

# International Investor

Issue No. 131

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## Inside International Investor

Stockmarket favourably positioned  
at new highs ..... 2

Investment Fund Survey: ..... 4 - 7  
NZ, Australia, Gold & Mining, Emerging Markets, Latin  
America, Far Eastern, Japan, Technology

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## World Stockmarket Forecasts

Stockmarket	One-Year Forecast	Fundamental Indicators	Technical Indicators	Monetary Indicators	Economic Indicators	Historical Performance (in US\$)			Share Index
						3 mths	6 mths	12 mths	
Australia _____	71%	Bullish	Bullish	Neutral	Bullish	+9.8%	+1.3%	+25.3%	5,409.20
Austria _____	46%	Bearish	Bullish	Neutral	Bearish	+12.6%	-3.0%	+35.2%	4,113.69
Belgium _____	67%	Neutral	Bullish	Bullish	Neutral	+11.2%	+8.3%	+36.7%	4,219.04
Canada _____	61%	Neutral	Bullish	Neutral	Neutral	+2.3%	+0.2%	+21.7%	12,340.47
Denmark _____	60%	Bearish	Bullish	Neutral	Neutral	+15.2%	+3.5%	+29.1%	426.53
Finland _____	65%	Neutral	Bullish	Bullish	Bearish	+8.6%	+1.2%	+31.0%	9,253.05
France _____	61%	Bearish	Bullish	Bullish	Bearish	+11.1%	+5.7%	+34.1%	3,857.91
Germany _____	60%	Bearish	Bullish	Bullish	Bearish	+13.8%	+7.3%	+37.2%	6,357.77
Ireland _____	65%	Bearish	Bullish	Bullish	Neutral	+15.2%	+11.6%	+40.6%	8,684.98
Italy _____	63%	Neutral	Bullish	Bullish	Bearish	+12.0%	+5.8%	+33.4%	31,149.00
Japan _____	44%	Bearish	Neutral	Neutral	Bearish	+2.3%	-8.7%	+14.3%	16,112.43
Netherlands _____	61%	Bearish	Bullish	Bullish	Bearish	+9.9%	+8.1%	+31.8%	492.96
New Zealand _____	70%	Neutral	Bullish	Neutral	Bullish	+9.0%	+10.0%	+6.8%	2,546.83
Norway _____	63%	Bearish	Bullish	Neutral	Bullish	+7.5%	-6.0%	+40.9%	346.08
Spain _____	66%	Neutral	Bullish	Bullish	Bearish	+20.2%	+19.3%	+48.2%	1,527.57
Sweden _____	63%	Bullish	Bullish	Bullish	Bearish	+19.4%	+9.9%	+43.9%	354.90
Switzerland _____	48%	Bearish	Bullish	Neutral	Bearish	+11.0%	+6.6%	+26.0%	8,735.82
Un. Kingdom _____	58%	Bullish	Bullish	Bearish	Bearish	+7.5%	+6.2%	+24.8%	6,208.40
USA _____	58%	Bearish	Bullish	Neutral	Bearish	+9.0%	+6.9%	+11.8%	1,380.90
Argentina _____	55%	Bearish	Bullish	Bullish	Bearish	+15.9%	+3.5%	+41.7%	6,546.71
Brazil _____	65%	Bearish	Bullish	Bullish	Bullish	+10.6%	+0.2%	+34.1%	40,719.92
Czech Rep. _____	64%	Neutral	Bullish	Bullish	Bearish	+9.7%	+1.7%	+25.7%	1,540.10
Chile _____	58%	Bearish	Bullish	Bearish	Bullish	+16.9%	+8.9%	+19.6%	11,322.80
China _____	50%	Bearish	Bullish	Bearish	Bearish	+21.6%	+11.1%	+83.2%	108.48
Greece _____	72%	Bearish	Bullish	Bullish	Bullish	+12.5%	+1.1%	+36.8%	4,260.72
Egypt _____	44%	Bearish	Bullish	Bearish	Neutral	+14.2%	+8.2%	+3.9%	2,218.24
Hong Kong _____	72%	Bearish	Bullish	Bullish	Bearish	+9.4%	+11.4%	+27.7%	18,891.14
Hungary _____	51%	Bearish	Bullish	Neutral	Neutral	+14.9%	-3.4%	+21.9%	23,399.03
India _____	50%	Bearish	Bullish	Neutral	Bearish	+23.5%	+8.9%	+59.8%	13,282.91
Indonesia _____	78%	Bearish	Bullish	Bullish	Neutral	+18.2%	+5.0%	+77.2%	1,664.84
Israel _____	46%	Bearish	Bullish	Neutral	Bearish	+18.7%	+4.0%	+31.1%	921.63
Korea _____	59%	Bearish	Bullish	Bullish	Bearish	+11.2%	-3.5%	+23.9%	1,395.73
Malaysia _____	65%	Bullish	Bullish	Neutral	Bearish	+9.6%	+4.2%	+18.2%	1,022.30
Mexico _____	64%	Bearish	Bullish	Bullish	Bearish	+17.1%	+14.3%	+45.2%	23,951.63
Philippines _____	78%	Bearish	Bullish	Bullish	Neutral	+24.4%	+16.8%	+47.9%	2,839.38
Poland _____	77%	Bullish	Bullish	Bullish	Bearish	+16.5%	+9.0%	+71.7%	49,032.64
Portugal _____	55%	Bearish	Bullish	Neutral	Bearish	+8.5%	+7.6%	+47.2%	3,288.41
Russia _____	60%	Bearish	Bullish	Bullish	Bearish	-1.3%	-3.1%	+80.4%	20,476.99
Singapore _____	68%	Neutral	Bullish	Bullish	Bearish	+13.6%	+5.6%	+32.7%	2,745.31
Sth Africa _____	49%	Bearish	Bullish	Bearish	Bearish	+7.6%	-5.9%	+30.2%	23,819.21
Taiwan _____	59%	Bullish	Bullish	Neutral	Bearish	+8.7%	-5.6%	+20.6%	7,174.20
Thailand _____	71%	Bullish	Bullish	Bullish	Neutral	+6.6%	-2.0%	+20.5%	740.42
Turkey _____	55%	Bullish	Bullish	Bullish	Bearish	+6.0%	-8.8%	+9.5%	39,627.18
Venezuela _____	68%	Bullish	Bullish	Bullish	Bearish	-5.6%	+1.4%	+73.6%	37,253.70

**One Year Forecasts** predict the probability that a stock-market will rise over the next year. Investors should seek to invest in markets with forecasts of 60-100%, while avoiding markets with forecasts of 0-40%. Bullish = Favourable. Bearish = Unfavourable.

# World Stockmarket Outlook

It is a little frightening when stockmarkets jump sharply simply in response to (1) a slight easing in oil and commodity prices, (2) an expectation that global interest rates are near their peak and (3) news of stockmarkets hitting new highs.

This newsletter, however, had previously argued that global investors were too pessimistic - worrying about energy supplies and prices, economic slowdown, terrorism and disease pandemics. Stockmarkets usually *increase in value* against a background of uncertainties and fears - so when investors are generally pessimistic we can usually be optimistic that the stockmarket is a good place to be investing! General optimism gives *us* something to worry about.

Nevertheless, optimism can also continue to drive stockmarkets higher and it is probably only after several months (or several years) that valuations reach extreme levels at which we need to seriously consider reducing our exposure to equities.

The current economic and stockmarket situation is still favourable. The world economy has adjusted to higher energy prices (and it encourages efficiencies and research into alternative supplies) so as long as prices remain high but do not continue to move sharply higher and higher, then moderate economic growth is likely.

Interest rates probably are near their highs - which is

favourable for both the economy and stockmarkets. In fact, it is not really possible to use high interest rates to lower inflation caused by an external factor such as higher imported energy costs.

Stockmarkets at new highs is also a technically favourable situation. Perhaps as it indicates markets are in an uptrend. Perhaps as the media regularly reports “new highs” which feeds positive investor sentiment. Or perhaps it is just because there is no more selling from “break-even” sellers who bought when prices were last high and have been waiting for the opportunity to recoup their losses and quit the market (and this type of investor will be back buying in a few years when prices are again too high).

*Investors do not make money in the stockmarket from buying or selling shares. Only your stockbroker makes money when you buy or sell. Money is made by holding shares - to benefit from dividends paid and capital appreciation (from retained profits and the growth in businesses). Of course, sometimes it is necessary to buy or sell - to adjust your portfolio to different companies, or different markets or different sectors or in response to an ever changing economic and investment environment.*

So for now, we continue to recommend that investors hold existing international funds.

**United States**



**France**



**United Kingdom**



**Canada**



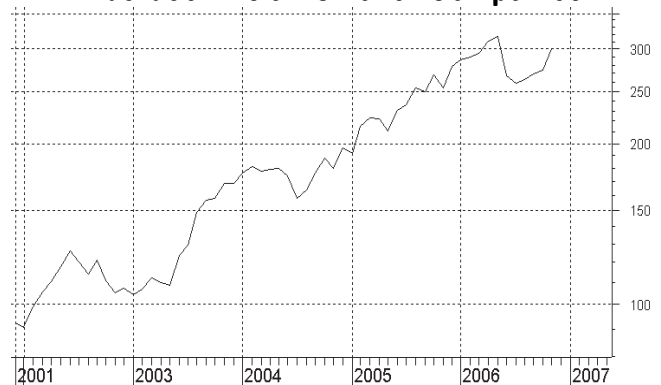
# Recommended International Investment Funds

## Fund Reports

**Aberdeen Asian Smaller Companies Investment Trust plc** increased its net asset value 11.5% over its financial year to 31 July 2006. The share price rose 5.3%. A steady annual dividend of 3.45 pence, plus a special dividend of 2.7 pence, will be paid.

The Fund Manager believes Asian stockmarket valuations “remain attractive”, with the trust's portfolio trading on a 2006 forecast Price/Earnings ratio of just 15 and a gross Dividend Yield of 5%. They therefore “view the future with confidence” but with “increasing uncertainty” have reduced portfolio gearing to just 4%.

## Aberdeen Asian Smaller Companies



(Continued on Page 4)

Current Advice	Investment Fund	EPIC Code	Initial Recommendation		Prem/ Disc to Net Assets	Recent Price		Gain or Loss %
			--- Date ---	Offer Price		Bid-Offer or Last Sale	NZ Cents	
<b>Europe</b>								
BUY	Fidelity European Values plc	FEV	13/05/03	463.5p	1291.1	-4%	1187.0p	3402.1 +164
BUY	JFM Fleming Euro Fledgeling IT plc	JFF	15/01/02	226.5p	765.8	-10%	667.0p	1911.7 +150
<b>United Kingdom</b>								
BUY	Aberforth Smaller Cos Trt plc	ASL	15/07/03	375.5p	1042.0	-8%	716.0p	2052.2 +97
BUY	Invesco English & Int'l Trust	IEI	10/01/06	273.5p	700.6	-12%	299.5p	858.4 +23
<b>Asian Regional</b>								
BUY	Aberdeen Asian Sm Co WARRANTS	AASW	09/09/03	75.3p	209.1		200.0p	573.2 +174
HOLD	Gartmore Pacific Growth Fund	*	29/10/85	41.4p	105.4		266.9p	765.0 +626
HOLD	HSBC Asian Fund	*	10/11/98	34.4p	106.3		61.2p	175.4 +65
HOLD	HSBC Greater China Fund	*	07/04/98	159.4p	481.6		212.1p	607.9 +26
HOLD	Henderson Asia Pac Capital	*	08/08/00	342.2p	1122.6		402.9p	1154.8 +3
HOLD	Scot Oriental Sm Cos WARRANTS	SSTW	11/11/03	78.0p	211.5		154.75p	443.5 +110
<b>Japan</b>								
HOLD	Baillie Gifford Shin Nippon plc	BGS	11/01/94	156.0p	440.3	-1%	195.0p	558.9 +27
HOLD	Fidelity Japan Values plc	FJV	10/01/06	126.0p	322.7	-2%	75.25p	215.7 -33
HOLD	Invesco Japan Discovery Trust	IJD	13/07/99	95.5p	284.0	-2%	97.5p	279.4 -2
<b>Korea</b>								
HOLD	Baring Korea Trust	*	12/04/94	81.1p	209.4		180.3-190.9p	532.0 +154
<b>International</b>								
BUY	Aberdeen Emerging Markets	*	13/08/91	61.7p	184.0		246.0p	705.1 +283
BUY	Herald Investment Trust	HRI	12/10/04	310.8p	820.1	-10%	373.0p	1069.1 +30
BUY	Private Equity Investor plc	PEQ	11/12/01	122.5p	420.2	-1%	165.5p	474.3 +13

\* United Kingdom based Unit Trust

The average Gains/Losses of all current investments from initial recommendation is +112.3%. This is equal to an average annual rate of +16.1%, based upon the length of time each position has been held. The average annual rate of gain of ALL recommendations (both the 17 current and 45 closed out) is +13.6%.

## Other Shares and Warrants

Alternative investments in the UK listed investment trust shares and warrants recommended above include **Aberdeen Asian Smaller Companies** shares at 300¾ pence (trading at a 1% discount to net asset value) and **Scottish Oriental Smaller Companies** shares at 254¾ pence (a 6% discount to net assets).

**Recommended Funds** (Continued from Page 3)

**Invesco Japan Discovery Trust plc** suffered an 8.8% fall in net asset value for the year to 31 July. That compares with a 0.1% rise by the TSE Second Section, 8.5% fall in the JASDAQ index and the 39.3% decline in the TSE Mothers index in which the trust is "heavily invested". The results "demonstrate the extreme volatility" of smaller Japanese company shares.

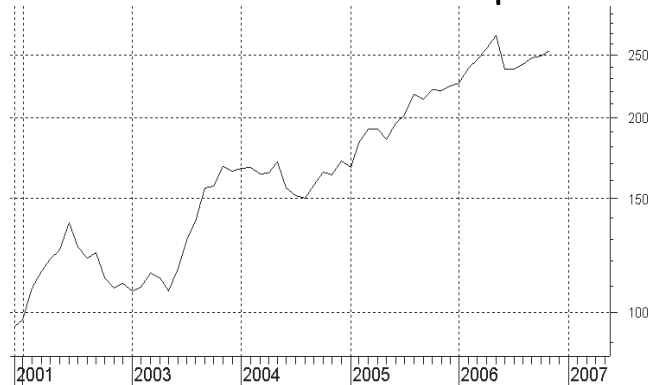
While the trust would like to reduce volatility "this would involve modifying the investment mandate". That is not considered desirable as the "flexibility of small companies remains an important advantage in achieving earnings growth in Japan" and this is a sector in which the trust "should be able to achieve attractive returns".

**Scottish Oriental Smaller Companies plc** lifted net asset value 16.5% in the year to 31 August - slightly less than the 18.6% rise in its benchmark index. The share price rose 15.4%. The trust will pay a dividend of 3.6 pence per share.

The fund repaid its Yen borrowings in January 2006 and was cautious about investing. Around 5% of the portfolio is in cash and this will rise to about 10% with the exercise of the warrants in January 2007. The Fund Manager is "optimistic about the long term outlook for the region" but concerned that "valuations are no longer attractive" and that "corporate earnings remain vulnerable to high commodity prices and rising wage costs, particularly in China". Asian retailers may be best placed to benefit from the current situation.

We are downgrading Scottish Oriental Smaller

Companies warrants from a "Buy" to a "Hold". The warrants final exercise/expiry date is 31 January 2007 when investors can buy new shares from the company at 100 pence. These warrants are well *in the money* (i.e. the shares trade around 255 pence, far above the exercise price). Over the next two months we shall decide whether to exercise these warrants and continue our investment in the shares or whether to sell the warrants to realise the gain on this position.

**Scottish Oriental Smaller Companies****Share Buy-Backs**

**Fidelity European Values plc** re-purchased 24,789 of its own shares on-market on 31 October at 1148¼ pence and a further 19,123 shares on 3 November at the same price.

**Invesco English & International Trust plc** repurchased 136,855 shares on 8 November at 294¾ pence.

# Investment Fund Survey

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
<b>NEW ZEALAND</b>							
<b>NEW ZEALAND BASED UNIT TRUSTS</b>							
	AMP NZ Share	Very Low	-1%	0.75	38	13	3
	AMP Passive NZ Shares	Medium	-3%	0.86	10	3	
	ASB NZ Shares	Low	-2%	0.67	41	9	3
Buy	Fisher Fledgling Fund	Very Low	+7%	0.27	26	1	
Buy	Fisher NZ Growth Fund	Very Low	+13%	0.31	38	2	
	ING NZ Share	Medium	-5%	0.51	35	7	1
	NZ Guardian NZGT 30	Low	-4%	0.82	32	6	2
Buy	NZ Guardian Small Coys	Very Low	+8%	0.29	72	18	1
	Thoroughbred NZ Equity	Very Low	-1%	0.71	35	9	0
	Tower New Zealand Equity	Very Low	-1%	0.70	34	7	2

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
<b>NEW ZEALAND LISTED INVESTMENT TRUSTS</b>							
	Mid-Cap Index	Low	-1%	0.47	41	27	3
Avoid	TeNZ	Medium	-11%	0.85	15	-4	1
<b>UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS</b>							
Buy	NZ Investment Trust	Very Low	+9%	0.26	85	21	-1

**AUSTRALIA**

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
<b>AUSTRALIAN BASED UNIT TRUSTS</b>							
	AMP Blue Chip Trust	Medium	-6%	0.43	30	17	-4
	AMP Equity Trust	High	-4%	0.57	46	26	0
	AMP FLI Aust	High	-4%	0.61	46	26	2
Avoid	AMP FLI Small Companies	Very High	-9%	0.40	24	14	8
	ANZ Equity Imputation Trt	Medium	-6%	0.56	29	24	2
Avoid	ANZ Equity Trust No 1	Very High	-8%	0.52	29	10	1
Avoid	AXA Australia Industrial	High	-10%	0.30	13	7	3
Avoid	Advance Imputation Fund	Medium	-8%	0.42	17	13	1
	Allianz Australian Gth	Medium	-2%	0.40	44	22	-6
Avoid	Aust Ethical Equities	Medium	-11%	0.31	8	16	6
	BT Australia	High	-3%	0.61	56	24	1
	BT Smaller Companies	Very High	-5%	0.35	39	19	5
	BT Split Trust Growth	Low	-1%	0.44	46	35	3
	Challenger Aust Shares	Very High	-5%	0.52	38	33	6
Avoid	Col First State Aust Sh.	Medium	-8%	0.51	29	11	1

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
Avoid	Col First State Dev. Coys	Medium	-7%	0.27	11	22	9
Avoid	Col First State Future Ld	Very High	-8%	0.37	23	9	2
Avoid	Col First State Imput'n	High	-10%	0.54	21	11	1
Avoid	Commonwealth Aust Share	High	-9%	0.63	25	18	-4
Avoid	Commonwealth Share Income	High	-9%	0.60	26	18	-4
Avoid	Gold Sachs Emerging Lead.	High	-11%	0.21	11	3	3
	Gold Sachs Leaders Trust	Very High	-4%	0.45	39	17	2
	Hunter Hall Value Growth	Medium	-4%	0.40	27	32	2
Avoid	ING Australia Share	Very High	-10%	0.41	19	19	1
Avoid	ING Blue Chip	Very High	-9%	0.43	20	18	2
Avoid	MLC Aust Tr - Aust Share	Medium	-7%	0.25	22	15	2
	MLC Aust Trust - Index	Medium	+0%	0.66	62	31	1
	Macquarie Active Aust Equ	High	-0%	0.72	62	30	-0
Avoid	NAFM In Trt - Equities	Very High	-13%	0.28	4	7	3
Avoid	NAFM Inv Trust - Div Imp	Medium	-7%	0.48	26	17	3
	Parker Enhanced Leaders	Medium	-5%	0.36	31	22	1
	Perpetual ICSav - Aust	Medium	+0%	0.55	61	26	3
	Perpetual ICSav - Sm Coys	Medium	-5%	0.36	36	18	6
Avoid	Perpetual ICSav - Indust.	Low	-11%	0.12	-0	18	4
Avoid	Portfolio Ptnrs Emerging	Very High	-20%	0.24	-15	0	4

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
<b>NEW ZEALAND BASED UNIT TRUSTS</b>							
	AMP Australian Shares	Low	-1%	0.48	42	23	1
Avoid	ANZ TranzEquity	Very Low	-17%	0.30	6	-1	
	Fisher Australian Growth	Very Low	+3%	0.35	35	7	
	ING Australian Share	Medium	-1%	0.32	52	22	2
	Thoroughbred Aust Equity	Low	-2%	0.46	45	22	-2
	Thoroughbred Trans Tas.	Very Low	+0%	0.32	42	16	-1

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
<b>UNITED KINGDOM BASED UNIT TRUSTS</b>							
	Martin Currie Australasian	Medium	+1%	0.68	27	0	
<b>AUSTRALIAN LISTED INVESTMENT TRUSTS</b>							
	Argo Investments	Very Low	+6%	0.05	50	35	1
	Australian Foundation	Very Low	+3%	0.09	50	36	-3
	Choiseul Plantation	Very Low	+7%	0.02	53	33	-2
Buy	Diversified United Inv.	Very Low	+9%	0.09	81	34	-4
Buy	Huntley Investment Coy	Very Low	+0%	0.13	43	28	-4

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	36 mth	12 mth	3 mth
<b>NEW ZEALAND LISTED INVESTMENT TRUSTS</b>							
	Ozzy Tortis	Medium	+0%	0.57	60	31	0

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance 36 mth	12 mth	3 mth
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**GOLD & MINING**

**AUSTRALIAN BASED UNIT TRUSTS**

Avoid	BT Natural Resources	High	-7%	0.62	51	30	2
Avoid	Col First State Glb Res.	Medium	-11%	0.84	33	29	-2
	Gold Sachs Resources	Medium	+3%	0.75	114	40	-3
Avoid	ING Resources	Very High	-14%	0.62	34	26	8
	Lowell Aust Resources	Very Low	-4%	0.06	19	9	-6

**UNITED KINGDOM BASED UNIT TRUSTS**

Buy	First State Global Resources	Medium	+5%	0.80	103	42	-3
	JPM Natural Resources	Medium	+7%	0.92		58	-3
	Merrill Gold & General	Very High	-3%	0.76	58	61	-6

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Buy	City Nat Res High Yld	Low	+6%	0.76		65	1
	Merrill World Mining	Medium	+12%	0.61	134	68	4
Buy	Resources Invest Trust	High	+7%	0.64		81	-12

**EMERGING MARKETS**

**AUSTRALIAN BASED UNIT TRUSTS**

Avoid	Macquarie S/M Emerging	Medium	-7%	0.44	53	0	5
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**UNITED KINGDOM BASED UNIT TRUSTS**

	AXA Framlington Emerging Mkts	Medium	+1%	0.91	111	54	7
	Aberdeen Emerging Markets	Medium	+1%	0.94	115	50	6
	BG Emerging Markets	Medium	+3%	0.90	124	58	2
	BG Emerging Mkts Large Cap	Medium	+5%	0.97		52	3
	CS MM Emerging Markets	Medium	-2%	0.86	76	45	3
	Dimensional Emerging Markets	Medium	-2%	0.92		44	7
	F & C Emerging Markets	Medium	-4%	0.96	80	47	3
	First State Global E/M Leaders	Medium	-2%	0.92		42	2
	First State Global Emerg Mkts	Medium	-3%	0.90	78	43	3
	Frank Tem Glb E/Markets	Medium	-3%	0.97	45	-1	
	Gartmore Emerging Markets Opps	High	-4%	0.97	49	2	
	Gartmore PP E/Markets Opps	High	-4%	0.97	50	2	
	Henderson Emerging Markets	High	-5%	0.93	81	48	2
	Invesco Perp Emerging Country	Medium	-2%	0.96	95	49	5
	JPM Emerging Markets	Medium	+2%	0.96	129	50	5
	Lazard Emerging Markets	Medium	+0%	0.95	108	44	3
	Lincoln Emerging Markets	Low	-3%	0.96	33	1	
	Lloyd George E/Markets	High	-3%	0.96	42	4	
	Martin Currie Emerging Mkts	High	-3%	0.93	100	56	2
	Merrill Emerging Markets	High	-4%	0.95	89	48	0
	SG Global Emerging Markets	Medium	-1%	0.93		52	5
	SWIP Emerging Markets	High	+2%	0.93	45	-0	
	Schroder Gbl Emerging Mkts	Medium	-3%	0.96	87	51	4
	Scot Wid. Emerging Markets	Medium	-3%	0.93	82	36	1
	UBS Global Emerging Markets	Medium	-3%	0.97	45	2	
United Kingdom based Listed Investment Trusts							
	Advance Developing Mkts	Medium	+4%	0.86	114	48	0
Buy	Genesis Emerging Mkts	Medium	+7%	0.74	132	38	5
	JPMF Emerging Mkts	Very High	+3%	0.83	157	52	3
Buy	Tea Plantations	Very Low	+26%	0.01	158	4	-3
	Templeton Emerging Mkts	High	-1%	0.87	105	40	-0

**LATIN AMERICA**

**UNITED KINGDOM BASED UNIT TRUSTS**

	F & C Latin American Equity	Medium	-1%	0.95	168	53	6
	Invesco Perp Latin America	Medium	+0%	0.98	184	57	4
	Scot Wid. Latin America	Medium	-1%	0.98	179	62	8
	Threadneedle Latin America	High	-3%	0.98	180	60	7

**FAR EASTERN / PACIFIC (EXCL JAPAN)**

**AUSTRALIAN BASED UNIT TRUSTS**

Avoid	Allianz Taipan Trust	Low	-1%	0.73	39	32	-6
	Perpetual Fid. SE Asia	Very Low	-9%	0.44	-0	9	-6

**NEW ZEALAND BASED UNIT TRUSTS**

	AMP Asian Shares	Medium	-3%	0.77	45	25	4
	ING Asia Pacific Shares	Low	+3%	0.45		44	3
	Tower Spotlight Asia	Medium	-5%	0.78	34	23	3

**UNITED KINGDOM BASED UNIT TRUSTS**

	AXA Pacific Growth	Medium	+2%	0.92	65	40	5
	Allianz Dres Tot Ret Asian Eq	High	-2%	0.95	52	48	0
	BG Developing Asia Pacific	Low	+5%	0.83	71	44	2
	BG Pacific	Medium	+3%	0.80	66	47	-4
	Baring East	High	+1%	0.91	68	55	3
	CS MM Asia Pacific	Medium	-2%	0.92	46	39	1
	CS Orient	Medium	-5%	0.92	36	44	1
	F & C Pacific Growth	Medium	+1%	0.97		46	2
	Fidelity South East Asian	High	+1%	0.94	77	53	2
	First State Asia Pac Leaders	Medium	+0%	0.96		43	3
	First State Asia Pacific	Medium	+4%	0.95	73	43	2
	Gartmore Pacific	High	-2%	0.97	47	42	1
	HSBC Asia Freestyle	Medium	-5%	0.90		39	5
	HSBC Asia Growth	Medium	-2%	0.95	53	43	1
	HSBC Pacific Index	Medium	-0%	0.96	53	36	1
	Halifax Far Eastern	Medium	+0%	0.91		31	0
	Henderson Asia Pacific Capital	Medium	-2%	0.90	48	44	3
	Inscape Pacific Basin	Medium	+3%	0.95	70	49	0
	Insight Asia Pacific Equity	Medium	+0%	0.93	51	39	5
	Invesco Perp Asian	Medium	+2%	0.94	71	49	7
	Invesco Perp Pacific	Medium	+3%	0.84	67	43	5

**Brazil**



**Mexico**



**Chile**



**Argentina**



(Continued on Page 6)

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
	JPM Asia	High	+1%	0.94		47	5
	L & G Pacific Growth	High	+1%	0.87	60	49	3
	L & G Pacific Index	Medium	-0%	0.93	54	35	-1
	Legg Mason Asia Pacific	High	+3%	0.91		54	4
	Liv Victoria Pacific	Medium	-0%	0.97		42	5
	Lloyd George Asia Pacific	Medium	-0%	0.96		37	2
	Lloyd George Developed Asia	Medium	-4%	0.82		35	3
	Lloyd George Eastern Opps	High	-4%	0.90		47	4
	Martin Currie Asian Pacific	Medium	+4%	0.91	82	53	2
	New Star Asia Portfolio	Medium	+0%	0.93	53	49	2
	New Star Pacific Growth	Medium	+1%	0.96		41	2
	Newton Oriental	Medium	+3%	0.93	68	47	2
	Old Mutual Asian Select	Medium	-1%	0.92	54	45	0
	Prudential Pacific Markets	Medium	-2%	0.93	58	39	3
	Royal London Far East Gth	Medium	-1%	0.96	60	43	2
	SWIP Asian Pacific	Medium	+2%	0.94		40	2
	Schroder Pacific Growth	High	-0%	0.95	58	47	2
	Scot Mutual Far Eastern	Medium	-1%	0.95	53	48	1
	Scot Wid. Pacific	Medium	+0%	0.95	61	39	3
	Sing & Fried Pacific Growth	Medium	-1%	0.95		37	2
	Skandia Far East Equity Blend	Medium	-1%	0.92		36	3
	Stan Life Asian Pacific	Medium	-1%	0.89	55	42	4
	Stan Life Pacific Basin Eq Ind	Low	+0%	0.79		38	3
	Threadneedle Asia Growth	Medium	+1%	0.97	67	51	4
	UBS Developed Asia Equity	Medium	+1%	0.91		38	1

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

	Aberdeen Asian Small Co	High	+2%	0.75	84	34	9
	Aberdeen New Dawn	Very High	+2%	0.89	89	38	9
	Edinburgh Dragon Trust	Very High	-2%	0.94	71	51	7
	Fidelity Asian Values	High	-0%	0.83	60	38	0
Avoid	Henderson TR Pacific	High	-7%	0.86	34	50	3
	Invesco Asia	High	-0%	0.83	62	41	1
	JPMF Asian	Very High	-4%	0.92	54	44	6
	New India	Very High	-6%	0.80		46	17
	Pacific Assets	High	-2%	0.80	48	54	3
Buy	Pacific Horizons	Medium	+9%	0.59	106	67	12
	Premier Pacific Income	Low	+6%	0.31		27	-6
	Schroder Asia Pacific	High	+1%	0.87	63	41	2
	Scottish Oriental Sm Co	Low	+5%	0.64	56	31	-0

**FAR EASTERN / PACIFIC (INCL JAPAN)**

**AUSTRALIAN BASED UNIT TRUSTS**

	BT Asian	High	-1%	0.86	59	44	5
	Invesco Asian Growth	Medium	-1%	0.76	42	27	2

**UNITED KINGDOM BASED UNIT TRUSTS**

	L & G Far East	Medium	+1%	0.86	45	30	-3
	Lincoln Far East	Low	-1%	0.79	46	26	1
	S & W Far Eastern	Medium	+1%	0.91	57	44	5
	Schroder Far Eastern	Low	+2%	0.89	53	37	3

**China**



**Hong Kong**



Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth
	UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS						
	Gartmore Asia Pacific	Very High	-2%	0.91		30	2
	Martin Currie Pacific	High	+3%	0.90	70	36	2
	Witan Pacific	High	+0%	0.95		31	1

**HONG KONG / CHINA REGION**

**UNITED KINGDOM BASED UNIT TRUSTS**

Buy	First State Gtr China Growth	Low	+10%	0.60		51	4
Buy	Gartmore China Growth	Medium	+11%	0.48	70	65	4
	HSBC Greater China	Medium	+1%	0.71	36	36	0
Buy	Invesco Perp HK and China	Medium	+7%	0.68	61	55	0
Buy	Neptune China	High	+12%	0.63		70	3

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

	JPMF Chinese	Very High	-0%	0.52	22	37	-4
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**KOREA**

**UNITED KINGDOM BASED UNIT TRUSTS**

	Baring Korean	High	+1%	0.63	104	47	-3
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**South Korea**



**THAILAND**

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Buy	Aberdeen New Thai IT	Low	+13%	0.54	50	55	12
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**Thailand**



**INDIA**

**UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS**

Buy	JPMF Indian	Medium	+10%	0.75	203	68	16
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**India**



Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth

### JAPAN

#### AUSTRALIAN BASED UNIT TRUSTS

	Allianz Japan Growth	Low	+4%	0.47	40	31	-6
	Perpetual Fid. Japan	Very Low	-0%	0.09	-2	9	-6
	Platinum Japan	Low	+4%	0.59	38	10	-1

#### UNITED KINGDOM BASED UNIT TRUSTS

Buy	AXA Framlington Japan & Gen.	Medium	+14%	0.69	70	28	-2
	AXA Japan Growth	Low	+4%	0.65	44	20	-1
	Aberdeen Japan Growth	Low	+1%	0.78	30	18	-3
	Allianz Dres Japan	Medium	+2%	0.81	36	24	-2
	BG Japan	Medium	+5%	0.76	45	20	-4
	Baring Japan Growth	Medium	+5%	0.73	43	25	-1
	CF Canlife Japanese Growth	Medium	-1%	0.84	21	-1	
	CS MM Japan Portfolio	Medium	+0%	0.66	32	16	-0
	CS New Japan	Medium	-1%	0.73	16	19	-2
	F & C Japan Growth	Medium	+1%	0.79	30	20	-2
	Fidelity Japan	Medium	+1%	0.84	32	25	-2
	Gartmore Japan Opportunities	Medium	+2%	0.77	37	26	-4
	HSBC Japan Index	Medium	+3%	0.83	38	25	-3
	Halifax Japanese	Low	+5%	0.83	26	-2	
	Inscapex Japan Equities	Low	+3%	0.84	38	23	-5
	Insight Japan	Medium	+4%	0.68	29	0	
	Insight Japan Equity	Low	+3%	0.78	35	26	-3
	Invesco Perp Japan	Low	+3%	0.78	34	32	-3
	JPM Japan Growth	High	-2%	0.65	19	7	-2
	L & G Japan Index	Medium	+3%	0.84	39	25	-3
	L & G Japanese	Medium	+1%	0.73	24	15	-8
Avoid	Legg Mason Japan Equity	High	-14%	0.37	-12	-4	
	Lincoln Japan	Low	+2%	0.74	29	20	-4
	Liv Victoria Japan Growth	Medium	+1%	0.91	28	-2	
Buy	M & G Japan & General	Low	+7%	0.74	45	33	-4
	Martin Currie Japan	Medium	+2%	0.83	37	24	-2
	Merrill Japan	Medium	+1%	0.76	30	22	-1
	New Star Japan A	Medium	-6%	0.75	6	11	-3
	Newton Japan Growth	Low	-2%	0.74	12	11	-5
	Old Mutual Japanese Select	Medium	+2%	0.76	33	17	-5
	Prudential Japanese	Medium	+1%	0.77	31	26	-4
	Royal London Japan Growth	Medium	+1%	0.75	32	20	-2
	SWIP Japanese	Medium	+0%	0.80	22	-3	
	Schroder Japan Alpha Plus	Low	+3%	0.69	35	14	-5
	Schroder Tokyo	Low	+3%	0.74	37	19	-3
	Scot Mutual Japanese	Medium	+4%	0.78	45	29	1
	Scot Wid. Japan Growth	Medium	+0%	0.80	23	-3	
	Scot Wid. Japan Select	Medium	-1%	0.78	23	22	-2
	Skandia Japanese Equity	Medium	-2%	0.77	16	-2	
	Stan Life Japan Eq Ind Trk	Medium	+2%	0.76	27	1	
	Stan Life Japanese	Medium	+3%	0.69	37	21	-1
	Threadneedle Japan Growth	Medium	-1%	0.80	25	19	-4

#### UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	JPMF Japanese	Very High	-1%	0.80	31	15	-5
	Perpetual Japan	Medium	+7%	0.68	48	36	-3
	Schroder Japan Growth	Medium	+4%	0.64	49	10	-8

### JAPAN SMALLER COS

#### UNITED KINGDOM BASED UNIT TRUSTS

	BG Japan Small	Very High	+2%	0.73	37	8	-5
	Fidelity Japan Sp Sits	Very High	-0%	0.60	23	5	-6
	Henderson Japan Capital Gth	Low	+5%	0.47	37	13	-2
	Invesco Perp Japan Small Coys	Very High	-2%	0.41	18	-5	-4
	M & G Jap Small Cos	Medium	+3%	0.42	35	-4	-4
	SWIP Japan Small Coys	Very High	+2%	0.58	7	-2	
	Threadneedle Japan Small Cos	High	-4%	0.61	8	3	-5

#### UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Atlantis Japan Growth	Very High	+12%	0.53	83	13	-7
	B Gifford Shin Nippon	Very High	+4%	0.69	58	7	-8
	Baillie Gifford Japan	Very High	+5%	0.76	61	16	-10
	Fidelity Japan Values	Very High	+1%	0.62	40	0	-9
	Invesco Japan	Very High	+5%	0.48	47	-1	-11
	JPMF Japan Small	Very High	-1%	0.53	22	16	-4

Current Advice	Investment Fund	Risk Rating	Superiority Rating	Market Correlation	Performance		
					36 mth	12 mth	3 mth

### Japan



### SOUTH AFRICA

#### UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

Buy	Old Mutual South Africa	Very High	+9%	0.51	134	33	-5
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### South Africa



### TECHNOLOGY

#### AUSTRALIAN BASED UNIT TRUSTS

	CFS Global Health Biotech	Very Low	+4%	0.45	29	27	-1
	CFS Tech & Comms	High	+1%	0.86	17	26	8
	Platinum Intl Technology	Medium	+5%	0.78	25	39	2

#### UNITED KINGDOM BASED UNIT TRUSTS

	AXA Framlington Biotech	Very High	-2%	0.69	14	21	6
	AXA Framlington Glb Tech.	Very High	+4%	0.82	24	29	9
	AXA Framlington Health	Medium	-3%	0.75	12	12	-1
	Abbey Nat'l Technology	Medium	-6%	0.65	-3	18	11
Avoid	Aegon Technology	Very High	-7%	0.81	-2	14	10
	Frank Temp Biotech	Medium	-1%	0.56	17	17	6
	Henderson Global Technology	High	-0%	0.83	13	26	8
	Investec Global Technology	Very High	+0%	0.82	26	5	
	Jupiter Global Technology	Low	-4%	0.64	1	19	3
	L & G Global Health & Pharm.	Very Low	+3%	0.25	25	-1	
	L & G Global Technology	High	-2%	0.80	8	26	8
	Lincoln Internet Tollkeeper	Medium	-2%	0.80	12	19	9
	M & G Global Technology	High	+3%	0.88	30	24	5
	New Star Technology	High	-2%	0.83	26	4	
	Newton Global Innovation	Medium	+1%	0.90	19	30	6
	Old Mutual Global Technology	Very High	-5%	0.82	-0	14	4
	SG Technology	Very High	-1%	0.70	7	28	10
	Schroder Medical Discovery	Very Low	+3%	0.38	27	27	-2
	Threadneedle Global Healthcare	Very Low	+2%	0.60	18	0	

#### UNITED KINGDOM BASED LISTED INVESTMENT TRUSTS

	Close Fin Eurotech	Medium	+1%	0.40	15	3	-4
	Finsbury Emerging Bio.	Very High	+5%	0.68	24	5	
	Finsbury Technology	High	-3%	0.66	6	19	5
	Finsbury Wwide Pharm.	Medium	+1%	0.62	24	17	3
	Herald Investment Trust	High	+2%	0.56	17	28	6
Buy	International Biotech	Medium	+16%	0.38	79	70	14
Buy	Merrill New Energy Tech	Very High	+26%	0.50	108	42	-8
Buy	Polar Cap Technology	Very High	+7%	0.77	42	34	8
Buy	Private Equity Investor	Very Low	+17%	0.01	57	34	-0

### Next Issue:

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