

NEW ERA PRC FUND

STATEMENT OF OPERATIONS FOR THE YEAR ENDED 30 JUNE 2004

	Notes	Year ended 30.6.2004 US\$	Year ended 30.6.2003 US\$
INCOME			
Dividends		537,624	582,831
Interest income on deposits		-	5,938
		<u>537,624</u>	<u>588,769</u>
EXPENSES			
Administration fee	7	25,538	28,132
Auditors' remuneration		11,650	11,650
Interest expense		870	1,867
Management fee	8(c)	319,234	351,648
Other operating expenses		20,896	32,176
Trustee fee	7	17,026	18,755
		<u>395,214</u>	<u>444,228</u>
NET INCOME BEFORE INVESTMENT AND EXCHANGE GAINS/(LOSSES)			
		<u>142,410</u>	<u>144,541</u>
NET INVESTMENT AND EXCHANGE GAINS/(LOSSES)			
Net realized gains/(losses) on sale of investments		6,574,265	(1,973,000)
Net change in unrealized gains/losses on investments		1,941,914	427,121
Net exchange losses		(3,250)	(1,620)
		<u>8,512,929</u>	<u>(1,547,499)</u>
NET INCOME/(LOSS) FOR THE YEAR			
		8,655,339	(1,402,958)
AMOUNT TRANSFERRED (TO)/FROM CAPITAL ACCOUNT			
		<u>(8,655,339)</u>	<u>1,402,958</u>
		<u>-</u>	<u>-</u>
NET INCOME/(LOSS) PER UNIT			
	9	<u>6.41</u>	<u>(0.58)</u>