

Investment Portfolio

As at 31 December 2000

| Description | Holding | Market Value JPY | % of Net Assets |
|-------------------------------------|---------|---------------------|-----------------------|
| Japan (88.0%) | | | |
| Quoted Investments (88.0%) | | | |
| Equities (88.0%) | | | |
| Chemicals (8.8%) | | | |
| Milbon | 137,720 | 612,854,000 | 8.8 |
| Electrical Machinery (14.4%) | | | |
| Citizen Electronics | 34,100 | 194,370,000 | 2.8 |
| Geomatec | 43,000 | 82,990,000 | 1.2 |
| Nippon Foundry | 320 | 265,600,000 | 3.8 |
| Noda Screen | 66 | 211,200,000 | 3.1 |
| Seikah Giken | 9,300 | 245,520,000 | 3.5 |
| Fishery/Forestry (0.0%) | | | |
| Hokuto | 72 | 285,840 | 0.0 |
| Glass/Ceramics (2.2%) | | | |
| Fujimi | 43,600 | 154,780,000 | 2.2 |
| Machinery (1.4%) | | | |
| THK | 38,500 | 93,940,000 | 1.4 |
| Other Financials (3.7%) | | | |
| Aiful | 45 | 419,850 | 0.0 |
| Japan Associated Finance | 24,500 | 257,250,000 | 3.7 |
| Other Products (2.1%) | | | |
| Avex | 20,665 | 144,655,000 | 2.1 |
| Real Estate (2.9%) | | | |
| Relocation Services | 31,000 | 203,050,000 | 2.9 |

Investment Portfolio *(continued)*

As at 31 December 2000

| Description | Holding | Market Value JPY | % of Net Assets |
|--|---------|------------------------|-----------------------|
| Retailers (20.7%) | | | |
| Cawachi | 40,000 | 276,000,000 | 4.0 |
| Gulliver International | 21,600 | 30,844,800 | 0.4 |
| Kappa Create | 43,000 | 197,800,000 | 2.9 |
| K'S Denki | 132,100 | 215,323,000 | 3.1 |
| Origin Toshu | 15,000 | 50,250,000 | 0.7 |
| Otsuka Kagu | 90,000 | 603,000,000 | 8.7 |
| Plenus | 17,200 | 63,296,000 | 0.9 |
| Services (19.2%) | | | |
| Drake Beam Morin-Japan | 35,000 | 157,150,000 | 2.3 |
| Eneserve | 75,000 | 307,500,000 | 4.4 |
| Intelligence | 34 | 19,210,000 | 0.3 |
| Sky Prefect Communications | 1,245 | 186,750,000 | 2.7 |
| TOW | 84,500 | 81,120,000 | 1.2 |
| Trend Micro | 36,000 | 297,720,000 | 4.3 |
| Yahoo Japan | 41 | 275,520,000 | 4.0 |
| Wholesales (12.6%) | | | |
| Dodwell BMS | 100,000 | 110,000,000 | 1.6 |
| Net One Systems | 170 | 484,500,000 | 7.0 |
| Paltek | 129,120 | 276,316,800 | 4.0 |
| Total Investments | | 6,099,215,290 | 88.0 |
| Other Net Assets | | 1,833,169,027 | 26.4 |
| Long-Term Bank Loan - Unsecured | | (1,000,000,000) | (14.4) |
| Net Assets | | 6,932,384,317 | 100.0 |
| Total Investments, at cost | | 7,944,578,953 | |