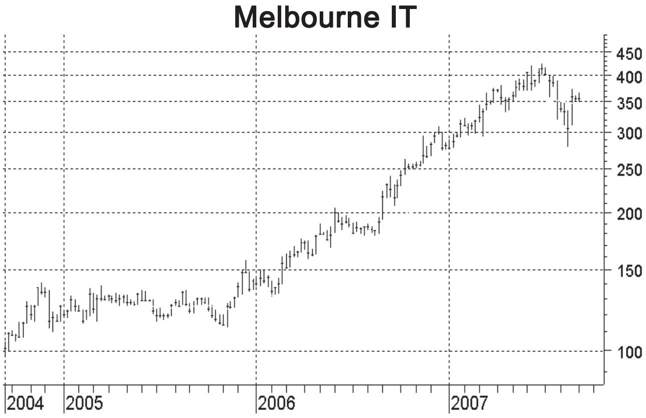
In August, M2 Telecommunications launched a wholesale high speed residential broadband and telephony offering **ADSL2+** from **Optus**.

M2 Telecommunications has launched *Green Mobiles*. The new service will offer mobile phone plans that are "competitively priced" against plans offered by the major mobile networks, but donate 10% of revenues to the purchase and cancellation of carbon abatements from the **Australian Greenhouse Office**. This will effectively subsidise renewable energy, forest sink projects and carbon reduction initiatives that earn and sell the carbon abatements.

Melbourne IT lifted revenues 86.4% to $76.9 million for the six months to 30 June, with profits up 145.4% to $6,518,000 (8.5 cents per share). The interim dividend will be raised 71.4% to 6.0 cents.

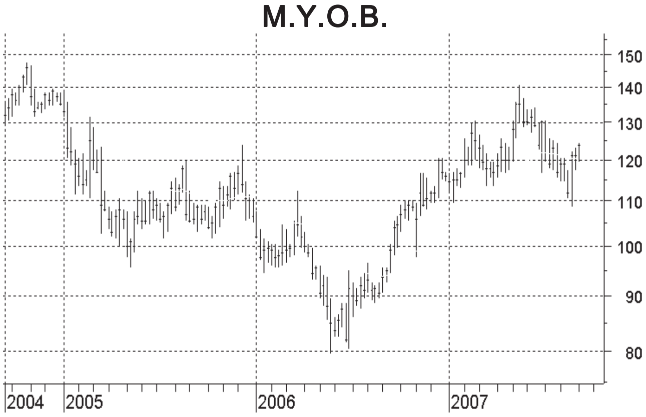
The net operating surplus also rose strongly, up 123% to $12.3 million.

This performance is expected to continue in the second half which the directors believe will "outperform the first half result".



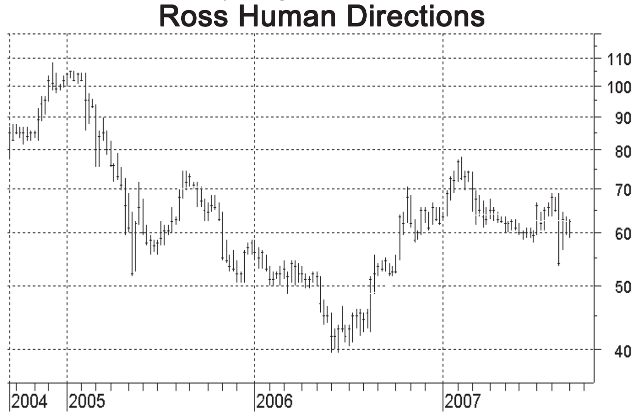
M.Y.O.B. recorded a 14.2% increase in revenues to $104.9 million for the six months to June. Profits were 16.6% lower at $8,753,000 (2.3 cents per share). No interim dividend is paid.

The net operating cash surplus improved 15% to 31.7 million.



Ross Human Directions reported a 6.1% lift in revenues to $354.2 million for the year to June 2007. Pre-tax profits were up 42%, but tax paid profits were virtually unchanged at $5,005,000 (6.0 cents per share). A final 2.0 cents dividend maintains a steady 4.0 cents annual dividend rate.

The net operating cash flow was $1.8 million, down from an excessively large $14.8 million in 2006.



Skilled Group increased revenues 44.6% to $1,390.5 million (helped by some major acquisitions a year ago). Profits rose 17.3% to $28,980,000 (27.7cents per share) owing to higher interest and depreciation costs resulting from those acquisitions. A 16.7% higher final dividend of 14.0 cents lifts the annual dividend 15.8% to 22.0 cents.

The net operating cash surplus was 14% higher at $42.7 million.

Over the last month Skilled Group has acquired the business of **Offshore Marine Services** which provides drilling and marine crews for the offshore oil and gas sector. The acquisition is in two parts. The established business in Australia and New Zealand will be acquired for a total estimated consideration of $121 million - $79 million immediately and the balance over three years. The actual final consideration will be 5.75 times earnings (before interest, tax and depreciation) mainly over the year to June 2008 (with slight adjustments for earnings over the next two years).

The *developing* business in the UK, Malta and Dubai will be acquired now but paid in 2010, 2011 and 2012 based upon 5.75 times earnings over those years.

These two businesses should generate annual revenues of around $209 million and earnings of $22.5 million - of which ten months revenue and profits will be included in Skilled Group's 2008 result.

Skilled Group considers these to be well managed businesses with low risks and good growth potential. The acquisitions will be fully debt funded - and the company has arranged to increase its debt facilities to $350 million. Debt funding acquisitions can involve risks but Skilled Group has strong cashflows so should be able to service and reduce this debt, while attractively priced acquisitions can increase shareholder wealth. Debt funding avoids diluting growth by issuing new shares. These are attractively priced acquisitions so should add slightly to profits (after depreciation and interest costs on the acquisition debt) but future *growth* in earnings (after the earn out period) will boost profits for the Skilled Group shareholders.

So gearing up the business with $100 million of debt funded acquisitions last year and again this year should improve the future growth potential of this company.

Skilled Group

Technology One increased revenues 17.9% to $78.4 million for the year to June 2007, with profits up 20.0% to $14,781,000 (5.0 cents per share). The annual dividend will be raised 10.0% to 3.75 cents.

The net operating cash surplus rose 106% to $17.7 million.

Technology One continues to invest heavily in Research & Development (up 8.7% to $13.8 million) - and plans new products and enhancements. However, its "focus now needs to move from R&D towards building a large customer base and generating significant returns" on its investments and "the commercial value of which will be realised over the next five years".

Technology One is changing its balance date from 30 June to 30 September - so will report for the three months to 30 September 2007 and then for the full year to September 2008.

Technology One

TFS Corporation lifted revenues 60.6% to $45.1 million for the year to June, with profits up 59.9% to $19,182,079 (11.8 cents per share). A final dividend of 2.5 cents will lift the annual dividend 61.9% to 3.4 cents.

The net operating cash surplus more than doubled to $2.5 million. This surplus is significantly lower than reported profits mainly owing to the additional investment in the business to finance growth.

In the current period the growth has been driven by the development and sale of plantations as *Managed Investment Schemes* - 558½ hectares (up 71.8%), generating $34.7 million in sales (up 73.5%). That accounted for 77% of total revenues. The company is looking to develop and sell up to 650 hectares (up 16%) this year.

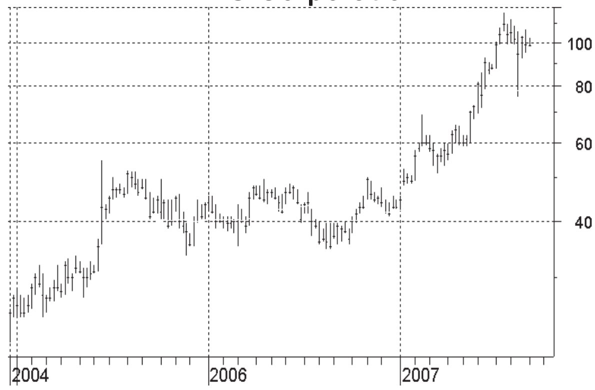
Recurring revenues from managing the plantations (received either in cash or deferred until harvesting) rose 42.4% to $5.2 million and will "significantly increase" as last year's MIS sales add to future recurring management fees.

Indian Sandalwood prices increased about 22% last year to US$1900/kg, have almost *tripled* over the last four years (i.e. up 30% per annum compounded) and increased 22% per annum compounded over the last 15 years - all of which improves the economics of TFS Corporation's plantation business.

The recent *Share Purchase Plan* was over subscribed with all applications being slightly scaled back to approximately 96%.

At 98 cents - and with the strong lift in profits and dividend - TFS Corporation shares currently trade on a low Price/Earnings ratio of 8 and offer a Dividend Yield of 3.5%. The company has a large land bank for future development and the sale of *Managed Investment Scheme* units, with additional growth from growing recurring annual revenues and ultimately from expansion into processing sandalwood. "Buy".

TFS Corporation

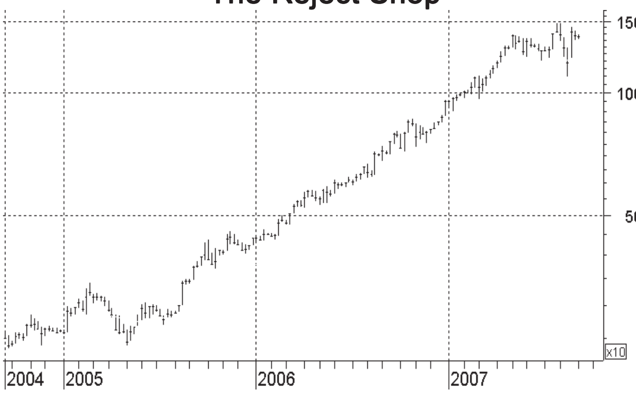


The Reject Shop grew revenues 18.3% to $280.8 million for the year to June 2007 but managed to lift profits 35.8% to $12,296,000 (48.0 cents per share). The final dividend will be raised 40.0% to 14.0 cents, lifting the annual dividend 34.8% to 31.0 cents.

The net operating cash surplus was 21% lower at $15.1 million.

The company opened 22 new stores, and closed two old stores to have 130 stores at year end. It has already opened 6 new stores in the new financial year, with an annual target of 20 planned and 1-2 closures. This store growth should produce continued revenues and profits. For the year to June 2008 the company is forecasting a 20-22% increase in profits to $14.8-15.0 million.

The Reject Shop



Computer Selections of NZ Shares based upon our Comprehensive Share Selection Criteria

For an explanation of this table see the *Share Selection Methods* report sent to all new subscribers or available from our website. These shares are not formal "buy" and "sell" recommendations, but the "Under-Valued", "Best Performing" and "Income" shares should be considered for purchase, while the "Over-Valued" and "Worst Performing" shares can generally be sold to release money for re-investment in more attractive shares.

UNDER-VALUED SHARES: Lowest Price/Sales, Yld > 0, Rel Strength > 0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Sthn Travel	45	+5.8	+5.8	14	0-0	-	1.3	12	1.4	11	10.0	0.21	6
Col Motor Co	353	+0.5	-1.2	35	2-0	-	0.9	6	0.5	15	9.7	0.22	98
Livestock Imp.	166	+2.1	+0.0	29	2-0	-	0.5	10	1.0	5	22.5	0.41	49
Air New Zealand	215	+2.6	-12.8	26	4-4	5	1.3	12	0.7	11	5.6	0.52	2,261
PGG Wrightsons	193	+4.0	+0.4	21	1-1	3	1.3	6	0.7	21	9.3	0.52	543
Mr Chips Hold	135	+11.8	+0.7	3	1-0	-	1.8	15	0.8	12	4.4	0.69	33
Mainfreight Grp	715	+0.2	-0.7	36	1-5	5	4.4	36	0.6	12	3.1	0.71	690
Abano Health.	335	+17.0	-5.4	2	0-0	1	1.5	10	1.0	15	4.9	0.86	77
Steel & Tube	460	+1.0	-1.0	33	0-6	5	2.9	20	0.7	15	9.4	0.87	406
Fletcher Build.	1191	+4.4	-4.9	19	1-2	6	2.6	21	0.4	12	5.6	1.00	5,946

BEST PERFORMING SHARES: Strongest Shares, P/E < 20, P/S < 1.0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Abano Health.	335	+17.0	-5.4	2	0-0	1	1.5	10	0.9	15	4.9	0.86	77
Mr Chips Hold	135	+11.8	+0.7	3	1-0	-	1.8	15	0.6	12	4.4	0.69	33
Sthn Travel	45	+5.8	+5.8	14	0-0	-	1.3	12	1.0	11	10.0	0.21	6
Air New Zealand	215	+2.6	-12.8	26	4-4	5	1.3	12	0.6	11	5.6	0.52	2,261
Toll NZ Ltd	295	+2.5	-0.5	26	0-0	-	1.7	10	0.5	18	Nil	0.85	620
Livestock Imp.	166	+2.1	+0.0	29	2-0	-	0.5	10	0.8	5	22.5	0.41	49
Richina Pacific	45	+1.4	-3.2	31	0-0	-	0.6	9	0.9	7	Nil	0.10	68
Steel & Tube	460	+1.0	-1.0	33	0-6	5	2.9	20	0.6	15	9.4	0.87	406
Col Motor Co	353	+0.5	-1.2	35	2-0	-	0.9	6	0.4	15	9.7	0.22	98
Mainfreight Grp	715	+0.2	-0.7	36	1-5	5	4.4	36	0.5	12	3.1	0.71	690

INCOME SHARES: Highest Yields, Capitalisation > NZ$100 million

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Telecom Corp	438	-4.0	-2.1	59	1-35	10	2.5	26	0.4	9	12.1	1.59	8,848
Hallenstein G.	455	-5.6	-1.5	70	0-6	4	4.2	34	0.3	12	11.5	1.37	270
Turners & Grow.	225	-2.0	-1.9	47	0-2	1	0.7	6	0.5	12	9.3	0.38	208
PGG Wrightsons	193	+4.0	+0.4	21	1-1	3	1.3	6	0.5	21	9.3	0.52	543
ING Property	117	-3.5	-1.0	55	0-0	3	0.9	5	0.5	18	9.0	8.36	634
NZ Refining Co	750	+5.9	-1.8	13	0-0	2	2.9	22	0.2	13	9.0	4.46	1,800
Cavalier Corp	321	-2.8	+0.3	50	2-1	3	3.2	23	0.7	14	8.8	0.99	210
Sky City Ltd	441	-3.5	-2.7	56	1-9	10	6.2	39	0.4	16	8.8	2.52	1,893
Vector Ltd	241	-4.5	-3.0	62	2-1	4	1.3	5	0.7	24	8.1	1.78	2,410
Briscoe Group	151	-5.0	-2.7	67	2-0	4	2.9	23	0.6	12	7.9	0.86	320

INSIDER BUYING: Most Insider Buying, Relative Strength > 0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Rubicon Limited	95	+2.5	-1.6	27	7-0	2	1.2	-	0.5	NE	Nil	0.43	237
Tourism Hold.	233	+3.7	-8.6	23	2-0	4	1.3	8	0.4	17	7.0	1.20	229
Cynotech Hold.	16	+0.1	-4.1	36	2-0	-	1.8	21	1.6	8	4.7	1.43	13
Col Motor Co	353	+0.5	-1.2	35	2-0	-	0.9	6	0.3	15	9.7	0.22	98
Livestock Imp.	166	+2.1	+0.0	29	2-0	-	0.5	10	0.7	5	22.5	0.41	49
POD Ltd	49	+10.7	-0.5	5	1-0	1	1.7	-	1.0	NE	Nil	0.32	22
Jasons Media	95	+16.5	+6.3	3	1-0	-	29.5	-	0.9	27	4.7	1.31	16
Mr Chips Hold	135	+11.8	+0.7	3	1-0	-	1.8	15	0.5	12	4.4	0.69	33
Port Tauranga	700	+6.3	-1.4	12	1-0	5	1.4	6	0.4	25	4.7	6.69	938
Northland Port	335	+3.9	+0.3	23	2-1	-	0.9	6	0.4	16	4.9	N/A	146

OVER-VALUED SHARES: Highest Price/Sales Ratios, Relative Strength < 0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
ING Med. Prop.	130	-3.4	-0.3	54	0-0	-	1.0	5	0.4	18	7.3	9.27	181
ING Property	117	-3.5	-1.0	55	0-0	3	0.9	5	0.4	18	9.0	8.36	634
AMP Onyx Mgmt	128	-0.9	-0.2	41	0-0	4	0.9	4	0.3	21	6.1	8.18	881
Ryman Health.	201	-4.4	-5.9	60	3-7	4	0.8	3	0.4	24	2.0	5.28	1,005
F & P Health.	355	-6.8	+1.4	76	0-19	5	9.4	30	0.5	31	5.2	5.09	1,815
Viking Capital	21	-14.2	-2.8	90	0-0	-	0.7	14	1.1	5	Nil	4.10	14
Mowbray Collect	165	-1.0	-1.5	43	0-0	-	4.7	-	0.3	NE	2.3	3.99	18
Nat Property Tr	62	-7.3	-2.9	77	0-0	4	0.5	3	0.6	16	8.2	3.92	80
Life Pharmacy	64	-10.7	+0.5	83	0-0	-	0.9	-	0.6	NE	1.2	3.84	19
Sky Network TV	546	-3.5	-0.2	56	3-0	5	1.9	11	0.3	18	2.7	3.44	2,125
Brierley Invest	133	-3.6	+0.4	58	0-4	-	1.2	1	0.7	103	3.9	2.81	1,820
Horizon Energy	335	-5.4	-1.6	69	0-0	1	1.2	8	0.3	16	8.5	2.79	84
Sky City Ltd	441	-3.5	-2.7	56	1-9	10	6.2	39	0.4	16	8.8	2.52	1,893
Connexion	24	-16.5	-2.1	93	0-0	-	24.7	-	1.0	NE	Nil	2.38	5

WORST PERFORMING SHARES: Weakest Shares, P/S Ratio > 0.25, Yield < Twice Average

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Charlie's Group	18	-58.3	+0.0	98	3-1	-	3.5	0	1.1	NE	Nil	1.93	52
Plus SMS Hold.	9	-25.4	-4.2	97	1-0	-	2.4	-	2.2	NE	Nil	N/A	30
Provenco Group	58	-19.8	-1.1	95	0-1	2	1.4	-	0.6	NE	Nil	0.47	81
Wool Equities	65	-17.5	+2.1	94	0-0	-	1.2	-	0.5	NE	Nil	0.72	15
Connexion	24	-16.5	-2.1	93	0-0	-	24.7	-	1.0	NE	Nil	2.38	5
NZ Windfarms	113	-16.1	-2.7	92	0-2	-	1.1	-	0.6	NE	Nil	N/A	89
Skellerup Hold.	98	-15.3	-0.4	92	4-0	3	2.8	2	0.4	163	4.6	0.53	104
Hellaby Hold.	260	-15.1	-3.7	91	6-0	2	1.6	11	0.3	15	5.7	0.27	130
Viking Capital	21	-14.2	-2.8	90	0-0	-	0.7	14	1.0	5	Nil	4.10	14
Tenon Ltd	200	-14.1	-3.3	89	1-0	2	0.8	4	0.5	19	Nil	0.26	134
Xero Live Ltd	75	-13.5	-5.7	88	0-0	-	-	-	0.9	NE	Nil	N/A	41
NZ Finance Hold	80	-13.1	-1.8	87	0-4	-	2.9	15	0.5	19	3.3	1.54	61
Just Water Int.	70	-11.7	-1.5	85	0-1	-	2.5	2	0.5	121	7.6	1.69	52
Pumpkin Patch	335	-11.4	-1.1	84	0-9	5	5.8	29	0.4	20	3.8	1.79	558
Life Pharmacy	64	-10.7	+0.5	83	0-0	-	0.9	-	0.5	NE	1.2	3.84	19
New Image Group	13	-10.5	+5.9	83	0-0	-	57.0	-	2.2	NE	Nil	1.08	28
VTL Group Ltd	70	-10.4	-2.3	82	0-0	-	1.6	17	0.6	9	Nil	0.44	21
Cadmus Tech Ltd	14	-8.8	-5.4	79	0-0	-	2.3	-	1.0	NE	Nil	1.44	37
Burger Fuel	70	-8.1	-5.7	78	0-0	-	-	-	0.9	NE	Nil	N/A	37

INSIDER SELLING: Most Insider Selling, Relative Strength < 0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Telecom Corp	438	-4.0	-2.1	59	1-35	10	2.5	26	0.3	9	12.1	1.59	8,848
F & P Health.	355	-6.8	+1.4	76	0-19	5	9.4	30	0.5	31	5.2	5.09	1,815
F & P Appliance	367	-3.0	-0.9	52	0-9	5	1.5	9	0.4	17	7.3	0.74	1,040
Pumpkin Patch	335	-11.4	-1.1	84	0-9	5	5.8	29	0.4	20	3.8	1.79	558
Sky City Ltd	441	-3.5	-2.7	56	1-9	10	6.2	39	0.4	16	8.8	2.52	1,893
Hallenstein G.	455	-5.6	-1.5	70	0-6	4	4.2	34	0.2	12	11.5	1.37	270
Warehouse Group	588	-6.2	-1.0	74	0-6	6	5.4	29	0.2	19	4.1	0.95	1,796
Brierley Invest	133	-3.6	+0.4	58	0-4	-	1.2	1	0.6	103	3.9	2.81	1,820
NZ Finance Hold	80	-13.1	-1.8	87	0-4	-	2.9	15	0.4	19	3.3	1.54	61
Ryman Health.	201	-4.4	-5.9	60	3-7	4	0.8	3	0.4	24	2.0	5.28	1,005

Strongest NZ Shares

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
A2 Corporation	26	+74.5	-4.5	-0	0-0	-	-	-	1.8	NE	Nil	5.18	39
South Port NZ	271	+22.0	-0.3	0	0-1	1	2.7	9	0.6	32	4.3	4.86	71
Akd Int Airport	309	+18.2	-1.3	1	0-1	7	2.0	5	0.6	41	4.0	N/A	3,775
Abano Health.	335	+17.0	-5.4	2	0-0	1	1.5	10	1.0	15	4.9	0.86	77
Jasons Media	95	+16.5	+6.3	2	1-0	-	29.5	-	1.3	27	4.7	1.31	16
Mr Chips Hold	135	+11.8	+0.7	3	1-0	-	1.8	15	0.8	12	4.4	0.69	33
Software of Exc	250	+11.2	-7.9	4	0-6	1	13.4	-	0.7	NE	Nil	2.62	65
Windflow Tech.	375	+10.9	-4.5	4	1-3	-	5.4	-	0.6	NE	Nil	8.97	25
POD Ltd	49	+10.7	-0.5	5	1-0	1	1.7	-	1.6	NE	Nil	0.32	22
NZ Exchange Ltd	975	+10.5	-8.4	5	0-2	2	4.1	8	0.4	51	3.8	N/A	224
Methven Limited	234	+10.2	-2.9	6	0-2	2	5.1	30	0.8	17	7.3	1.78	135
KidiCorp	23	+10.1	-0.2	7	0-0	-	3.7	0	1.9	767	Nil	0.91	41
Cert Organics	8	+9.6	-5.3	7	0-0	-	3.0	-	3.6	NE	Nil	1.97	12
CanWest Media.	265	+9.1	+0.8	8	0-0	3	1.7	7	0.7	24	4.7	2.36	601
NZ Oil & Gas	103	+8.8	-2.7	9	0-0	-	2.2	2	0.9	95	Nil	N/A	241
Oyster Bay	270	+7.5	+0.3	9	0-0	-	1.3	2	0.7	62	2.8	2.53	24
NZ Experience	36	+7.3	+2.8	10	0-0	-	2.5	25	1.5	10	12.4	1.41	13
Michael Hill	1015	+7.0	-0.1	11	2-2	4	5.4	29	0.4	18	3.8	1.11	389
Port Tauranga	700	+6.3	-1.4	11	1-0	5	1.4	6	0.5	25	4.7	6.69	938
Sealegs Corp	59	+6.0	-23.6	12	0-2	-	23.3	-	2.1	NE	Nil	6.85	37
NZ Refining Co	750	+5.9	-1.8	13	0-0	2	2.9	22	0.4	13	9.0	4.46	1,800
Kirkcaldie & St	315	+5.8	-1.9	13	0-1	-	1.4	3	0.5	55	Nil	0.72	32
Sthn Travel	45	+5.8	+5.8	14	0-0	-	1.3	12	1.4	11	10.0	0.21	6
Millennium & C.	80	+5.7	-2.9	15	0-0	-	0.8	8	1.0	10	4.7	1.49	279
Blis Technology	10	+5.5	-0.5	15	0-0	-	22.2	-	3.2	NE	Nil	N/A	10
Canty Bldg Soc.	539	+5.0	+0.4	16	0-0	-	1.3	7	0.5	19	4.2	1.19	35
Loan & Building	540	+5.0	+0.9	17	0-0	-	1.4	8	0.3	18	4.3	1.44	22
Lyttelton Port	225	+4.7	-1.2	17	0-0	3	1.9	8	0.7	24	2.7	3.01	230
Metro. LifeCare	750	+4.5	-4.5	18	0-0	-	2.3	11	0.4	21	2.9	3.83	656
Fletcher Build.	1191	+4.4	-4.9	18	1-2	6	2.6	21	0.4	12	5.6	1.00	5,946
Apple Fields	8	+4.3	+2.7	19	0-0	-	5.3	38	4.3	14	Nil	3.72	5
Genesis Res.	27	+4.1	+0.3	20	0-0	-	0.7	-	2.1	NE	Nil	3.37	7
PGG Wrightsons	193	+4.0	+0.4	20	1-1	3	1.3	6	0.7	21	9.3	0.52	543
Rakon Ltd	485	+4.0	-5.3	21	0-5	2	5.9	11	0.9	56	Nil	5.58	593
Cavotec MSL	525	+4.0	-2.4	22	0-1	-	8.0	31	0.7	26	Nil	1.54	334
Northland Port	335	+3.9	+0.3	22	2-1	-	0.9	6	0.6	16	4.9	N/A	146
Tourism Hold.	233	+3.7	-8.6	23	2-0	4	1.3	8	0.7	17	7.0	1.20	229
Contact Energy	915	+3.5	-0.1	24	0-0	6	1.8	8	0.5	22	4.4	2.64	5,277
NZ Invest Trust	1130	+2.9	-1.3	24	1-2	-	-	-	0.4	NE	0.7	N/A	115
Infratil NZ	274	+2.6	-5.9	25	1-2	2	0.7	2	0.9	37	6.8	1.81	1,447
Air New Zealand	215	+2.6	-12.8	26	4-4	5	1.3	12	0.7	11	5.6	0.52	2,261
Toll NZ Ltd	295	+2.5	-0.5	26	0-0	-	1.7	10	0.6	18	Nil	0.85	620
Rubicon Limited	95	+2.5	-1.6	27	7-0	2	1.2	-	0.9	NE	Nil	0.43	237
CDL Investments	43	+2.2	-0.5	28	0-0	-	1.3	15	1.3	9	8.0	3.03	94
NZ Wine Company	250	+2.1	-1.0	28	0-2	-	1.0	5	0.6	23	4.2	2.02	22
Livestock Imp.	166	+2.1	+0.0	29	2-0	-	0.5	10	1.0	5	22.5	0.41	49
Trust Power Ltd	830	+1.9	-1.1	30	0-7	3	1.9	7	0.4	27	4.9	4.18	2,616
Ozzy (Tortis)	386	+1.9	-0.8	30	0-0	-	-	-	0.6	NE	Nil	N/A	128
Richina Pacific	45	+1.4	-3.2	31	0-0	-	0.6	9	1.3	7	Nil	0.10	68
Barramundi Ltd	112	+1.3	-2.4	31	0-0	-	0.9	18	1.1	5	Nil	N/A	112

Computer Selections of Australian Shares based upon our Comprehensive Share Selection Criteria

For an explanation of this table see the *Share Selection Methods* report sent to all new subscribers or available from our website. These shares are not formal "buy" and "sell" recommendations, but the "Under-Valued", "Best Performing" and "Income" shares should be considered for purchase, while the "Over-Valued" and "Worst Performing" shares can generally be sold to release money for re-investment in more attractive shares.

UNDER-VALUED SHARES: Lowest Price/Sales, Yld > 0, Rel Strength > 0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Optima ICM Ltd	7	+4.2	+7.7	34	0-0	-	0.9	6	3.4	14	5.5	0.09	7
Danks Holdings	950	+5.3	-0.7	31	2-0	-	1.1	7	0.3	16	4.6	0.11	62
Adtrans Group	459	+11.6	-0.7	19	2-1	-	2.5	20	0.4	13	5.1	0.17	110
Lindsay Aust	26	+11.2	-3.2	20	1-1	1	1.2	11	1.7	11	6.2	0.21	38
Atlas Grp Hold.	93	+1.8	-0.2	41	1-1	-	1.9	-	0.9	NE	3.2	0.23	96
Wilson Leaders	118	+0.8	+0.1	45	0-2	-	0.8	18	0.9	5	6.8	0.23	72
Raptis Group	119	+3.2	-2.2	37	0-0	-	4.4	68	0.9	6	8.4	0.26	84
Tag Pacific	36	+1.8	-1.0	42	0-0	-	0.9	24	1.7	4	2.1	0.27	24
Colorpak Ltd	55	+2.1	+3.1	40	3-0	-	9.2	-	1.3	4	5.0	0.30	21
Thomas & Coffey	98	+11.2	-2.4	20	7-0	-	4.3	29	1.2	14	3.6	0.33	72
B&B Power	295	+0.9	-7.4	45	0-0	-	1.3	-	0.8	NE	4.7	0.34	2,037
PeopleBank Aust	115	+1.5	-1.5	42	2-1	-	10.5	96	1.0	11	5.7	0.34	47
Folkestone Ltd	94	+8.7	+1.6	24	2-0	-	1.3	19	0.9	7	6.9	0.35	29
Caltex Austrlia	2449	+0.3	-3.6	46	1-0	10	2.8	20	0.5	14	3.3	0.36	6,612
KLM Group Ltd	74	+19.2	+2.9	12	1-2	-	4.9	41	1.3	12	4.1	0.37	44
A.P. Eagers	1605	+19.6	-4.2	11	7-0	1	2.0	12	0.2	17	2.7	0.37	434
Queste Comm's	40	+0.2	-2.0	47	2-0	-	0.6	20	1.5	3	5.1	0.38	11
Data 3 Ltd	700	+11.8	-1.0	19	2-3	-	8.8	58	0.5	15	3.7	0.38	109
Lemarne Corp	296	+4.8	+4.1	32	1-0	-	0.9	18	0.5	5	6.3	0.40	28
Tamawood Ltd	296	+15.2	+5.0	15	2-0	-	3.6	59	0.6	6	6.6	0.41	52
Lighting Corp.	84	+6.7	-0.8	28	1-0	-	3.0	28	1.0	11	5.6	0.43	75
Ambertech Ltd	74	+11.7	+1.8	19	0-0	-	1.5	10	1.1	15	4.1	0.44	23
AV Jennings	128	+1.6	-0.7	42	0-0	-	1.1	5	0.9	24	5.9	0.46	288
Cadence Capital	116	+0.2	-0.7	47	0-5	-	0.8	17	1.0	5	3.4	0.46	31
Maxi TRANS	65	+0.5	-0.3	46	0-0	4	2.6	19	1.1	14	6.2	0.47	112
W'bool Cheese	450	+10.1	-2.0	22	0-0	1	1.7	9	0.6	18	2.5	0.47	176
TransMetro Corp	90	+11.7	-4.6	19	0-0	-	1.0	18	0.9	5	3.3	0.48	12
Becker Group	40	+13.5	-3.8	17	0-0	-	2.0	18	1.6	11	3.8	0.49	26
Souls Priv Equ	23	+5.5	-3.1	30	5-0	-	0.8	67	1.9	1	2.2	0.49	137
Berklee Ltd	50	+1.9	+2.2	41	0-0	-	0.6	2	1.2	29	4.0	0.49	7
Crane Group	1753	+7.2	-1.6	27	0-0	8	4.2	12	0.5	34	3.4	0.51	1,051
CostaExchange	88	+2.7	+0.7	38	2-0	-	5.5	14	1.1	39	1.7	0.52	130
Ruralco Hold.	404	+4.8	-2.4	32	5-0	-	2.8	13	0.5	22	3.7	0.54	181
Futuris Corp.	236	+5.3	-4.6	31	3-4	8	2.0	11	0.9	17	4.0	0.56	1,728
Gazal Corp	240	+1.2	+0.7	44	7-0	-	4.1	29	0.6	14	5.8	0.57	146
Candle Aust.	318	+1.3	-1.8	43	0-1	7	7.8	62	0.8	13	6.0	0.57	170
Homeloans Ltd	86	+9.2	-8.2	23	0-0	-	-	-	1.1	17	5.8	0.58	43
ITX Group	109	+43.3	+11.9	3	2-0	-	-	-	1.3	13	0.9	0.59	55
Chalmers	400	+4.6	-1.6	33	1-0	-	1.2	17	0.6	7	5.0	0.60	23
AJ Lucas	247	+42.5	+0.9	3	0-0	-	11.2	54	1.1	21	1.0	0.62	134
BSA Ltd	55	+21.0	-4.8	11	7-1	-	4.2	39	1.4	11	5.8	0.62	99
Roberts Ltd	250	+0.0	-0.0	48	0-0	-	3.0	23	0.7	13	5.7	0.63	129
Nat'l Can	180	+2.7	-0.0	38	3-0	-	-	-	0.8	10	6.1	0.65	120
McPherson's Ltd	330	+9.0	-6.3	24	0-0	4	-	-	0.6	10	5.8	0.66	213
Graincorp	1034	+10.2	-5.3	21	0-2	5	1.5	8	0.4	19	4.8	0.72	588
Zicom Group	38	+17.6	-8.4	13	8-0	-	3.5	39	2.3	9	9.2	0.72	69
Symbion Health	430	+3.5	-2.9	36	0-0	11	-	-	0.6	34	2.2	0.73	2,782
Qantas Airways	565	+5.3	-2.2	31	0-1	11	1.9	12	0.5	16	5.3	0.74	11,215
RCR Tomlinson	236	+5.4	-0.2	31	2-3	1	2.9	19	0.8	15	2.1	0.75	271
Straits Res.	416	+9.0	-2.8	24	3-5	5	3.4	15	0.8	22	2.4	0.78	749
HGL Limited	219	+3.4	-2.6	37	0-0	-	1.6	14	0.6	12	5.3	0.79	105
Wrigdways Aust	281	+11.6	+0.4	19	1-1	-	20.1	-	0.7	15	5.3	0.79	90
SuperCheap Auto	468	+9.1	-4.8	23	1-0	7	8.8	40	0.5	22	2.2	0.80	498
Oroton Group	300	+11.4	-7.9	19	14-0	1	6.3	7	0.8	84	1.7	0.81	128
Beyond Int'l	95	+3.0	-1.4	37	0-0	-	2.2	17	1.1	13	4.2	0.82	56
Walter Div Serv	231	+12.7	-8.1	18	2-0	-	8.6	52	0.8	16	2.1	0.82	181
Pro-Pac Pack.	50	+14.7	+6.3	16	0-0	-	5.0	28	1.3	18	4.0	0.82	22
Woolworths Ltd	2995	+4.4	-0.4	33	0-0	13	-	-	0.4	28	2.5	0.85	36,196
Pacific Brands	309	+5.8	-5.4	30	0-0	10	-	-	0.7	15	5.3	0.85	1,552
Bluescope Steel	1045	+4.3	-3.5	34	1-0	13	-	-	0.6	11	4.5	0.86	7,668
Ausdrill Ltd	240	+11.3	-9.3	19	0-0	2	2.2	18	0.8	12	3.8	0.86	317
Schaffer Corp	905	+12.3	+1.3	18	0-0	1	2.7	21	0.5	12	5.5	0.86	128
Structural Syst	265	+17.3	-7.3	13	2-8	-	4.4	32	0.6	14	3.8	0.87	123
Watpac Ltd	540	+21.8	-9.1	10	0-1	1	4.1	17	0.6	24	2.2	0.87	428
Ambition Group	170	+6.5	-10.0	28	0-0	-	7.4	51	0.7	14	2.6	0.90	53
Ludowici Ltd	745	+1.1	-2.9	44	2-2	-	3.4	22	0.4	16	5.0	0.91	132
IiNet	167	+15.5	-18.5	14	3-1	6	9.3	79	0.9	12	3.6	0.91	210
Tutt Bryant Grp	170	+5.8	-4.1	30	1-0	1	2.4	14	0.8	17	3.2	0.92	221
MacMahon Hold	158	+28.4	+3.2	7	1-0	7	-	-	1.1	28	1.9	0.92	829
Onesteel Ltd	650	+11.2	-6.8	20	0-0	11	2.7	14	0.7	20	2.2	0.92	3,700

BEST PERFORMING SHARES: Strongest Shares, P/E < 20, P/S < 1.0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
ITX Group	109	+43.3	+11.9	3	2-0	-	-	-	1.0	13	0.9	0.59	55
Artist & Enter.	5	+30.4	-12.0	7	0-0	-	-	-	2.8	19	Nil	0.99	6
Garratt's Ltd	16	+22.4	-14.5	10	2-0	-	-	-	1.7	12	Nil	0.33	4
Lifestyle Com.	14	+21.4	-32.8	10	0-0	-	14.0	-	1.8	0	Nil	0.18	2
BSA Ltd	55	+21.0	-4.8	11	7-1	-	4.2	39	1.0	11	5.8	0.62	99
Omnitech Hold.	8	+21.0	-27.3	11	0-0	-	0.4	22	2.6	2	Nil	0.12	4
A.P. Eagers	1605	+19.6	-4.2	11	7-0	1	2.0	12	0.2	17	2.7	0.37	434
KLM Group Ltd	74	+19.2	+2.9	12	1-2	-	4.9	41	1.0	12	4.1	0.37	44
Zicom Group	38	+17.6	-8.4	13	8-0	-	3.5	39	1.8	9	9.2	0.72	69
Structural Syst	265	+17.3	-7.3	13	2-8	-	4.4	32	0.4	14	3.8	0.87	123
IiNet	167	+15.5	-18.5	14	3-1	6	9.3	79	0.7	12	3.6	0.91	210
Tamawood Ltd	296	+15.2	+5.0	15	2-0	-	3.6	59	0.4	6	6.6	0.41	52
Pro-Pac Pack.	50	+14.7	+6.3	16	0-0	-	5.0	28	1.0	18	4.0	0.82	22
Int'l Equities	6	+14.7	-9.4	16	0-0	-	0.9	22	2.9	4	Nil	0.51	8
Aircrusing Aust	19	+14.3	+1.4	17	1-0	-	0.8	6	1.4	12	Nil	0.32	2
Becker Group	40	+13.5	-3.8	17	0-0	-	2.0	18	1.2	11	3.8	0.49	26
Farm Pride Food	50	+13.5	+5.8	17	0-0	-	1.5	15	0.9	10	Nil	0.23	19
Walter Div Serv	231	+12.7	-8.1	18	2-0	-	8.6	52	0.7	16	2.1	0.82	181
Sietel Ltd	148	+12.4	-3.1	18	0-0	-	0.7	13	0.6	6	Nil	0.31	12
Schaffer Corp	905	+12.3	+1.3	18	0-0	1	2.7	21	0.4	12	5.5	0.86	128
Data 3 Ltd	700	+11.8	-1.0	19	2-3	-	8.8	58	0.5	15	3.7	0.38	109
Ambertech Ltd	74	+11.7	+1.8	19	0-0	-	1.5	10	0.8	15	4.1	0.44	23
TransMetro Corp	90	+11.7	-4.6	19	0-0	-	1.0	18	0.6	5	3.3	0.48	12
Adtrans Group	459	+11.6	-0.7	19	2-1	-	2.5	20	0.3	13	5.1	0.17	110
Wrigdways Aust	281	+11.6	+0.4	19	1-1	-	20.1	-	0.5	15	5.3	0.79	90
Ausdrill Ltd	240	+11.3	-9.3	19	0-0	2	2.2	18	0.6	12	3.8	0.86	317
Thomas & Coffey	98	+11.2	-2.4	20	7-0	-	4.3	29	1.0	14	3.6	0.33	72
Lindsay Aust	26	+11.2	-3.2	20	1-1	1	1.2	11	1.2	11	6.2	0.21	38
Onesteel Ltd	650	+11.2	-6.8	20	0-0	11	2.7	14	0.6	20	2.2	0.92	3,700
Graincorp	1034	+10.2	-5.3	21	0-2	5	1.5	8	0.3	19	4.8	0.72	588
W'bool Cheese	450	+10.1	-2.0	22	0-0	1	1.7	9	0.5	18	2.5	0.47	176
Homeloans Ltd	86	+9.2	-8.2	23	0-0	-	-	-	0.8	17	5.8	0.58	43
McPherson's Ltd	330	+9.0	-6.3	24	0-0	4	-	-	0.5	10	5.8	0.66	213
Folkestone Ltd	94	+8.7	+1.6	24	2-0	-	1.3	19	0.6	7	6.9	0.35	29
Sims Group Ltd	3000	+8.7	-2.2	24	1-3	9	6.1	32	0.5	19	3.5	0.99	3,735
ABB Grain Ltd	740	+7.1	-5.5	27	3-2	3	2.0	12	0.3	16	4.1	0.93	1,069
Lighting Corp.	84	+6.7	-0.8	28	1-0	-	3.0	28	0.7	11	5.6	0.43	75
Ambition Group	170	+6.5	-10.0	28	0-0	-	7.4	51	0.5	14	2.6	0.90	53
Brandrill	27	+6.1	+0.1	29	3-0	-	2.7	21	1.5	12	Nil	0.81	101
Tutt Bryant Grp	170	+5.8	-4.1	30	1-0	1	2.4	14	0.7	17	3.2	0.92	221
Pacific Brands	309	+5.8	-5.4	30	0-0	10	-	-	0.6	15	5.3	0.85	1,552
HFA Accelerator	110	+5.5	-4.7	30	1-0	-	0.7	-	0.7	0	Nil	0.17	215
Souls Priv Equ	23	+5.5	-3.1	30	5-0	-	0.8	67	1.3	1	2.2	0.49	137
RCR Tomlinson	236	+5.4	-0.2	31	2-3	1	2.9	19	0.7	15	2.1	0.75	271
Qantas Airways	565	+5.3	-2.2	31	0-1	11	1.9	12	0.4	16	5.3	0.74	11,215
Danks Holdings	950	+5.3	-0.7	31	2-0	-	1.1	7	0.2	16	4.6	0.11	62
Futuris Corp.	236	+5.3	-4.6	31	3-4	8	2.0	11	0.7	17	4.0	0.56	1,728
Lemarne Corp	296	+4.8	+4.1	32	1-0	-	0.9	18	0.4	5	6.3	0.40	28
Chalmers	400	+4.6	-1.6	33	1-0	-	1.2	17	0.5	7	5.0	0.60	23
Bluescope Steel	1045	+4.3	-3.5	34	1-0	13	-	-	0.5	11	4.5	0.86	7,668
Optima ICM Ltd	7	+4.2	+7.7	34	0-0	-	0.9	6	2.4	14	5.5	0.09	7
HGL Limited	219	+3.4	-2.6	37	0-0	-	1.6	14	0.5	12	5.3	0.79	105
Raptis Group	119	+3.2	-2.2	37	0-0	-	4.4	68	0.7	6	8.4	0.26	84
Beyond Int'l	95	+3.0	-1.4	37	0-0	-	2.2	17	0.9	13	4.2	0.82	56
Housewares Int.	220	+3.0	-9.2	38	0-0	6	3.9	24	0.6	16	Nil	0.74	275
Hudson Invest.	5	+3.0	-2.7	38	0-0	-	0.6	11	3.0	5	Nil	0.77	12
Nat'l Can	180	+2.7	-0.0	38	3-0	-	-	-	0.6	10	6.1	0.65	120
CMA Corporation	49	+2.1	-3.2	40	0-0	-	3.5	30	1.0	12	Nil	0.32	155
Colorpak Ltd	55	+2.1	+3.1	40	3-0	-	9.2	-	1.0	4	5.0	0.30	21
Tag Pacific	36	+1.8	-1.0	42	0-0	-	0.9	24	1.2	4	2.1	0.27	24
PeopleBank Aust	115	+1.5	-1.5	42	2-1	-	10.5	96	0.8	11	5.7	0.34	47
Candle Aust.	318	+1.3	-1.8	43	0-1	7	7.8	62	0.7	13	6.0	0.57	170
Gazal Corp	240	+1.2	+0.7	44	7-0	-	4.1	29	0.5	14	5.8	0.57	146
Bill Express	18	+1.1	-9.6	44	0-0	-	1.5	11	1.6	13	Nil	0.07	70
Ludowici Ltd	745	+1.1	-2.9	44	2-2	-	3.4	22	0.4	16	5.0	0.91	132
Wilson Leaders	118	+0.8	+0.1	45	0-2	-	0.8	18	0.7	5	6.8	0.23	72
Freedom Nut'l	48	+0.7	-1.1	45	11-0	-	3.4	23	0.9	15	Nil	0.45	21
Maxi TRANS	65	+0.5	-0.3	46	0-0	4	2.6	19	0.8	14	6.2	0.47	112
Caltex Austrlia	2449	+0.3	-3.6	46	1-0	10	2.8	20	0.4	14	3.3	0.36	6,612
Queste Comm's	40	+0.2	-2.0	47	2-0	-	0.6	20	1.1	3	5.1	0.38	11

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
INCOME SHARES: Highest Yields, Capitalisation > A$250 million													
Macquarie Media	287	-0.1	+0.0	50	0-0	-	-	-	0.5	27	15.9	1.44	598
City Pacific	375	-5.5	-0.8	69	0-0	-	2.8	37	0.4	8	12.0	1.71	564
Record Realty	93	-0.3	+1.4	51	0-0	2	0.9	18	0.7	5	11.9	3.24	356
Chal Infra Fund	130	-0.0	+0.0	50	0-0	5	-	-	0.6	NE	10.9	3.78	312
Rubicon Europe	90	-5.0	-3.3	68	1-0	4	0.8	17	0.7	5	10.5	5.19	386
Rubicon America	104	-2.0	-2.3	57	1-0	2	0.9	23	0.7	4	10.3	2.03	408
Mirvac Ind Trt	99	-0.6	-2.0	53	0-1	2	1.0	13	1.3	7	9.8	3.80	366
Charter Hall Gr	108	+0.1	-0.0	48	0-0	-	-	-	0.7	11	9.7	9.20	472
MFS Diversified	90	-1.0	-0.9	54	0-0	-	1.2	2	0.6	62	9.4	1.93	376
Centro America	109	-4.1	-3.2	65	0-1	8	1.1	15	0.7	7	9.4	5.52	1,115
Envestra	109	-3.7	-0.8	64	1-0	6	-	-	0.6	NE	8.8	2.77	925
B & B Infrastr.	164	-5.0	-2.3	68	1-0	8	-	-	0.5	28	8.7	2.40	3,021
Zinifex Ltd	1639	+6.4	-4.6	28	0-2	13	3.1	32	0.7	10	8.5	4.14	7,980
CVC Limited	179	+0.2	-1.1	47	7-0	-	0.9	9	0.6	10	8.4	9.82	307
Multiplex Acum.	129	+2.0	-1.3	40	4-0	1	1.0	11	0.7	9	8.3	7.12	262
Macquarie DDR	121	-1.6	-1.1	56	0-0	6	1.0	17	0.6	6	8.3	4.09	1,120
Ale Property	397	+3.9	-3.1	35	4-0	1	1.2	32	0.3	4	8.2	7.01	360
Deutsche Ind Tr	196	+0.0	-0.0	48	0-0	-	1.2	10	0.4	12	8.1	6.49	663
AWB Limited	260	-0.1	-7.1	51	1-0	7	-	-	0.5	9	7.7	0.19	900
Transurban Grp	705	-3.4	-4.1	63	5-2	7	2.0	-	0.3	NE	7.7	9.55	7,532
Centro Retail	167	-2.2	-1.6	58	2-0	6	0.9	12	0.6	7	7.6	4.67	1,888
B & B Wind Part	165	+1.6	-5.7	42	1-0	6	2.2	2	0.7	129	7.6	8.02	949
Macquarie C'Wde	206	-2.9	-2.3	61	1-1	8	1.0	19	0.4	5	7.6	8.50	2,712
Spec Fashion	166	-3.1	+0.7	62	0-0	-	33.1	-	0.8	13	7.6	0.62	327
Mirvac REIT	140	+1.2	+0.3	44	0-0	2	1.1	20	0.4	6	7.4	N/A	878
INSIDER BUYING: Most Insider Buying, Relative Strength > 0													
Auspine Ltd	614	+21.5	-11.9	10	14-0	-	1.2	-	0.3	NE	2.8	1.41	331
Oroton Group	300	+11.4	-7.9	19	14-0	1	6.3	7	0.6	84	1.7	0.81	128
Helix Resources	24	+15.1	+1.7	15	12-0	-	-	-	1.3	NE	Nil	N/A	27
Solagran Ltd	109	+26.5	-28.1	8	11-0	-	54.5	-	0.6	NE	Nil	N/A	127
Freedom Nut'l	48	+0.7	-1.1	45	11-0	-	3.4	23	0.7	15	Nil	0.45	21
TFS Corporation	98	+40.5	-3.9	4	9-0	-	2.7	33	0.8	8	3.5	3.52	159
Investika Ltd	470	+7.8	-19.9	26	9-0	-	2.6	-	0.6	NE	Nil	N/A	64
Biota Holdings	174	+5.2	-1.6	31	9-0	-	4.4	28	0.7	16	Nil	5.68	317
Cochlear Ltd	7138	+4.3	+1.7	34	8-0	12	85.0	-	0.3	39	1.8	6.99	3,909
Shield Mining	32	+29.3	-18.5	7	8-0	-	-	-	1.0	NE	Nil	N/A	8
Zicom Group	38	+17.6	-8.4	13	8-0	-	3.5	39	1.6	9	9.2	0.72	69
A.P. Eagers	1605	+19.6	-4.2	11	7-0	1	2.0	12	0.1	17	2.7	0.37	434
Equity Trustees	3100	+9.1	-5.8	23	7-0	2	12.4	42	0.2	30	2.4	7.34	243
CVC Limited	179	+0.2	-1.1	47	7-0	-	0.9	9	0.6	10	8.4	9.82	307
Ind Minerals	43	+14.4	-7.7	16	7-0	-	-	-	1.0	NE	Nil	N/A	3
Tamaya Res.	26	+19.3	-4.2	12	7-0	-	-	-	1.8	NE	Nil	3.63	86
Icon Resources	29	+12.5	-30.3	18	7-0	-	-	-	1.0	NE	Nil	N/A	12
Thomas & Coffey	98	+11.2	-2.4	20	7-0	-	4.3	29	0.8	14	3.6	0.33	72
Entek Energy	18	+4.1	-2.4	34	7-0	-	-	-	1.3	13	Nil	3.02	19
Rialto Energy	45	+34.6	+0.7	5	7-0	-	-	-	1.0	NE	Nil	N/A	4
Gazal Corp	240	+1.2	+0.7	44	7-0	-	4.1	29	0.4	14	5.8	0.57	146

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
Jupiter Energy	12	+32.2	-51.9	6	8-1	-	-	-	1.5	NE	Nil	N/A	10
Horizon Oil Ltd	33	+7.0	-4.8	27	8-1	2	-	-	1.3	NE	Nil	N/A	243
Reed Resources	65	+8.9	+6.4	24	8-1	-	-	-	0.8	NE	Nil	N/A	52
Image Resources	217	+4.8	-4.5	32	9-2	-	-	-	1.1	NE	Nil	N/A	132
Milton Corp.	2444	+3.2	+0.6	37	6-0	-	1.1	6	0.2	18	3.3	N/A	2,012
Aberdeen Leader	200	+4.6	-0.8	33	6-0	-	1.0	10	0.5	10	4.0	7.19	114
Gulfx Ltd	9	+5.5	-2.0	30	6-0	-	-	-	1.5	NE	Nil	N/A	5
Pluton Resource	85	+76.1	-26.3	1	6-0	-	7.1	0	0.8	NE	Nil	N/A	45
Karmelsonix Ltd	20%	+247.0	+49.3	0	6-0	-	20.0	-	1.2	NE	Nil	N/A	41
Tidewater Inv	80	+9.9	+0.1	22	6-0	-	1.1	27	0.5	4	3.1	1.44	14
Probiotec Ltd	122	+6.7	+0.7	28	6-0	-	2.3	20	0.7	11	Nil	1.05	57
Bow Energy Ltd	14	+7.8	+4.8	26	6-0	-	-	-	2.0	NE	Nil	N/A	10
Carpathian Res.	26	+77.5	-77.0	1	6-0	-	-	-	1.1	NE	Nil	N/A	35
Brickworks Ltd	1390	+1.0	-2.5	44	6-0	3	2.5	14	0.2	18	2.6	3.47	1,844
Div. United Inv	387	+5.4	-1.6	30	6-0	-	1.0	3	0.4	29	3.1	N/A	478
Marion Energy	100	+37.4	-15.8	4	6-0	-	-	-	0.5	NE	Nil	N/A	192
BSA Ltd	55	+21.0	-4.8	11	7-1	-	4.2	39	0.8	11	5.8	0.62	99
BHP Billiton	3975	+15.4	+0.5	15	8-2	13	6.6	78	0.6	8	1.4	2.38	133,404
Intermin Res	32	+15.6	-15.5	14	8-2	-	-	-	1.1	15	Nil	6.39	29
IM Medical Ltd	7	+78.7	+39.1	1	5-0	-	-	-	1.8	NE	Nil	N/A	68
Bass St Oil Coy	10	+11.0	+3.0	20	5-0	-	-	-	1.5	NE	Nil	6.83	13
Venus Resources	65	+7.4	+0.2	27	5-0	-	-	-	1.0	NE	Nil	N/A	N/A
Ruralco Hold.	404	+4.8	-2.4	32	5-0	-	2.8	13	0.3	22	3.7	0.54	181
Djerriwarrh	500	+2.9	-0.2	38	5-0	-	1.0	9	0.3	11	5.2	N/A	1,007
Salmat Ltd	470	+11.1	+0.1	20	5-0	7	47.0	-	0.4	21	3.5	1.04	551
Cromwell Group	127	+6.1	+0.2	29	5-0	2	1.6	1	0.4	130	4.2	9.79	889
Visionmed Group	2	+14.7	-8.4	16	5-0	-	-	-	3.6	NE	Nil	7.39	5
Gulf Resources	23	+4.5	-11.6	33	5-0	-	-	-	1.1	NE	Nil	N/A	6
Finbar Group	80	+4.9	+3.6	32	5-0	-	1.8	5	0.6	36	10.0	9.26	109
Marengo Mining	33	+10.9	-12.4	20	5-0	-	-	-	1.4	NE	Nil	N/A	21
Souls Priv Equ	23	+5.5	-3.1	30	5-0	-	0.8	67	1.0	1	2.2	0.49	137
Ironbark Gold	80	+27.1	-39.3	8	5-0	-	-	-	1.0	NE	Nil	N/A	N/A
Avexa Limited	62	+4.4	-7.5	33	5-0	2	2.7	-	0.8	NE	Nil	N/A	172
Westgold Res.	37	+0.9	-8.6	45	5-0	-	-	-	1.2	27	Nil	N/A	28
United Group	1813	+10.3	-1.7	21	5-0	8	-	-	0.5	27	2.6	0.98	2,496
Prophecy Int'l	39	+1.9	+0.9	41	5-0	-	3.5	42	0.9	9	9.0	3.31	17
Reward Minerals	48	+10.5	-35.3	21	7-2	-	-	-	1.0	NE	Nil	N/A	14
Photon Group	625	+3.7	-0.4	36	4-0	6	-	-	0.5	28	3.7	1.51	465
Agenix Limited	17	+30.3	+5.3	7	4-0	-	4.1	-	1.2	NE	Nil	N/A	35
Multiplex Acum.	129	+2.0	-1.3	40	4-0	1	1.0	11	0.7	9	8.3	7.12	262
Monarch Gold M.	32	+4.9	-5.9	32	4-0	-	-	-	1.3	NE	Nil	N/A	81
Global Mining I	174	+14.4	-5.1	16	4-0	-	0.8	4	0.6	19	3.4	8.41	274
Brickworks Inv.	143	+1.3	-1.3	43	4-0	-	0.9	4	0.5	24	3.7	N/A	361
Regis Resources	9	+0.6	-3.8	46	4-0	-	-	-	2.0	NE	Nil	N/A	65
Aspen Group Ltd	253	+9.1	-1.8	23	4-0	2	2.0	25	0.4	8	5.0	5.92	606
Proto Resources	32	+10.4	+12.8	21	4-0	-	-	-	1.0	NE	Nil	N/A	N/A
Ale Property	397	+3.9	-3.1	35	4-0	1	1.2	32	0.3	4	8.2	7.01	360
Yilgarn Gold	22	+34.9	-10.5	5	4-0	-	-	-	1.7	NE	Nil	N/A	43
ING Priv Equity	102	+2.7	-0.1	38	4-0	-	0.7	10	0.7	7	7.4	9.92	44

"Neglect" Ratings of NZ Shares

"Neglected" Shares = 1-2 Brokers, "Moderately Followed" Shares = 3-4 Brokers, "Widely Followed" Shares = 5 or more Brokers.

Company	No. of Brokers Following Company	Market Capitalisation (NZ$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (NZ$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (NZ$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (NZ$ Mill.)
AMP Onyx Mgmt	4	881	Freightways Ltd	4	494	PGG Wrightsons	3	543	Sky Network TV	5	2,125
Abano Health.	1	77	Guinness Peat	2	2,606	POD Ltd	1	22	Sky City Ltd	10	1,893
Air New Zealand	5	2,261	Hallenstein G.	4	270	Port Tauranga	5	938	Software of Exc	1	65
Akd Int Airport	7	3,775	Hellaby Hold.	2	130	Postie Plus Grp	1	30	South Port NZ	1	71
Allied Work.	1	28	Horizon Energy	1	84	Property F Ind.	4	300	Steel & Tube	5	406
Briscoe Group	4	320	ING Property	3	634	Provenco Group	2	81	TeamTalk Ltd	1	47
Cabletalk Group	1	10	Infratil NZ	2	1,447	Pumpkin Patch	5	558	Telecom Corp	10	8,848
CanWest Media.	3	601	Kiwi Property	4	1,057	Rakon Ltd	2	593	Tenon Ltd	2	134
Cavalier Corp	3	210	Lyttelton Port	3	230	Renaissance	1	30	Tourism Hold.	4	229
Comvita	1	60	Mainfreight Grp	5	690	Restaurant Brds	4	83	Tower Limited	5	428
Contact Energy	6	5,277	Methven Limited	2	135	Rubicon Limited	2	237	Trust Power Ltd	3	2,616
Delegat's Group	3	263	Michael Hill	4	389	Ryman Health.	4	1,005	Turners & Grow.	1	208
Ebos Group Ltd	2	177	NZ Exchange Ltd	2	224	Sanford Limited	4	428	Turners Auction	2	33
F & P Appliance	5	1,040	NZ Refining Co	2	1,800	Scott Tech. Ltd	1	46	Vector Ltd	4	2,410
F & P Health.	5	1,815	Nat Property Tr	4	80	Seeka Kiwifruit	1	45	Wakefield Hlth	1	106
Fletcher Build.	6	5,946	Nuplex Indust	5	559	Skellerup Hold.	3	104	Warehouse Group	6	1,796

"Neglect" Ratings of Australian Shares

"Neglected" Shares = 1-4 Brokers, "Moderately Followed" Shares = 5-10 Brokers, "Widely Followed" Shares = 11 or more Brokers.

Company	No. of Brokers Following Company	Market Capital-isation (NZ$ Mill.)
A.P. Eagers	1	434
ABB Grain Ltd	3	1,069
ABC Learning	6	2,701
AED Oil Ltd	6	838
AMP Ltd	11	20,139
ANZ Bank	16	52,195
APA Group	7	1,632
APN News Media	10	2,463
APN Property	1	388
ARB Corporation	4	280
ARC Energy	4	460
ASX Limited	12	8,406
AWB Limited	7	900
AXA Asia Pac	12	13,092
Abacus Property	2	1,128
Acrux Ltd	1	200
Adcorp Aust.	1	19
Adelaide Bank	15	1,731
Adelaide Bright	8	1,990
Aditya Birla	6	971
Aevum Ltd	3	341
Ale Property	1	360
Alesco Corp Ltd	9	971
Allco Finance	7	2,863
Altium Limited	1	85
Alumina Ltd	12	8,103
Amalgamated Hld	1	821
Amcor Ltd	12	6,535
Amcom Telecom.	2	96
Ansell Ltd	6	1,967
Antares Energy	1	66
Anzon Australia	3	563
Aristocrat Leis	11	6,319
Arrow Energy	2	1,373
Aspen Group Ltd	2	606
Ausdrill Ltd	2	317
Aust Education	4	150
Aust Wealth Mgt	8	1,468
Austbrokers	6	216
Austereo Group	11	775
Australand Prop	2	2,290
Aust Pharm. Ind	2	513
Austar United	9	1,855
Aust W'wide Exp	13	1,395
Austal Limited	4	699
Austindo Res	1	21
Aust Infra.	7	1,301
Aust Agricult.	4	686
Avexa Limited	2	172
Avoca Resources	6	252
B & B Infrastr.	8	3,021
B & B Env. Inv.	1	59
B & B Wind Part	6	949
B&B Japan Prop.	4	880
BHP Billiton	13	%133,404
Babcock & Brown	5	6,498
Bank of Q'land	15	1,894
Beach Petroleum	4	1,237
Becton Prop Grp	4	645
Bemax Resources	1	207
Bendigo Bank	14	2,160
Bendigo Mining	3	55
Billabong Int'l	12	3,230
Blackmores Ltd	2	345
Bluescope Steel	13	7,668
Bolnisi Gold NL	1	782
Boom Logistics	10	452
Boral Limited	11	4,542
Bradken Ltd	7	1,106
Brambles Ltd	11	19,109
Bravura Sol.	4	214
Brickworks Ltd	3	1,844
Bunnings W/hse	6	711
C'wth Prop Off.	8	2,748
C.S.R. Ltd	10	2,804
CBH Resources	3	421
CDS Tech	1	36
CPI Group	2	24
CSL Limited	11	18,396
Cabcharge Ltd	12	1,198
Caltex Austrlia	10	6,612
Campbell Bros	4	1,397
Candle Aust.	7	170
Cardno Ltd	7	440
Carindale Prop	1	348
Cathrx Ltd	1	68
Cellnet Group	1	38
Centrebet Int'l	2	168
Centro America	8	1,115
Centro Retail	6	1,888
Centennial Coal	11	1,091
Chal Infra Fund	5	312
Chal Financial	11	3,291
Chandler McLeod	3	149
Clive Peeters	3	255
Clough Limited	2	276
Coal & Allied	3	6,928
Coates Hire	13	1,462
CocaCola Amatil	11	6,991
Cochlear Ltd	12	3,909
Codan Ltd	4	178
Coffey Int'l	6	382
Coles Group Ltd	12	17,374
Collection Hse	1	83
Com'wealth Bank	16	70,687
Commander Comm.	8	137
Computershare	12	5,850
ConnectEast Grp	7	2,081
Cons Rutile	2	216
Cons Minerals	6	981
Cooper Energy	1	126
Corp Express	13	1,373
Count Financial	7	721
Coventry Group	3	142
Crane Group	8	1,051
Credit Corp	7	459
Cromwell Group	2	889
DB Rreef Trust	8	5,644
DKN Financial	2	129
DUET Group	6	2,074
DWS Adv Bus Sol	5	361
Dark Blue Sea	1	73
David Jones	11	2,233
Dexion Ltd	4	140
Domino's Pizza	7	207
Dominion Mining	1	318
Downer EDI Ltd	7	2,038
E.R.G.	1	107
Emeco Holdings	6	855
Emperor Mines	1	71
Energy Develop.	7	499
Energy Resource	9	3,500
Envestra	6	925
Equigold NL	4	565
Equity Trustees	2	243
Espreon Ltd	1	60
FKP Limited	5	1,776
Fairfax Media	12	6,644
Fantastic Hold.	7	374
Felix Resources	5	976
Fleetwood Corp	5	479
Flight Centre	5	2,046
Fone Zone Group	1	92
Forest Ent Aust	1	241
Fortescue Metal	4	8,973
Foster's Group	12	12,480
Frigrite Ltd	1	28
Funtastic Ltd	5	193
Futuris Corp.	8	1,728
G.R.D. NL	2	479
G.U.D. Holdings	9	656
GBST Holdings	4	174
GPT Group	9	10,085
GWA Internat'l	6	1,260
Gale Pacific	1	48
Gandel R. (CFS)	6	3,954
Geodynamics Ltd	1	299
Gindalbie Met.	2	733
Globe Int'l Ltd	3	56
Gloucester Coal	5	338
Goodman Fielder	7	3,432
Graincorp	5	588
Grange Resource	1	214
Guinness Peat	1	1,994
Gunns Ltd	7	1,237
HFA Holdings	4	384
Harvey Norman	11	5,924
Hast Div Util	3	633
Hastie Group	6	475
Healthscope	13	1,313
Heartware Ltd	1	116
Henderson Group	5	9,116
Highland Pac.	1	74
Hills Indust.	6	1,056
Home Bldg Soc.	1	285
Horizon Oil Ltd	2	243
Housewares Int.	6	275
Hpal Limited	4	293
Hutchison Tel.	4	98
IBA Health Ltd	3	458
IBT Education	6	756
ING Office Fund	7	2,192
ING Indust Trt	6	2,957
ING Real Estate	1	412
IOOF Holdings	9	687
IiNet	6	210
Iluka Resources	14	1,349
Imdex Limited	3	239
Incitec Pivot	11	3,671
Independ. Group	6	653
Indophil Res.	1	330
Infomedia Ltd	1	199
Insurance Aust.	14	8,701
Int Research	2	70
Investa Prop.	4	4,561
Invocare Ltd	9	629
Iress Mkt Tech	11	885
JB Hi-Fi Ltd	13	1,397
Jabiru Metals	4	405
James Hardie	10	3,689
Jubilee Mines	9	2,097
Jumbuck Enter.	2	60
Just Group Ltd	10	992
K&S Corporation	3	235
Kagara Zinc Ltd	7	1,140
Keycorp ltd	2	27
Kingsgate Cons.	3	431
Korvest Ltd	1	48
Kresta Holdings	1	40
Lafayette Min.	1	12
Legend Corp.	1	46
Leighton Hold	8	13,476
Lend Lease Corp	7	7,890
Lihir Gold Ltd	12	4,289
Lindsay Aust	1	38
Lipa Pharm.	2	89
Lycopodium Ltd	4	148
M.Y.O.B. Ltd	6	478
MFS Limited	3	1,106
MacMahon Hold	7	829
Macarthurcook P	1	136
Macarthur Coal	11	1,282
Macarthur Cook	1	68
Macquarie Leis.	5	709
Macquarie DDR	6	1,120
Macquarie C Tel	1	20
Macquarie Bank	10	18,780
Macquaries C&I	7	2,310
Macquarie Air.	9	7,889
Macquarie C'Wde	8	2,712
Macquarie Off.	8	3,249
Macquarie Infra	10	8,423
Marybor'gh Suga	1	43
Matrix Metals	1	72
Maxi TRANS	4	112
McGuigan Simeon	6	234
McMillan Shake.	3	302
McPherson's Ltd	4	213
Melbourne IT	5	270
Mermaid Marine	9	224
Minara Resource	9	2,697
Mincor Resource	5	702
Mineral Deposit	1	401
Mirvac Group	7	5,378
Mirvac Ind Trt	2	366
Mirvac REIT	2	878
Monadelphous Gr	6	1,074
Mortgage Choice	6	292
Multiplex Group	7	4,187
Multiplex Acum.	1	262
Murchison Metal	3	1,388
Nat'l Aust Bank	15	61,749
New Hope Corp.	2	1,707
Newcrest Mining	15	8,379
News Corp.	4	84,784
Nexus Energy	3	509
Nick Scali Ltd	4	218
Noni B Limited	1	141
Nufarm Limited	9	2,555
Oaks Hotel	2	207
Oakton Limited	10	495
Oil Search Ltd	12	4,076
Onesteel Ltd	11	3,700
Orica Ltd	12	8,702
Origin Energy	11	8,470
Oroton Group	1	128
Oxiana Ltd	17	4,639
PCH Group	3	194
PMP Limited	4	457
Pacifica Group	1	269
Pacific Brands	10	1,552
Pan Australian	2	783
Paperlin X Ltd	11	1,508
Peet Ltd	2	867
Penrice Soda	2	66
Peplin Ltd	2	164
Perilya Mines	6	744
Perpetual Ltd	10	3,103
Perseverance	8	78
Petsec Energy	1	216
Pharmaxis Ltd	4	744
Photon Group	6	465
Pipe Networks	3	189
Portman Limited	3	1,755
Primary Health	6	1,525
Prime TV	10	475
Pro Medicus Ltd	2	142
Pro Maintenance	10	394
Publishing & Br	10	12,579
Q.B.E. Insur.	13	27,485
QM Technologies	1	152
Qantas Airways	11	11,215
Queensland Gas	3	1,127
RCR Tomlinson	1	271
Ramsay Health	11	1,959
Realestate.com	2	697
Reckon Limited	5	180
Record Realty	2	356
Redflex Holding	5	280
Renison Cons	1	29
Resolute Mining	1	340
Resource Pac.	4	374
Retail Food Grp	2	134
Reverse Corp	3	388
Ridley Corp.	4	318
Rio Tinto Ltd	10	46,138
Riversdale Min.	1	596
Roc Oil Company	7	975
Ross Human Dir.	1	52
Rubicon Europe	4	386
Rubicon America	2	408
SAI Global Ltd	8	464
SDI Limited	2	61
SMS Mgmt & Tech	11	431
SP Ausnet	10	2,909
SP Telecom.	2	229
STW Comm Group	9	506
Sally Malay Min	7	708
Salmat Ltd	7	551
Santos Ltd	11	7,817
Schaffer Corp	1	128
Sedgman Ltd	2	518
Seek Ltd	11	2,444
Select harvest	3	354
Senetas Corp	1	78
Servcorp Ltd	2	404
Seven Network	11	2,742
Sigma Pharm.	14	1,474
Sims Group Ltd	9	3,735
Sino Gold Min.	7	940
Sirtex Medical	1	217
Skilled Group	5	595
Sonic Health	11	4,622
Soul Pattinson	1	2,219
Spotless Group	9	907
St Barbara Ltd	2	443
St George Bank	13	17,535
Staging Connect	2	131
Sthn Cross Brd.	11	1,268
Stockland	6	11,984
Straits Res.	5	749
Suncorp-Metway	14	18,072
Sunland Group	3	1,366
SuperCheap Auto	7	498
Sydney Gas Ltd	1	108
Sydney Attract.	3	132
Symbion Health	11	2,782
Tabcorp Holding	11	8,110
Talent2 Int'l	4	337
Tanami Gold NL	1	77
Tap Oil	6	274
Tassal Group	4	398
Tattersall's	10	5,606
Technology One	5	311
Telstra	15	53,132
Ten Network	11	1,041
Terramin Aust	2	179
The Reject Shop	8	353
Timbercorp	6	533
Tishman Speyer	6	803
Toll Holdings	12	9,177
Tox Free Sol.	3	148
Trafalgar Corp.	2	149
Transurban Grp	7	7,532
TransPacific In	9	3,124
Transfield Serv	9	2,601
Treasury Group	2	318
Trinity Group	4	540
Trust Company	1	382
Tutt Bryant Grp	1	221
UXC Limited	2	461
United Group	8	2,496
Unwired Group	2	108
VDM Group Ltd	2	281
Valad Property	8	1,097
Ventracor Ltd	1	162
Village Road.	1	752
Virgin Blue	9	2,260
Viridis Clean E	3	182
Vision Group	5	206
W'bool Cheese	1	176
WHK Group Ltd	8	498
Watpac Ltd	1	428
Wattyl Ltd	8	271
Wellcom Group	1	98
Wesfarmers Ltd	10	14,960
West Aust News	13	3,329
Westpac Banking	16	49,318
Western Areas	5	615
Westfield Group	9	38,245
Willmott Forest	1	94
Woodside Petrol	14	31,087
Woolworths Ltd	13	36,196
Worley Group	9	9,166
Wotif.com Hold.	7	1,008
Zinifex Ltd	13	7,980

Dividend$

Company	Cents per Share	Ex-Date	Pay-able	Tax Credit
AMP Property Trust	1.99	27-08	03-09	Nil
Auckland Int'l Airport	4.45	12-10	19-10	Full
Briscoe Group	3.50	21-09	28-09	Full
Broadway Industries	2.00	19-10	26-10	Full
Cavalier Corporation	10.50	28-09	05-10	Full
Colonial Motor Company	13.00	12-10	24-10	Full
Contact Energy	17.00	11-09	25-09	Full
Delegat's Group	4.50	12-10	26-10	Full
Ebos Group	13.00	19-10	26-10	Full
Fletcher Building	23.00	21-09	11-10	Full
Freightways	9.00	14-09	01-10	Full
ING Medical Properties	1.6415	13-09	20-09	Full
Just Water International	1.98	29-09	05-10	Full
Lyttelton Port Company	2.70	31-10	14-11	Full
MetLifeCare	12.00	04-09	11-09	Full
Michael Hill International	16.00	05-10	15-10	Full
Northland Port	6.00	14-09	21-09	Full
Nuplex Industries	20.50	05-10	19-10	2.00
NZ Experience	3.00	14-09	28-09	Full
NZ Refining Company	10.00	20-09	27-09	Full
NZ Wine Company	4.00	14-09	21-09	Full
Oyster Bay	5.00	02-11	15-11	Full
Port of Tauranga	14.00	21-09	05-10	Full
Port of Tauranga special	10.00	21-09	05-10	Full
Pyne Gould Corporation	12.00	14-09	25-09	Full
PGG Wrightson	8.00	16-08	05-10	Full
Renaissance Corporation	4.50	28-09	05-10	Full
Salvus Investment	4.50	07-08	12-10	Full
South Port NZ	5.00	28-09	05-11	Full
Steel & Tube Holdings	14.00	21-09	28-09	Full
Sky TV Network	5.00	31-08	07-09	Full
Taylors Group	6.00	14-09	28-09	Full
Team Talk	10.00	12-10	19-10	Full
Turners Auctions	1.50	14-09	21-09	Full
Turners Auctions special	8.00	14-09	21-09	Full
Vector	6.50	29-08	31-08	Full
	Australian Shares			
AJ Lucas Group	2.00	29-08	28-09	
Atlas South Sea Pearl	2.00	25-09	26-10	
Candle Australia	10.00	31-08	14-09	
Centennial Coal	4.00	17-09	05-10	
Computershare	9.00	31-08	21-09	
Devine	4.00	27-09	18-10	
Iluka Resources	10.00	25-09	19-10	
M2 Telecommunications	2.00	09-10	31-10	
Melbourne IT	6.00	17-09	19-10	
Ross Human Directions	2.00	17-09	12-10	
Skilled Group	14.00	18-09	16-10	
Technology One	2.23	31-08	21-09	
TFS Corporation	2.50	12-11	30-11	
The Reject Shop	14.00	24-09	12-10	

Current Issues

SHARE SPLIT

	Ratio	Ex-Date
Michael Hill International	10:1	19-11

Total Return Index for All Listed Shares

	Aug 6	2536.93	
	Aug 7	2554.59	
	Aug 8	2557.03	
	Aug 9	2553.69	
	Aug 10	2524.24	
Aug 13	2525.21	Aug 20	2476.16
Aug 14	2526.67	Aug 21	2474.34
Aug 15	2504.02	Aug 22	2468.34
Aug 16	2456.05	Aug 23	2482.68
Aug 17	2455.43	Aug 24	2478.18
Aug 27	2476.58	Sep 3	2473.04
Aug 28	2482.64	Sep 4	2478.10
Aug 29	2463.91	Sep 5	2485.85
Aug 30	2471.71	Sep 6	2487.26
Aug 31	2479.40	Sep 7	2490.21

Next Issue:

The next issue of *Market Analysis* will be emailed in four weeks time on Monday October 8, 2007.

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

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