

Lipper FundMarket Insight Reports



**Hong Kong Fund Market Summary
Month End & Half Year Analysis
June 2007
(English Version)**

2007



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A BREAKOUT AND A NEW RECORD HIGH

- The Hong Kong equity market staged a breakout and surged to a new record high in June.
- Equity funds on average ranked second in performance in June but outperformed all other types of funds in 1H2007.
- Among equity funds, Asia ex Japan equity funds posted the highest returns in June and 1H2007.
- Among bond funds, convertible and high-yield bond funds delivered the best returns in June and 1H2007.
- For mixed-asset funds those adopting aggressive strategies outperformed all others.

Market Performance

For June 2007

Equity markets around the globe generally exhibited a roller-coaster pattern. They fell in the first week, after a U.S. government report indicated slowing labour productivity but rising unit labor costs, which reignited speculation of an aggressive U.S. interest rate policy. Such speculation was eased the following week after the U.S.'s PPI and CPI figures for May 2007 showed that inflationary pressure was mild. As such, the equity markets staged a robust recovery.

However, news that Bear Stearn's two hedge funds investing in mortgage-backed securities had incurred substantial losses reversed the recovery of the equity markets in the latter half of the month. Investors became worried that the incident might trigger a ripple effect across the entire financial industry and shifted their capital out of the equity markets.

Separately, renewed concerns over U.S. inflation, Bill Gross's bearish view on bond yields, and the losses incurred by Bear Stearn's structured credit hedge funds lifted government bond yields. The ten-year U.S. Treasury bond yield gained 13.5 basis points to 5.03% in June. Similarly, Eurozone government bond yield climbed 15.7 basis points to 4.51% in June, which was partially triggered by the 25-basis-point hike of the Eurozone's interest rate.

Also, the yield spread between the shorter-maturity and the longer-maturity government bonds widened. The spread between two-year and ten-year U.S. Treasuries widened 18 basis points, while that between the Eurozone government bonds for the same maturities expanded 7.5 basis points in June 2007. Yield curves steepened for the month, which reflected that investors were opting for safe-haven assets.

Such a phenomenon was also observed in the emerging markets and high-yield bond markets. The JP Morgan EMBI-Global index dropped 2.27%, while the yield of the iTraxx Europe five-year index

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widened 25% in June as the events at Bear Stearn's troubled structured credit hedge funds unfolded during the month.

For 1H2007

Despite being affected by the inflationary outlook, the interest rate trends, the unwinding of JPY-financed carry-trade and U.S. sub-prime mortgage delinquencies, global equity markets generally recorded positive gains as they were supported by a resilient U.S. economy, market-beating corporate earnings, and record-high M&A activity. Equity markets in emerging countries, especially those in Latin America and Asia, outperformed their peers in developed countries.

As for government bonds the yield curves shifted upward as central banks in countries such as the U.K., Eurozone, and Australia raised their interest rates. Emerging markets and high-yield bonds largely recorded modest gains. They were initially driven by better-than-expected corporate earnings and the upgrade of credit ratings. However, they returned some of their intra-year gains on rising bond yields and the losses incurred by Bear Stearn's structured credit hedge funds in June 2007. The JP Morgan EMBI-Global index reached its record high at 397 on May 18, 2007, up 3.12% from December 29, 2006. However, it reversed its uptrend thereafter and fell 2.23% until June 29. As such, it posted a modest gain of 0.78% in 1H2007.

H.K.-Authorized Funds

For June 2007

On average commodity funds delivered the highest returns, followed by equity funds. Commodity funds were lifted by the surge in energy prices, especially crude oil prices, because of lower-than-expected U.S. inventories, the workers' strike in Nigeria, and expectation of higher energy consumption during the summer season in the Northern Hemisphere. The crude oil futures price jumped 10.4% to US\$70.68 a barrel in June 2007.

Meanwhile, H.K.-based REITs and bond funds incurred losses and occupied the bottom of the performance table.

For 1H2007

Equity funds on average occupied the top positions on the performance table, followed by the multi-strategy and the long/short equity hedge funds.

H.K.-based REITs merely outperformed money market and bond funds, with the latter occupying at the bottom of the performance table.

H.K.-Authorized Equity Funds

For June 2007

On average Asia ex Japan equity funds, particularly those invested in the Greater China Region and Thailand, delivered the highest returns.

Equity funds invested in the Greater China Region were driven by robust rallies in the Hong Kong and Taiwan equity markets. In Hong Kong the Hang Seng index gained 5.52%, while the H-Share index surged 11.75% to their record highs in June. The equity market was stimulated by an enlarging QDII scheme, which allowed more Mainland-based financial institutions to invest in overseas stocks. Meanwhile, speculation that the Chinese government would announce more measures to support Hong Kong as it approached the tenth year anniversary of its return of sovereignty to China also posed as the catalyst for the equity market to surge higher.

In Taiwan the TWSE index climbed 9.06% and reached its seven-year high in June 2007. The equity market rallied after brokerage houses upgraded Taiwan's investment rating because of its low valuation relative to its peers in Asia. The rally gathered momentum toward the end of the month after lawmakers in Taiwan approved the island's insurance companies to invest more of their assets overseas and retirement funds to invest a further US\$7.32 billion into the equity market. Also, Ma Ying Jeon, the Nationalist Party's presidential candidate, sparked hopes of a better economic prospect in Taiwan and an improving Mainland China-Taiwan relationship if elected as Taiwan's new president in 2008 by saying that economic issues would be his top policy priority.

However, equity markets in Mainland China underwent a correction in June. In Shanghai the A-Shares index fell 6.96%, while the B-Shares index plunged 15.46%. The correction was triggered by concern over the forthcoming issue of Rmb-denominated government bonds and large-scale A-Share IPOs, which could dry up the liquidity in the equity market.

New legislation allowing the Chinese government to trim or abolish tax on bank deposits' interest income and speculation on further interest rate hikes after reports on fixed investment, industrial production, and retail sales indicated that the Chinese economy was overheating amplified the correction in the equity markets.

Equity funds targeting Thai stocks were boosted by easing political tension within the country, which allowed the SET index to record a gain of 5.34% in June. The rally began after the army denied rumors of imposing martial law in Bangkok. It gathered further momentum after reports that Prime Minister Surayud Chulanont was prepared to negotiate with Thaksin Shinawatra, his predecessor, to defuse the country's political tension and that the general election might be brought forward to this November.

Meanwhile, property funds incurred losses and lay at the bottom of the performance table on concerns over tightening interest rate trends in the U.S. and Western Europe.

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For 1H2007

On average Asia ex Japan equity funds, especially those investing in the ASEAN countries, recorded the highest returns. They were followed by Latin America equity funds.

The equity markets were driven by improving economic fundamentals and positive corporate earnings prospects. In Brazil the economy grew 4.3% in 1Q2007, with the central bank saying that inflation continued at a comfortable level. As such, the interest rate was trimmed to its record low at 12% in June. In Chile the unemployment rate had fallen to 6.7% in May 2007, down from the 8.8% recorded a year earlier.

The 1Q2007 GDP growth rate reached 7.2% and 5.3% in Singapore and Malaysia, respectively, exceeding market estimates, and the market believed their economic growth momentum would be sustainable. In Thailand inflation had dropped to a three-year low of 1.8% in April. As such, the Bank of Thailand reduced the interest rate to 4%. In Indonesia brokerage houses projected banks' earnings might jump 36% in 2007 on new infrastructure projects and strong consumer lending.

Also, events such as the abolition of the capital gains tax on property transactions in Malaysia and a peaceful congressional election in the Philippines provided the equity markets the catalysts to surge higher.

Separately, property funds incurred losses on concerns over interest rate trends in Western Europe and the U.S. Japanese small- and mid-cap and Russian equity funds also encountered a difficult 1H2007. In Japan the release of economic data such as 1Q2007 GDP growth confirmed the country's sound economic fundamentals. However, the equity market exhibited a subdued pattern on conservative earnings guidance given by some Japanese companies.

Russian equity funds were hindered mainly by the heavy IPO activity, which had a negative impact on secondary market liquidity. The IPO of VTB Bank was one of the largest so far in Russia, which alone captured US\$8 billion from the market. The Russian equity market also suffered from poor sentiment as a result of the perceived deterioration in Russia's international relations, particularly with the European Union.

H.K.-Authorized Bond Funds

For June 2007

Convertible bond funds on average recorded another month of good returns. A positive equity market increased the probability of exercising the equity conversion rights embedded with convertible bonds, which in turn enhanced their value.

Also, bond funds denominated in EUR and GBP delivered better returns than those denominated in other currencies. The EUR and the GBP gained 0.67% and 1.45%, respectively, against the USD in June 2007 after the U.S.'s PPI and CPI in May 2007 showed US inflation appeared contained, which alleviated the likelihood of an interest rate hike in the U.S. The European Central Bank's decision to raise the Eurozone's interest rate 25 basis points during the month and the expectation that the Bank of England would follow suit as several economic parameters, including residential

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prices, suggested U.K. inflationary pressure had reemerged—widened their gains against the U.S. dollar.

Bond funds with shorter maturity bond holdings appeared to outperform those with longer maturity bond holdings as investors opted for safe-haven assets due to rising bond yields and the losses incurred by Bear Stearn's structured credit hedge funds.

For 1H2007

On average convertible and high-yield bond funds, especially those denominated in EUR and GBP, delivered the highest returns.

Convertible bond funds benefited from a largely buoyant global equity market, which enhanced the value of convertible bonds. High-yield bond funds were driven by favourable corporate earnings and a 12-year-low global default rate at 1.4% in 2Q2007, which drove the credit spreads of the high yield bonds tighter. However, they returned some of their intra-year return in June 2007 on rising bond yields and on the losses incurred by Bear Stearn's structured credit hedge funds.

Meanwhile, both the euro and the pound climbed 2.61% against the U.S. dollar in 1H2007 on a widening interest rate differential between Western Europe and the U.S. The appreciation of these European currencies produced a currency gain when translated into H.K. dollars.

H.K.-Authorized Mixed-Asset Funds

For June 2007

On average mixed-asset funds with aggressive exposure on Asian equities delivered the strongest returns, driven by the rallies in the Asian equity markets. Also, with a relative low allocation to bonds, rising government bond yields hardly exerted a significant negative impact on their returns.

For 1H2007

Mixed-asset funds with a larger allocation to equities on average outperformed their peers with overweighted exposure to bonds. They benefited from a bullish global equity market and were largely insulated from the negative impact exerted by rising government bond yields.



Outlook

Moving into the first week of July 2007, global equity markets rebounded because of positive U.S. economic data on manufacturing, service industries, and unemployment as well as a fresh round of M&A activity.

However, technical analysis indicates that global equity markets, especially in some emerging markets, have become overbought. Also, their forward P/E ratios are approaching rapidly towards the high end of their historical figures. All these parameters raise doubts on the sustainability of the prevailing rebound in the equity markets.

With the 2Q2007 or interim corporate earnings season commencing in July, equities may receive additional upside momentum if corporate earnings significantly exceed market expectations or companies release optimistic earnings guidance.

As for the credit markets, government bonds appear to be continuing to be affected by speculation over further interest rate hikes. Such speculation has been reinforced by inflation reports and central bank officials, particularly in Western Europe. Also, yield curves have shifted largely upward since June 30, 2007.

Emerging markets and high-yield bonds may be boosted by market-beating corporate earnings. However, the Bear Stearn's structured credit hedge funds issue remains unresolved, and its impact on the financial markets has not yet been fully reflected in the market. These issues, coupled with any new unfavourable developments in the U.S. housing and mortgage markets, may trigger capital diversion into low-risk assets such as government bonds and undermine their performance in the near term.

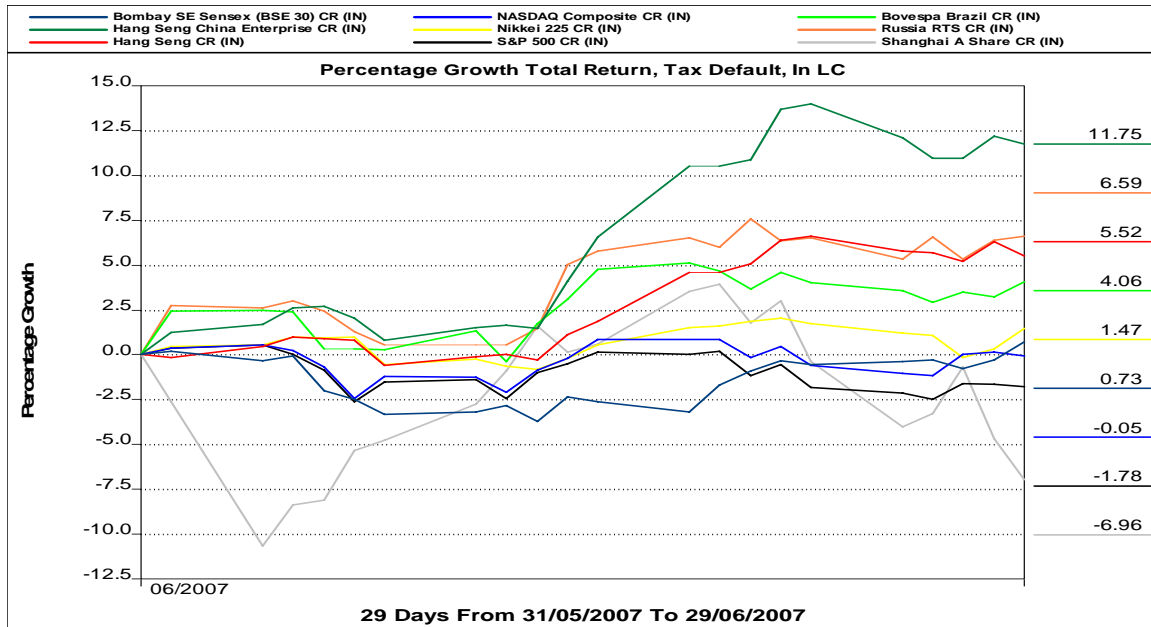
Table 1 Performance Comparison of Global Equity Markets in June 2007

	Mid LC 29/06/2007	1M 31/05/2007 To 29/06/2007	3M 31/03/2007 To 29/06/2007	6M 31/12/2006 To 29/06/2007	1Y 30/06/2006 To 29/06/2007	3Y 30/06/2004 To 29/06/2007	5Y 30/06/2002 To 29/06/2007
Bombay SE Sensex (BSE 30) CR	14650.50	0.73	12.07	6.26	38.09	205.51	351.52
Bovespa Brazil CR	17492.10	4.06	17.22	20.08	47.86	202.01	457.98
CAC 40 CR	6054.93	-0.80	7.47	9.26	21.93	62.20	55.33
CASE 30 CR	7803.40	0.43	8.50	11.90	63.50	441.58	1559.98
DAX 30 CR	5237.97	1.59	13.05	18.27	37.28	83.08	61.37
Dow Jones Industrial Average CR	13408.60	-1.61	8.53	7.59	20.25	28.49	45.06
Dubai Financial Market General CR	4408.55	-1.51	18.28	6.81	3.09	195.33	
FTSE 100 CR	6607.90	-0.20	4.75	6.22	13.28	48.02	41.91
Hang Seng China Enterprise CR	12001.10	11.75	24.80	16.06	76.89	179.68	453.71
Hang Seng CR	21772.70	5.52	9.96	9.06	33.84	77.22	105.43
Hang Seng Red Chip CR	4131.58	14.16	20.26	24.07	79.36	204.16	246.57
Hungary Budapest CR	28929.70	8.33	23.51	16.44	35.14	150.76	298.89
IPSA Select CR	3470.18	5.81	18.48	28.85	63.22	134.00	236.27
Jakarta Composite Index CR	2139.28	2.64	16.84	18.49	63.27	192.09	323.61
Johannesburg SE/Top 40 CR	25564.60	-0.53	3.96	13.08	30.84	177.86	149.81
Korean SE KOSPI Composite CR	1743.60	2.51	20.04	21.55	34.63	121.89	134.76
Kuala Lumpur SE Composite CR	1354.38	0.56	8.62	23.55	48.07	65.20	86.70
Merval CR	2190.87	-2.33	4.19	4.80	28.04	131.73	524.80
Mexico IPC CR	31151.00	-0.79	8.36	17.78	62.69	202.97	382.14
NASDAQ Composite CR	2603.23	-0.05	7.50	7.78	19.85	27.12	77.91
Nikkei 225 CR	18138.36	1.47	4.92	5.30	16.98	52.95	70.76
OMX Helsinki CR	11346.90	-0.85	10.03	17.89	31.67	93.70	87.14
Pakistan Karachi SE 100 CR	13772.50	6.26	22.19	37.17	37.87	160.88	678.06
Philippine PSE Composite CR	3665.23	5.48	14.41	22.89	68.22	132.06	216.97
PX Prague SE CR	1859.10	1.41	8.58	17.01	33.71	134.29	350.58
Romania BET CR	9665.61	11.57	13.08	20.07	36.98	214.22	678.74
Russia RTS CR	1897.70	6.59	-1.96	-1.26	26.97	225.33	436.39
S&P 500 CR	1503.35	-1.78	5.81	6.00	18.36	31.78	51.88
S&P/ASX 200 CR	6274.90	-0.61	4.67	10.67	23.67	77.61	95.12
Shanghai A Share CR	4009.97	-6.96	19.83	42.44	128.09	173.00	121.55
Shanghai B Share CR	254.98	-15.46	43.41	95.96	175.97	193.60	69.09
Shenzhen A Share CR	1125.70	-9.44	30.62	97.64	149.48	205.22	110.42
Shenzhen B Share CR	672.20	-2.44	28.29	55.13	127.79	170.22	181.89
Singapore Straits Time CR	3548.20	1.06	9.81	18.83	45.69	93.05	128.48
Swiss Market Index CR	9209.36	-2.56	2.59	4.82	20.35	63.89	54.01
Taiwan Weighted Price CR	8883.21	9.06	12.67	13.54	32.50	52.12	72.37
Thailand SET CR	776.79	5.34	15.30	14.26	14.55	20.13	99.64
Turkey ISE National - 100	47093.70	0.03	7.86	20.39	32.83	162.10	
Vietnam CR	1024.68	-5.25	-4.35	36.30	98.74	310.36	407.12

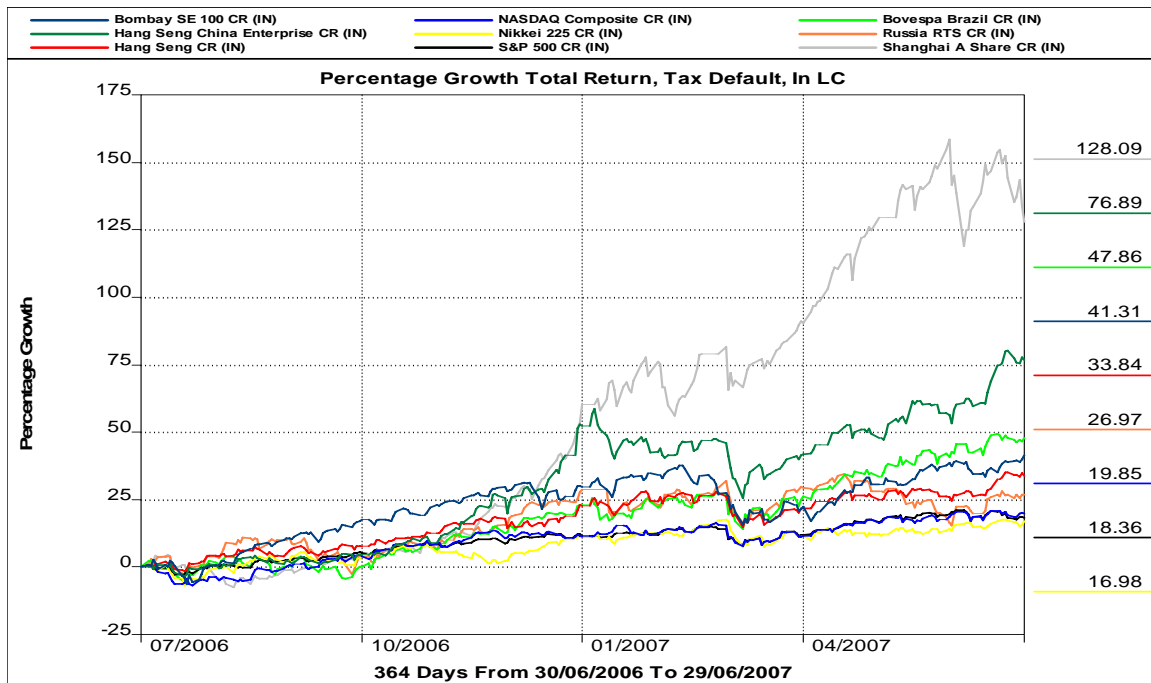
Source: Lipper

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Figure 1 Relative Return of Global Equity Markets



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Source: Lipper

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Figure 2: Benchmark Yield Curve of US Treasuries in May 2007 & June 2007

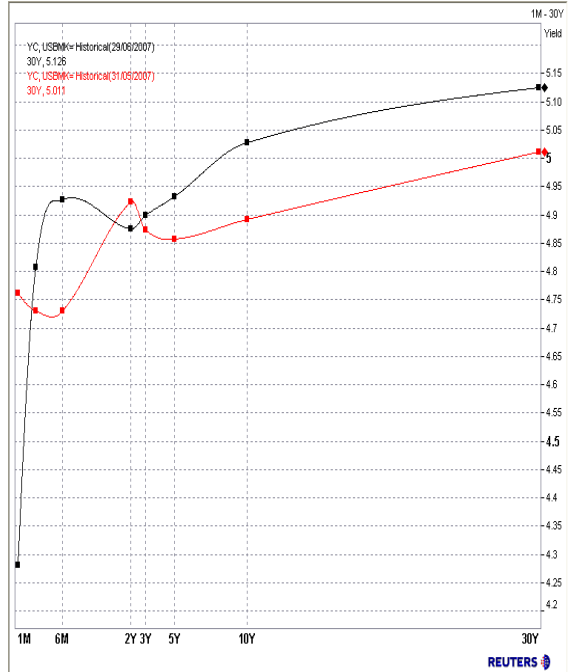


Figure 3: Benchmark Yield Curve of Euro-Zone Government Bonds in May 2007 & June 2007

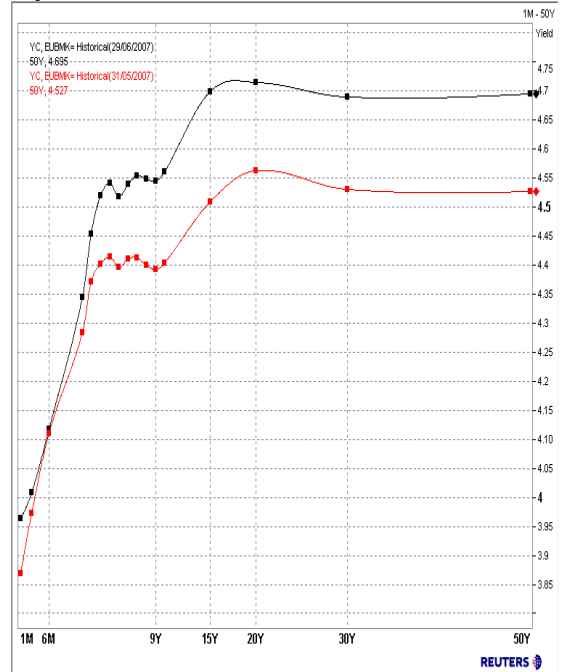


Figure 4: JP Morgan EMBI-Global from July 2006 to June 2007

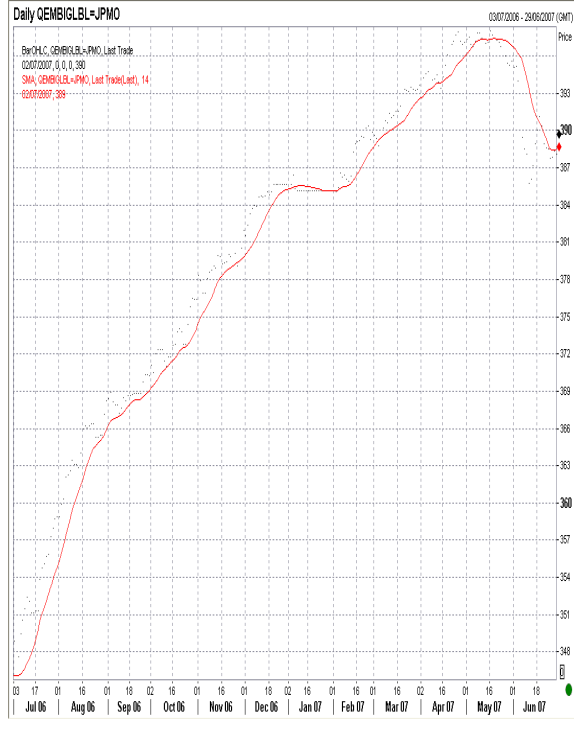
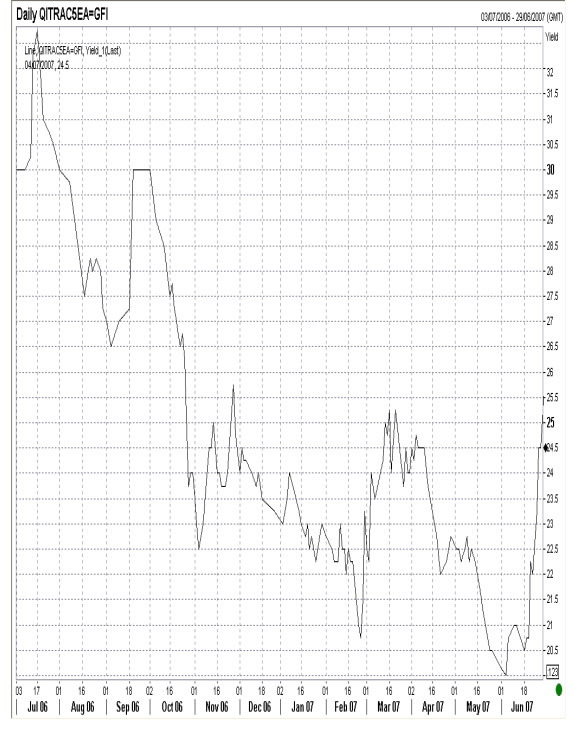


Figure 5: iTraxx Europe 5-Year Index from July 2006 to June 2007



Source: Reuters

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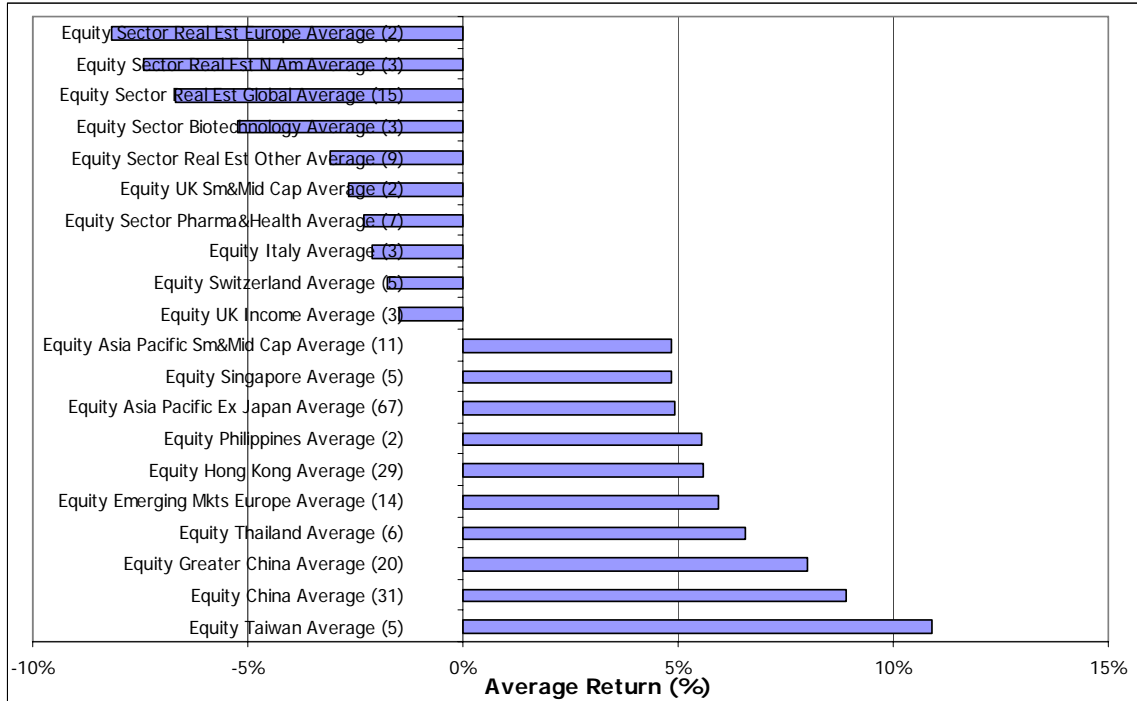
Table 2 Average Performance of All Funds Authorized for Sale in Hong Kong in June 2007

	% Growth TR Def HKD 1M 31/05/2007 To 29/06/2007	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
Bond Average (285)	-0.47	1.78	8.16	20.1	52.49
Equity Average (887)	1.45	13.57	33.84	95.77	152.04
Mixed Assets Average (119)	0.45	6.77	17.65	45.36	72.71
Money Market Average (95)	0.74	3.47	7.29	14.03	28.93
Commodities Average (2)	2.82	7.31	10.36		
Guaranteed Average (215)	0.86	4.16	11.49	13.85	46.92
Hedge/Long/Short Equity Average (1)	0.97	7.70	13.38	32.24	
Hedge/Multi Strategies Average (3)	0.74	8.85	14.16	41.03	
Protected Average (24)	0.21	5.58	16.38	29.02	45.71
Real Estate Average (6)	-0.68	4.13	8.18		

Source: Lipper, calculated until June 30, 2007

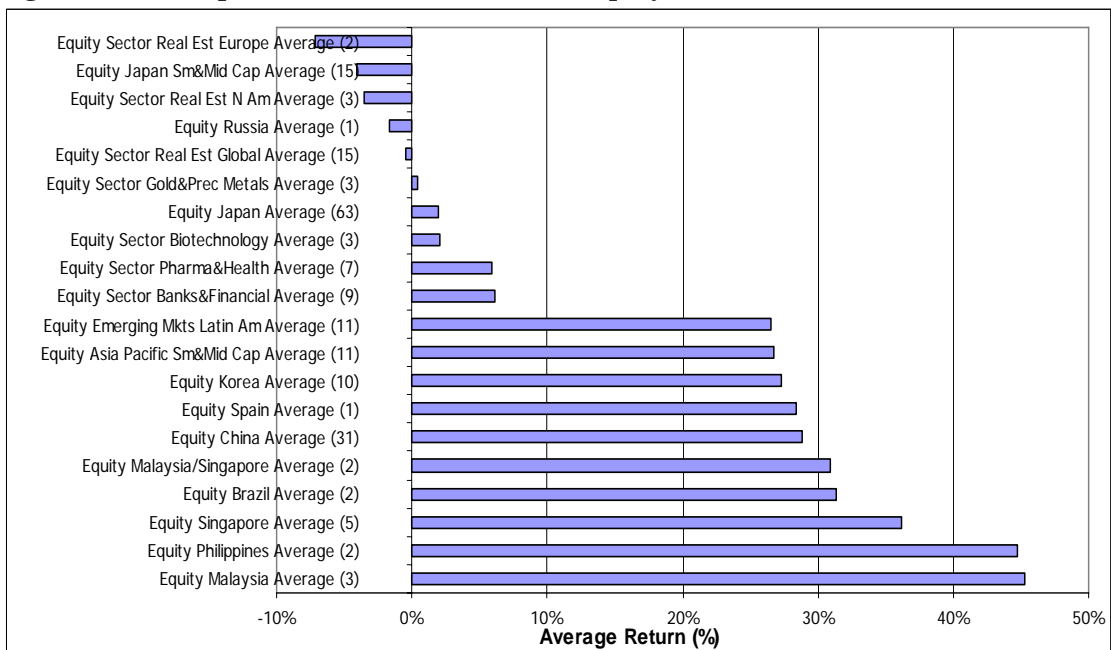
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Figure 6 Ten Top & Bottom H.K.-Authorized Equity Funds Under LGC in June 2007



Source: Lipper

Figure 7 Ten Top & Bottom H.K.-Authorized Equity Funds Under LGC in 1H2007



Source: Lipper

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Table 3 Ten Top & Bottom H.K.-Authorized Equity Funds in June 2007

	% Growth TR Def HKD 1M 31/05/2007 To 29/06/2007	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
Hang Seng China H-Share Index Leveraged 150 A	17.71	24.07	125.58	339.95	
BOCHK China Equity Fund A	13.56	25.83	82.51	187.67	
Kingsway China Fund	13.16	43.67	81.03	186.24	249.73
Hang Seng FTSE/Xinhua China 25 Index ETF	13.07	15.52	69.72		
Hang Seng China Index Acc Unit A	12.99	15.07	68.07	163.05	
BOCHK China Golden Dragon Fund A	12.63	26.51	85.49	206.51	
Legg Mason Greater China Equity A Ord USD	12.57	26.42	81.34		
INVESCO PRC Equity USD A	11.96	28.02	78.62	184.62	341.38
Hang Seng H-Share Index ETF	11.84	16.82	78.00	192.40	
Kingsway Middle Kingdom Fund	11.80	36.64	65.85	171.10	197.13
Morgan Stanley Global Property A USD	-7.26	-0.55			
Hang Seng China B-Share Focus A1	-7.31				
Schroder ISF Global Property Securities A Acc	-7.42	0.93	30.75		
Davis Real Estate A	-7.48	-4.71	12.23	67.94	119.87
JPM Global Real Estate Securities A Acc USD	-7.53	2.82			
Henderson HF Pan European Property Equities A2 EUR	-7.61	-5.12	32.10	155.57	326.80
Morgan Stanley US Property A USD	-8.36	-2.48	16.64	92.72	146.15
Morgan Stanley European Property A EUR	-8.72	-9.20	28.50	117.21	237.15
ABN AMRO Global Property Equity A USD	-8.88	-2.30	21.93		
AllianceBernstein-Global Real Estate Secs A USD	-10.40	-7.79	7.86	63.64	104.28

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

Table 4 Technical Analysis of Ten Top & Bottom H.K.-Authorized Equity Funds in June 2007

	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	Std Dev Ann TR Def HKD 1Y 30/06/2006 To 29/06/2007	Sharpe Ratio RFR= 1Y HIBOR 1Y 30/06/2006 To 29/06/2007	Lipper Score			
				Consistent Return	3 Years		Total Return
				Expense	Preservation		
Hang Seng China H-Share Index Leveraged 150 A	125.58	41.02	2.95	Leader		5	Leader
BOCHK China Equity Fund A	82.51	19.54	3.98	3	2	3	3
Kingsway China Fund	81.03	14.91	5.12	3		3	4
Hang Seng FTSE/Xinhua China 25 Index ETF	69.72	23.61	2.75				
Hang Seng China Index Acc Unit A	68.07	23.55	2.69	5		5	5
BOCHK China Golden Dragon Fund A	85.49	20.82	3.88	2	Leader	3	2
Legg Mason Greater China Equity A Ord USD	81.34	15.32	5.00				
INVESCO PRC Equity USD A	78.62	16.60	4.45	3	5	3	3
Hang Seng H-Share Index ETF	78.00	26.52	2.76	2	Leader	5	2
Kingsway Middle Kingdom Fund	65.85	15.18	4.03	2		3	2
Morgan Stanley Global Property A USD							
Hang Seng China B-Share Focus A1							
Schroder ISF Global Property Securities A Acc	30.75	12.23	2.13				
Davis Real Estate A	12.23	13.63	0.55			4	
JPM Global Real Estate Securities A Acc USD							
Henderson HF Pan European Property Equities A2 EUR	32.10	15.65	1.75			Leader	
Morgan Stanley US Property A USD	16.64	16.64	0.72			3	
Morgan Stanley European Property A EUR	28.50	17.14	1.39			Leader	
ABN AMRO Global Property Equity A USD	21.93	13.51	1.27				
AllianceBernstein-Global Real Estate Secs A USD	7.86	16.82	0.19			4	



Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

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Table 5 Ten Top & Bottom H.K.-Authorized Equity Funds in 1H2007

	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
JF China Pioneer A-Share A	76.17	190.19		
Allianz GIS RCM Malaysia A Dis	60.49	109.04	141.17	181.34
iShares FTSE/Xinhua A50 China Tracker	58.94	176.53		
HSBC China Momentum Fund A	55.37	124.39	318.23	
Allianz GIS RCM Singapore A Dis	49.53	98.78	193.72	289.93
JF Philippine Fund	46.58	145.89	253.16	265.05
JF Malaysia Fund	44.12	96.94	154.33	221.06
Kingsway China Fund	43.67	81.03	186.24	249.73
HSBC GIF Singapore Equity PD USD	43.11	90.11	174.87	300.40
Allianz GIS RCM Philippines A Dis	42.97	112.60	309.27	395.51
INVECO Japanese Small/Mid Cap Equity USD A	-5.05	-15.81	-21.13	47.27
Henderson HF Pan European Property Equities A2 EUR	-5.12	32.10	155.57	326.80
MLIIF Japan Opportunities Fund A2 JPY	-5.20	-12.06	0.96	63.27
JF Japan Small Cap A Dist USD	-5.45	-11.01	1.36	51.48
SGAM Fund Equities Gold Mines A	-6.50	0.75	103.93	136.75
UBS (Lux) Equity Fund - Small & Mid Caps Japan B	-7.70	-17.50	-12.55	70.05
AllianceBernstein-Global Real Estate Secs A USD	-7.79	7.86	63.64	104.28
Morgan Stanley European Property A EUR	-9.20	28.50	117.21	237.15
JF Japan OTC Fund	-12.13	-30.34	-32.75	26.14
SGAM Fund Equities Japan Small Cap A	-14.43	-24.55	-22.78	42.23

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

Table 6 Technical Analysis of Ten Top & Bottom H.K.-Authorized Equity Funds in 1H2007

	Ann Comp Ret TR Def HKD 6M 31/12/2006 To 29/06/2007	Std Dev Ann TR Def HKD 6M 31/12/2006 To 29/06/2007	Sharpe Ratio RFR= 1Y HIBOR 1Y 30/06/2006 To 29/06/2007	Lipper Score			
				Consistent Return	3 Years		Total Return
				Expense	Preservation		
JF China Pioneer A-Share A	211.34	24.26	8.52				
Allianz GIS RCM Malaysia A Dis	158.23	20.17	7.61			3	
IShares FTSE/Xinhua A50 China Tracker	153.27	23.04	6.45				
HSBC China Momentum Fund A	141.98	31.95	4.30	Leader		4	Leader
Allianz GIS RCM Singapore A Dis	124.08	10.76	11.09	3		Leader	3
JF Philippine Fund	115.32	14.06	7.87			5	
JF Malaysia Fund	108.11	19.58	5.28			2	
Kingsway China Fund	106.83	15.64	6.53	3		3	4
HSBC GIF Singapore Equity PD USD	105.21	16.04	6.26	3		Leader	3
Allianz GIS RCM Philippines A Dis	104.81	16.01	6.25			4	
INVECO Japanese Small/Mid Cap Equity USD A	-9.87	7.62	-1.91	5	3	5	5
Henderson HF Pan European Property Equities A2 EUR	-10.00	13.42	-1.10			Leader	
MLIIF Japan Opportunities Fund A2 JPY	-10.16	6.24	-2.38	2	2	5	2
JF Japan Small Cap A Dist USD	-10.64	10.10	-1.52	3	2	5	2
SGAM Fund Equities Gold Mines A	-12.61	8.30	-2.09			5	
UBS (Lux) Equity Fund - Small & Mid Caps Japan B	-14.85	12.73	-1.54	4	2	5	4
AllianceBernstein-Global Real Estate Secs A USD	-15.00	20.89	-0.94			4	
Morgan Stanley European Property A EUR	-17.60	13.82	-1.62			Leader	
JF Japan OTC Fund	-22.84	17.02	-1.62	5	3	5	5
SGAM Fund Equities Japan Small Cap A	-26.83	9.79	-3.22	5	4	5	5

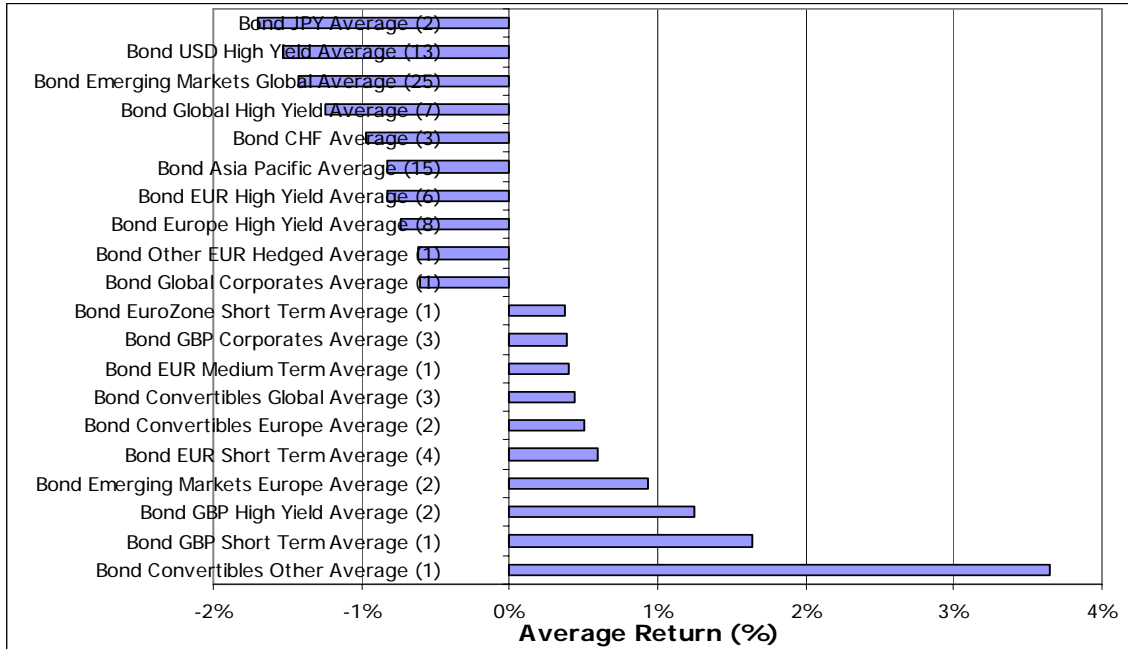


Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

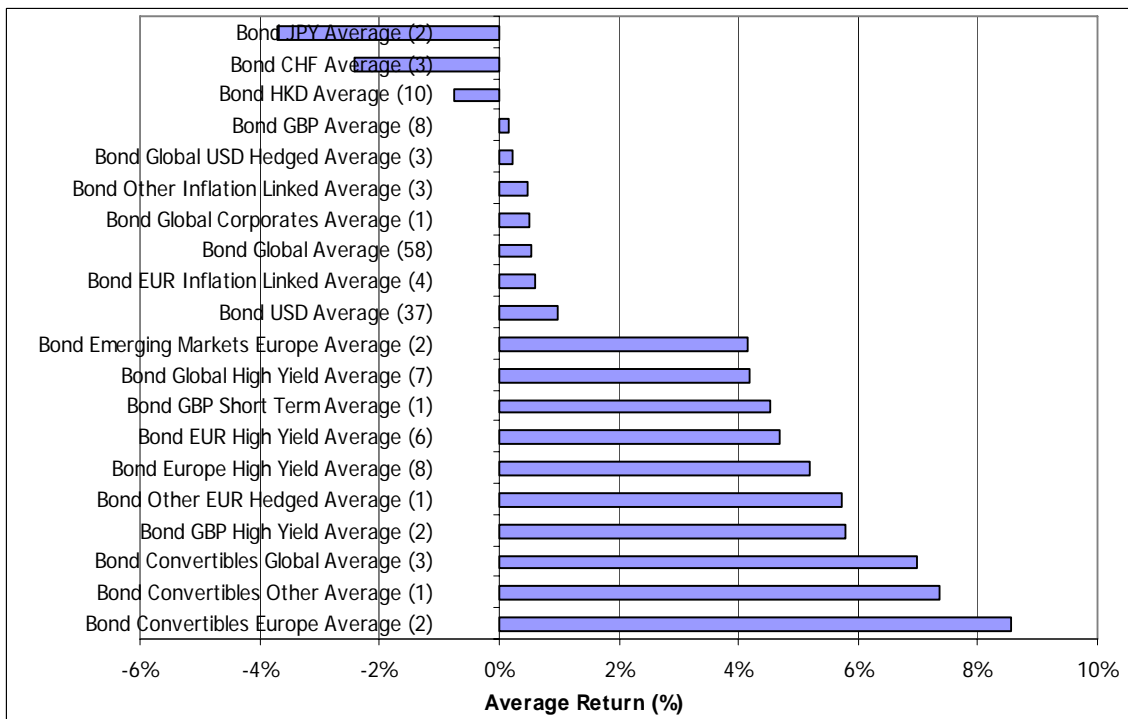
Leading Fund Intelligence

Figure 8 Ten Top & Bottom H.K.-Authorized Bond Funds Under LGC in June 2007



Source: Lipper

Figure 9 Ten Top & Bottom H.K.-Authorized Bond Funds Under LGC in 1H2007



Source: Lipper

Leading Fund Intelligence



Table 7 Ten Top & Bottom H.K.-Authorized Bond Funds in June 2007

	% Growth TR Def HKD 1M 31/05/2007 To 29/06/2007	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
Parvest Asian Convertible Bond C	3.65	7.35	20.80	42.00	66.61
Aberdeen Global-Fixed Interest Opportunities D Dis	1.82	5.80	18.05		
Mellon Sterling Bond A GBP	1.65	3.65	14.23	28.49	58.95
Aberdeen Global-Sterling Financials Bond A Acc	1.64	4.54	12.13	22.89	56.78
Morgan Stanley Global Conv Bd EUR A EUR	1.08	8.85	17.86	30.66	
SGAM Fund Bonds Converging Europe A	1.04	5.14	20.26	48.18	91.09
AmEx Funds Global Emerg Mkt Liquidity AEH	0.86	6.34	11.97	19.18	61.87
Schroder ISF Converging Europe Bond A Acc	0.81	3.17	10.09	21.06	62.87
Schroder ISF EURO Short Term Bond A Acc	0.80	4.18	8.68	17.56	55.83
CAAM Funds European Convertible Bond C Cap (EUR)	0.80	9.77	23.12	49.47	95.42
<hr/>					
Fidelity Funds - Emerging Market Debt A	-2.02	1.09	11.03		
MFS Meridian Funds US High Yield Bond A1 USD	-2.03	2.75	10.90		
Legg Mason WA Emerging Markets Bd A	-2.03	2.09	12.04	37.44	
AmEx Funds USD High Income Bonds AU	-2.03	2.36	9.14	21.49	
INVESCO US High Yield Bond USD A	-2.11	2.64	10.10		
Franklin High Yield A Dis	-2.25	2.67	10.07	22.95	58.07
MLIIF Emerging Markets Bond Fund A1 USD	-2.60	1.18	15.67		
ABN AMRO Global Emerging Markets Bond (EUR) A	-2.88	-6.10	16.98	69.07	
AIG Global Funds - AIG Emerging Markets Bd Y	-2.89	0.23	13.24	44.85	104.81
ABN AMRO Global Emerging Markets Bond (USD) A USD	-3.42	-7.79	12.61	60.99	143.53

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

Table 8 Technical Analysis of Ten Top & Bottom H.K.-Authorized Bond Funds in June 2007

	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	Std Dev Ann TR Def HKD 1Y 30/06/2006 To 29/06/2007	Sharpe Ratio RFR=1Y HIBOR 1Y 30/06/2006 To 29/06/2007	Lipper Score			
				Consistent Return	3 Years		Total Return
Expense	Preservation						
Parvest Asian Convertible Bond C	20.80	5.92	2.72			3	
Aberdeen Global-Fixed Interest Opportunities D Dis	18.05	5.27	2.53				
Mellon Sterling Bond A GBP	14.23	6.03	1.58	Leader	5	4	Leader
Aberdeen Global-Sterling Financials Bond A Acc	12.13	5.19	1.43				
Morgan Stanley Global Conv Bd EUR A EUR	17.86	5.93	2.22			5	
SGAM Fund Bonds Converging Europe A	20.26	9.24	1.68			5	
AmEx Funds Global Emerg Mkt Liquidity AEH	11.97	5.52	1.31	5	2	4	5
Schroder ISF Converging Europe Bond A Acc	10.09	6.75	0.80			5	
Schroder ISF EURO Short Term Bond A Acc	8.68	5.73	0.69			4	
CAAM Funds European Convertible Bond C Cap (EUR)	23.12	5.63	3.27			3	
Fidelity Funds - Emerging Market Debt A	11.03	4.53	1.39				
MFS Meridian Funds US High Yield Bond A1 USD	10.90	3.52	1.76				
Legg Mason WA Emerging Markets Bd A	12.04	5.14	1.42	4	3	3	3
AmEx Funds USD High Income Bonds AU	9.14	3.32	1.33	2	2	Leader	3
INVESCO US High Yield Bond USD A	10.10	3.61	1.49				
Franklin High Yield A Dis	10.07	3.64	1.47	Leader	Leader	2	2
MLIIF Emerging Markets Bond Fund A1 USD	15.67	6.62	1.65				
ABN AMRO Global Emerging Markets Bond (EUR) A	16.98	11.55	1.06	Leader	Leader	5	Leader
AIG Global Funds - AIG Emerging Markets Bd Y	13.24	6.55	1.30	2	Leader	3	2
ABN AMRO Global Emerging Markets Bond (USD) A USD	12.61	11.37	0.69	Leader	Leader	3	Leader



Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

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Table 9 Ten Top & Bottom H.K.-Authorized Bond Funds in 1H2007

	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
Baring Emerging Markets Debt A	10.66	25.83	48.14	
CAAM Funds European Convertible Bond C Cap (EUR)	9.77	23.12	49.47	95.42
Morgan Stanley Global Conv Bd EUR A EUR	8.85	17.86	30.66	
Aberdeen Global-High Yield Bond D Dist	7.82	18.32	51.73	142.84
Parvest Asian Convertible Bond C	7.35	20.8	42.00	66.61
Parvest European Convertible Bond C	7.31	20.11	49.25	98.53
Aberdeen Global-European High Yield Bond A Acc	7.29	17.86	49.17	144.95
Templeton Global Total Return A Acc USD	7.18	17.81	42.20	
Morgan Stanley Global Conv Bd USD A USD	7.02	13.69	23.73	
Templeton Emerging Markets Bond A Dis USD	6.75	19.24	47.99	89.18
Threadneedle Global Bond C1	-2.35	2.65	12.48	43.73
Baring Sterling World Bond GBP	-2.63	0.15	8.24	35.30
UBS (Lux) Bond Fund - CHF B	-2.64	-0.27	3.13	28.74
Coutts Equator Swiss Franc Bond Prgm Series 2	-3.15	-0.23	2.96	27.13
Baring International Bond USD	-3.38	-1.57	2.88	27.93
UBS (Lux) Bond Fund - JPY B	-3.62	-6.02	-11.47	-4.44
Parvest Japan Yen Bond C	-3.80	-6.44	-11.75	-5.14
Baring Directional USD A	-4.33	-6.74		
ABN AMRO Global Emerging Markets Bond (EUR) A	-6.10	16.98	69.07	
ABN AMRO Global Emerging Markets Bond (USD) A USD	-7.79	12.61	60.99	143.53

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

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Table 10 Technical Analysis of Ten Top & Bottom H.K.-Authorized Bond Funds in 1H2007

	Ann Comp Ret TR Def HKD 6M 31/12/2006 To 29/06/2007	Std Dev Ann TR Def HKD 6M 31/12/2006 To 29/06/2007	Sharpe Ratio RFR=1Y HIBOR 1Y 30/06/2006 To 29/06/2007	Lipper Score			
				Consistent Return	3 Years		Total Return
Expense	Preservation						
Baring Emerging Markets Debt A	22.53	8.89	2.00	2		2	2
CAAM Funds European Convertible Bond C Cap (EUR)	20.55	5.95	2.66			3	
Morgan Stanley Global Conv Bd EUR A EUR	18.54	6.20	2.23			5	
Aberdeen Global-High Yield Bond D Dist	16.31	4.02	2.88				
Parvest Asian Convertible Bond C	15.30	6.41	1.65			3	
Parvest European Convertible Bond C	15.19	5.94	1.76			3	
Aberdeen Global-European High Yield Bond A Acc	15.16	6.15	1.70	Leader	4	4	Leader
Templeton Global Total Return A Acc USD	14.92	4.49	2.27	Leader	3	2	Leader
Morgan Stanley Global Conv Bd USD A USD	14.58	2.68	3.68			2	
Templeton Emerging Markets Bond A Dis USD	14.00	4.95	1.87	2	4	Leader	2
Threadneedle Global Bond C1	-4.65	6.69	-1.40	2	4	3	2
Baring Sterling World Bond GBP	-5.21	7.27	-1.37	4	4	5	4
UBS (Lux) Bond Fund - CHF B	-5.22	7.21	-1.38			5	
Coutts Equator Swiss Franc Bond Prgm Series 2	-6.21	7.52	-1.45			5	
Baring International Bond USD	-6.67	7.77	-1.47	5	3	5	5
UBS (Lux) Bond Fund - JPY B	-7.12	5.92	-2.00			5	
Parvest Japan Yen Bond C	-7.47	6.15	-1.98			5	
Baring Directional USD A	-8.50	6.12	-2.16				
ABN AMRO Global Emerging Markets Bond (EUR) A	-11.86	7.13	-2.33	Leader	Leader	5	Leader
ABN AMRO Global Emerging Markets Bond (USD) A USD	-15.01	7.24	-2.73	Leader	Leader	3	Leader

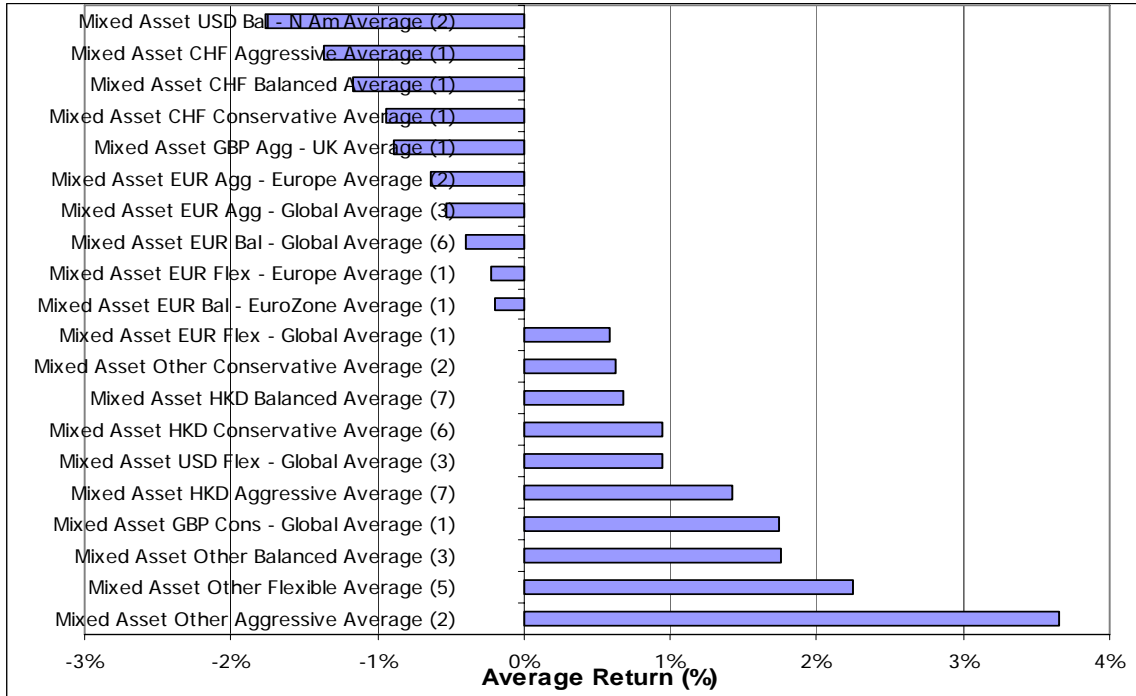
 HIGHEST  LOWEST

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

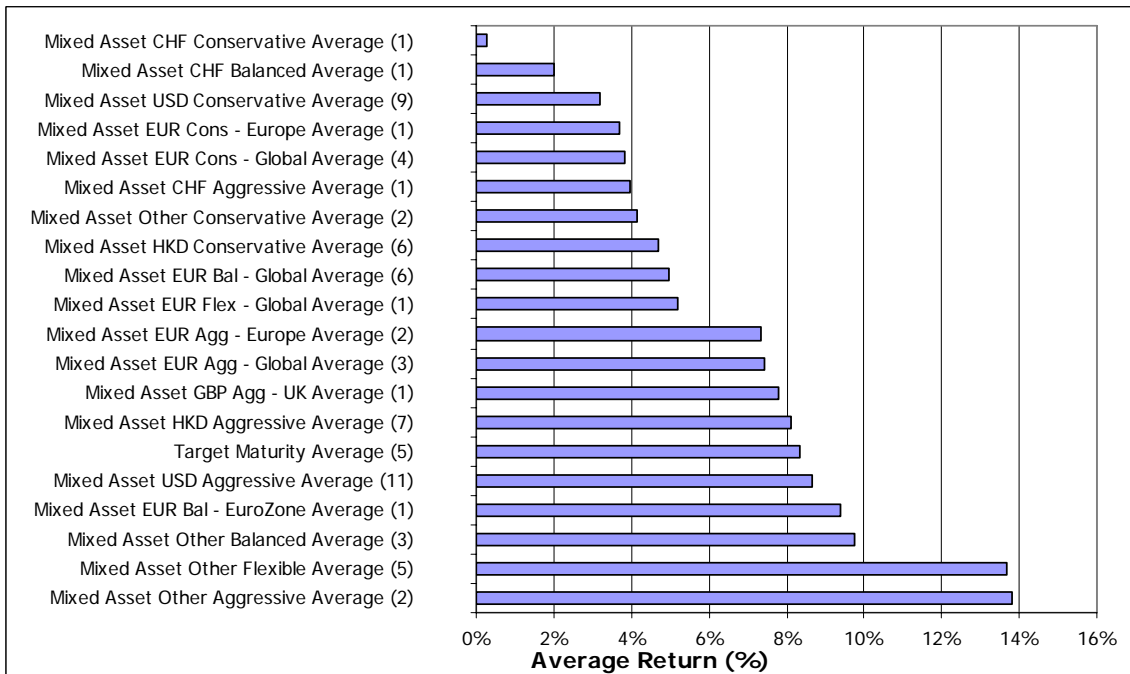
Leading Fund Intelligence

Figure 10 Ten Top & Bottom H.K.-Authorized Mixed-Asset Funds Under LGC in June 2007



Source: Lipper

Figure 11 Ten Top & Bottom H.K.-Authorized Mixed-Asset Funds Under LGC in 1H2007



Source: Lipper

Leading Fund Intelligence

Table 11 Ten Top & Bottom H.K.-Authorized Mixed-Asset Funds in June 2007

	% Growth TR Def HKD 1M 31/05/2007 To 29/06/2007	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
AIG Global Funds - AIG Asia Balanced L	5.89	18.75	47.76	118.52	154.39
JF AsiaOne Fund	4.66	24.69			
BOCHK China Income Fund A	4.01	8.93	22.10	40.97	
PCIIM Global Balanced	3.90	16.33	35.79	65.56	71.63
BOCHK Australia Income Fund A	3.59	13.71	26.87		
Indocam HK Global Balanced Fund - Accumulation	3.48	10.72	34.94	69.73	120.65
Allianz GIS RCM Oriental Income A Dis	3.43	16.35	25.77	92.87	
Baring Asia Balanced	3.40	14.58	35.69	83.35	121.97
First State Asian Bridge	3.04	12.65	30.01	74.78	
Standard Life IPT-Global Balanced-Class Three	2.66	15.36	35.96	79.21	
SIS Defensive Growth	-1.12	1.78	8.01	15.14	33.64
UBS (Lux) Strategy Fund - Balanced CHF B	-1.17	2.01	9.71	25.89	53.92
SIS Growth	-1.17	4.65	15.89	33.23	57.77
ABN AMRO Model Fund 3 EUR	-1.25	3.03	13.07	36.08	73.86
UBS (Lux) Strategy Fund - Growth CHF B	-1.36	3.96	14.96	39.34	67.62
ABN AMRO Model Fund 5 EUR	-1.41	6.15	20.55	56.68	81.88
ABN AMRO Model Fund 4 EUR	-1.43	4.44	16.21	44.03	77.25
INVESCO Global Balanced Fund A Acc	-1.60	7.07	17.29		
SIS High Growth Fund	-1.62	5.32	18.41	40.05	67.48
Franklin Income A Dis	-2.47	5.13	16.01	36.47	76.51

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

Table 12 Technical Analysis of Ten Top & Bottom H.K.-Authorized Mixed-Asset Funds in June 2007

	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	Std Dev Ann TR Def HKD 1Y 30/06/2006 To 29/06/2007	Sharpe Ratio RFR=1Y HIBOR 1Y 30/06/2006 To 29/06/2007	Lipper Score			
				Consistent Return	3 Years		Total Return
Expense	Preservation						
AIG Global Funds - AIG Asia Balanced L	47.76	6.73	6.40			5	
JF AsiaOne Fund							
BOCHK China Income Fund A	22.10	5.30	3.28	Leader		2	Leader
PCIIM Global Balanced	35.79	5.70	5.45	Leader	Leader	3	Leader
BOCHK Australia Income Fund A	26.87	7.27	3.05				
Indocam HK Global Balanced Fund - Accumulation	34.94	5.25	5.76	Leader	Leader	5	Leader
Allianz GIS RCM Oriental Income A Dis	25.77	5.40	3.90	Leader		5	Leader
Baring Asia Balanced	35.69	4.52	6.85	Leader	3	5	Leader
First State Asian Bridge	30.01	3.15	8.03			2	
Standard Life IPT-Global Balanced-Class Three	35.96	3.98	7.85			3	
SIS Defensive Growth	8.01	3.09	1.06	5	Leader	Leader	5
UBS (Lux) Strategy Fund - Balanced CHF B	9.71	5.47	0.91			5	
SIS Growth	15.89	3.91	2.86	4	Leader	3	4
ABN AMRO Model Fund 3 EUR	13.07	5.00	1.67	3	Leader	3	3
UBS (Lux) Strategy Fund - Growth CHF B	14.96	5.67	1.81			5	
ABN AMRO Model Fund 5 EUR	20.55	5.25	3.02			4	
ABN AMRO Model Fund 4 EUR	16.21	4.79	2.40	Leader	Leader	3	Leader
INVESCO Global Balanced Fund A Acc	17.29	6.15	2.04				
SIS High Growth Fund	18.41	4.83	2.83	4	2	4	4
Franklin Income A Dis	16.01	4.62	2.44			2	



Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.



Table 13 Ten Top & Bottom H.K.-Authorized Mixed-Asset Funds in 1H2007

	% Growth TR Def HKD 6M 31/12/2006 To 29/06/2007	% Growth TR Def HKD 1Y 30/06/2006 To 29/06/2007	% Growth TR Def HKD 3Y 30/06/2004 To 29/06/2007	% Growth TR Def HKD 5Y 30/06/2002 To 29/06/2007
JF AsiaOne Fund	24.69			
AIG Global Funds - AIG Asia Balanced L	18.75	47.76	118.52	154.39
Allianz GIS RCM Oriental Income A Dis	16.35	25.77	92.87	
PCIIM Global Balanced	16.33	35.79	65.56	71.63
Standard Life IPT-Global Balanced-Class Three	15.36	35.96	79.21	
Baring Asia Balanced	14.58	35.69	83.35	121.97
BOCHK Australia Income Fund A	13.71	26.87		
First State Asian Bridge	12.65	30.01	74.78	
INVESCO Asia Balanced Fund - A Acc	11.81	29.50	62.19	
Fidelity Funds - Fidelity Target TM 2020 EUR A	11.29	26.21	88.84	
ABN AMRO Model Fund 3 EUR	3.03	13.07	36.08	73.86
ABN AMRO Model Fund 2 EUR	3.01	10.75	27.82	67.56
UBS (Lux) Strategy Fund - Yield USD B	2.64	8.41	17.09	30.42
JPM Global Capital Preservation USD A Acc USD	2.04	7.10		
UBS (Lux) Strategy Fund - Balanced CHF B	2.01	9.71	25.89	53.92
JPM Global Total Return USD A Acc USD	1.80	2.07		
SIS Defensive Growth	1.78	8.01	15.14	33.64
MLIIF Conservative Allocation Fund (USD) A2 USD	1.77	5.39	10.13	
ipac Multi-Manager Stable	1.48	9.14		
UBS (Lux) Strategy Fund - Yield CHF B	0.26	4.84	14.12	40.37

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

Table 14 Technical Analysis of Ten Top & Bottom H.K.-Authorized Mixed-Asset Funds in 1H2007

	Ann Comp Ret TR Def HKD 6M 31/12/2006 To 29/06/2007	Std Dev Ann TR Def HKD 6M 31/12/2006 To 29/06/2007	Sharpe Ratio RFR= 1Y HIBOR 1Y 30/06/2006 To 29/06/2007	Lipper Score			
				Consistent Return	3 Years		Total Return
Expense	Preservation						
JF AsiaOne Fund	55.67	7.16	7.12				
AIG Global Funds - AIG Asia Balanced L	41.15	7.17	5.08			5	
Allianz GIS RCM Oriental Income A Dis	35.49	2.77	11.11	Leader		5	Leader
PCIIM Global Balanced	35.43	7.71	3.98	Leader	Leader	3	Leader
Standard Life IPT-Global Balanced-Class Three	33.18	4.13	6.89			3	
Baring Asia Balanced	31.38	3.80	7.02	Leader	3	5	Leader
BOCHK Australia Income Fund A	29.40	6.71	3.68				
First State Asian Bridge	26.98	3.31	6.73			2	
INVESCO Asia Balanced Fund - A Acc	25.10	3.45	5.91	Leader	2	2	Leader
Fidelity Funds - Fidelity Target TM 2020 EUR A	23.93	6.96	2.76	Leader	2	5	Leader
ABN AMRO Model Fund 3 EUR	6.17	5.19	0.28	3	Leader	3	3
ABN AMRO Model Fund 2 EUR	6.13	5.35	0.26			4	
UBS (Lux) Strategy Fund - Yield USD B	5.37	2.39	0.27			Leader	
JPM Global Capital Preservation USD A Acc USD	4.12	1.35	-0.44				
UBS (Lux) Strategy Fund - Balanced CHF B	4.07	5.81	-0.11			5	
JPM Global Total Return USD A Acc USD	3.64	5.47	-0.20				
SIS Defensive Growth	3.61	3.14	-0.35	5	Leader	Leader	5
MLIIF Conservative Allocation Fund (USD) A2 USD	3.58	2.06	-0.55			Leader	
ipac Multi-Manager Stable	2.98	2.41	-0.72				
UBS (Lux) Strategy Fund - Yield CHF B	0.51	5.76	-0.73			5	

LIPPER LIPPER LEADER SCORECARD KEY HIGHEST 1 2 3 4 5 LOWEST

Source: Lipper, calculated until June 30, 2007

Since not all fund NAVs are reported at the same intervals, the last available price is used for performance calculations. The preceding month's figures may also be readjusted as a result.

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Table 15 Forward P/E Ratios and Dividend Yields of Global Equity Markets

	Closing price as of 10/07/2007	1-year forward P/E ratio	2-year forward P/E ratio	1-year forward dividend yield	2-year forward dividend yield
Bombay SE Sensex (BSE 30)	15,009.88	18.14	16.29	1.41	1.59
Bovespa Brazil	18,007.66	10.92	9.76	2.86	3.21
CAC 40	6,019.22	13.80	12.68	2.89	3.17
Dow Jones Industrial Average	13,501.70	15.71	14.18	N/A	N/A
FTSE 100 CR	6,630.90	12.99	12.41	3.37	3.64
Hang Seng China Enterprise	13,221.12	20.93	17.58	1.68	1.97
Hang Seng	22,885.84	16.51	15.77	2.82	3.17
Hungary Budapest	28,985.97	13.70	12.69	2.51	2.95
Jakarta Composite Index	2,282.38	14.26	12.31	2.72	3.25
Korean SE KOSPI Composite	1,894.53	12.63	11.12	1.91	1.95
Kuala Lumpur SE Composite	1,371.45	16.55	15.00	3.25	3.44
Mexico IPC	31,743.02	15.28	13.43	1.60	2.38
NASDAQ Composite	2,639.16	22.49	19.26	N/A	N/A
Nikkei 225	18,252.67	20.75	19.13	1.12	1.20
Philippine PSE Composite	3,720.96	18.15	15.90	2.39	2.79
S&P 500	1,510.12	15.91	14.33	N/A	N/A
Shanghai A Share	4,043.64	33.18	26.46	0.98	1.18
Shenzhen A Share	1,122.97	33.59	25.78	N/A	N/A
Singapore Straits Time	3,620.32	17.98	15.99	2.84	3.09
Taiwan Weighted Price	9,384.73	15.16	13.48	3.71	3.99
Thailand SET	858.45	11.55	10.61	3.69	4.24

Source: Reuters

“While MPFs are a long-term investment, diversifying one’s portfolio is critical to reduce volatility if a particular market or sector is wiped out. The key message remains the same: performance should not be used in isolation when selecting a fund for investment. Regular reviews of portfolio performance, consultation with an investment professional, and the use of an independent third-party analysis will help investors find funds that fit their investment needs.”

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Did You Know?

The **Lipper Leader** fund selection system helps financial advisors match their clients with funds that fit their investment goals and allows fund companies to showcase the unique strengths of their funds in marketing materials. Lipper Leader scores are respected as expert third-party evaluations. They're investor-focused and easy to use in making fund selections and recommendations. Visit <http://www.lipperleaders.com> for more information and to check the scores for your funds.



Lipper Hindsight

The Lipper Hindsight application is a tool for professionals to analyze quantitative information on funds, including performance data and fundamental information including fees, taxation, dividends, etc. The application is installed with a CD-ROM, and data is updated via the Internet whenever required by the user.

Electronic Fund Fact Sheet

Lipper Asia also produces bilingual electronic fund fact sheets in PDF format in either a predefined generic layout, a co-branded layout, or in a customized layout defined by our clients. These fact sheets may be posted to a Web site or an internal distribution network.

Data Feed Services

The Data Feed Services consist of a series of files (txt files, zipped into one ZIP file) output from Lipper's Global Funds Database and posted to Lipper's FTP site on a daily, weekly, and monthly basis. Clients are given usernames and passwords to the FTP site so they can access the Lipper feeds and pull them into their own environment. It is a very simple and effective way of delivering a wealth of fund information to clients.

Increase Fund Market Knowledge Throughout Your Organization

Lipper will gladly register an unlimited number of additional colleagues to receive Lipper FundMarket Insight Reports or the Lipper FundFlows Insight Report at no additional cost.

About Lipper

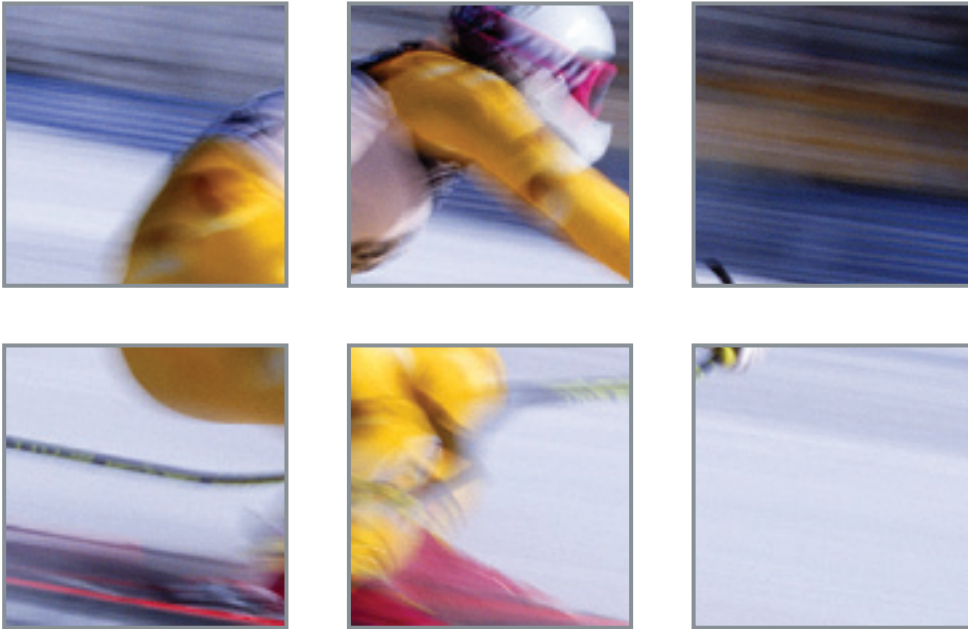
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Additional information is available at www.lipperweb.com

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Leading Fund Intelligence

Is your fund a leader?



Lipper Leaders — Funds That Fit

The need for meaningful fund information to guide investment choices has never been greater. Lipper, the leading provider of fund intelligence, has introduced a new suite of global selection tools - the Lipper Leaders - designed to guide investors in selecting funds best suited to their investment style and goals.

Lipper Leaders is an investor-focused scoring system that helps investors and their advisors select funds that are relevant to their own personal investment objectives, such as consistency of return or preservation of capital. Lipper has five distinct Lipper Leader metrics for evaluating funds: Total Return, Consistent Return, Preservation, Tax Efficiency, and Expense.

For more information on Lipper Leaders, and to view the latest list of leading funds, please visit our website at research.lipperweb.com/fmir/leaders

