

**INVESTMENT PORTFOLIO
AS AT 30 JUNE 2006**

	Holdings as at 30.6.2006	Market value US\$	% of net asset value
Listed investments – equities (98.73%)			
<i>Listed on the Stock Exchange of Hong Kong (84.99%)</i>			
Alco Holdings Ltd	552,000	254,085	0.74
Anhui Expressway Co Ltd - H	1,498,000	1,099,386	3.21
Chen Hsong Holdings Ltd ..	676,000	359,033	1.05
China Infrastructure Machinery Holdings Ltd	876,000	507,551	1.48
China Mengniu Dairy Co Ltd	596,000	748,194	2.18
China Merchants Holdings International Co Ltd	141,381	429,602	1.25
China Metal International Holdings	1,090,000	399,977	1.17
China Mobile Ltd	89,000	508,215	1.48
China Resources Enterprise	378,667	770,332	2.25
China Resources Land Ltd..	1,546,000	841,007	2.46
China Resources Power Holdings Co	1,105,000	903,440	2.64
China Shenhua Energy Co Ltd	490,244	899,478	2.63
China Shipping Development Co Ltd - H	476,500	340,502	0.99
China Special Steel Holdings Co Ltd	2,396,000	546,039	1.59
Citic International Financial Holdings Ltd ..	726,000	408,957	1.19
CMA Logistics Co Ltd - H .	127,000	76,445	0.22
CNOOC Ltd	2,893,000	2,290,799	6.68
COFCO International Ltd ..	474,000	267,005	0.78
COSCO Pacific Ltd	350,000	772,851	2.25
Denway Motors Ltd	1,182,000	391,884	1.14
Dynasty Fine Wines Group Ltd	524,000	190,596	0.56
Enric Energy Equipment Holdings	493,000	291,990	0.85
Foxconn International Holdings	70,942	150,713	0.44
Glorious Sun Enterprises Ltd	953,900	451,361	1.32
Golden Eagle Retail Group Ltd	684,000	356,677	1.04
GZI Real Estate Investment Trust	453,000	180,810	0.53

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Hengan International Group Co Ltd	412,000	668,392	1.95
Hopewell Highway Infrastructure Ltd	912,400	681,360	1.99
Hopewell Holdings Ltd	122,000	342,436	1.00
Hung Hing Printing Group .	454,592	270,705	0.79
IDS Group	282,000	497,431	1.45
Industrial & Commercial Bank Of China	266,000	392,149	1.14
Jiangsu Express Co Ltd - H	355,700	198,077	0.58
Kerry Properties Ltd	194,501	661,134	1.93
Kingboard Chemical Holdings Ltd	130,400	366,014	1.07
Kingdee International Software Group Co Ltd ..	982,000	357,185	1.04
Li & Fung Ltd	237,600	480,297	1.40
Li Ning Co Ltd	312,655	307,957	0.90
Lianhua Supermarket Holdings Ltd	244,800	261,609	0.76
Lung Kee (Bermuda) Holdings Ltd	485,000	259,151	0.76
Minth Group Ltd	720,000	463,517	1.35
Parkson Retail Group Ltd ..	168,000	476,959	1.39
Petrochina Co Ltd - H	602,000	639,461	1.87
Pharmaceutical China Shineway Pharmaceutical Group	353,000	265,885	0.78
Ping An Insurance (Group) Co Of China Ltd - H	385,500	1,161,458	3.39
Ports Design Ltd	618,000	986,674	2.88
Shandong Molong Petroleum - H	1,984,000	477,691	1.39
Shandong Weigao Group Medical Polymer Co Ltd	452,000	272,072	0.79
Shanghai Forte Land Co - H	1,670,000	671,939	1.96
Shanghai Prime Machinery Co Ltd - H	2,192,000	776,134	2.26
Singamas Container Holdings Ltd	470,000	323,754	0.94
Tingyi (Cayman) Holding Corp	618,000	377,960	1.10
Tong Ren Tang Technologies Co Ltd - H .	308,000	630,538	1.84
TPV Technology Ltd	336,000	313,647	0.91