

**STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS
FOR THE YEAR ENDED 30 JUNE 2006**

		Portfolio holdings	Bonus/			Portfolio holdings	Bonus/
		Additions	Split			Additions	Split
		Disposals				Disposals	
(I) Equities				(I) Equities			
<i>Listed on the Stock Exchange of Hong Kong</i>							
Alco Holdings Ltd.....	188,000	—	—	China Special Steel Holdings Co Ltd	2,396,000	—	—
Aluminum Corporation of China Ltd - H	444,000	444,000	—	China Ting Group Hldg Ltd	236,000	236,000	—
Anhui Expressway Co Ltd - H	76,000	750,000	—	Citic International Financial Holdings Ltd	811,000	85,000	—
Chen Hsong Holdings Ltd	102,000	—	—	CMA Logistics Co Ltd Shs - H	127,000	—	—
China Force Oil & Grains	—	1,994,000	—	CNOOC Ltd	1,025,000	470,000	—
China Infrastructure Machinery Holdings Ltd	1,306,000	430,000	—	COFCO International Ltd	474,000	300,000	—
China Mengniu Dairy Co Ltd	641,000	45,000	—	COSCO Pacific Ltd	50,000	26,000	—
China Merchants Holdings International Co Ltd .	76,008	341,986	—	Dalian Port PDA Co Ltd Shs - H	16,000	16,000	—
China Metal International Holding	—	110,000	—	Denway Motors Ltd	1,200,000	18,000	—
China Mobile Ltd	89,000	—	—	Dynasty Fine Wines Group Ltd	—	686,000	—
China National Building Material Co Ltd - H	115,900	115,900	—	Enric Energy Equipment Holdings Ltd	840,000	347,000	—
China Oilfield Services Ltd	448,000	1,190,000	—	Foxconn International Holdings	267,699	563,757	—
China Paradise Electronics Retail Ltd	2,194,000	2,194,000	—	Giordano International Ltd	—	184,000	—
China Resources Enterprise	82,000	142,000	—	Golden Eagle Retail Group Ltd	838,000	154,000	—
China Resources Land Ltd	1,656,000	110,000	—	Gome Electrical Appliances Holdings Ltd	—	136,000	—
China Resources Power Holdings Co Ltd	634,000	72,000	—	Great Wall Motor Company Ltd - H	375,179	375,179	—
China Shenhua Energy Co Ltd	490,244	—	—	Guangzhou Inv Co Ltd	2,838,000	2,838,000	—
China Shineway Pharmaceutical Group Ltd	244,000	299,000	—	GZI Real Estate Investment Trust	486,000	37,990	4,990
China Shipping Development Co Ltd - H	370,000	368,000	—	Hengan International Group Co Ltd	—	218,000	—
				Hopewell Highway Infrastructure Ltd	95,000	51,000	—
				Hopewell Holdings Ltd	122,000	—	—
				Huaneng Power International Inc - H .	142,000	305,600	—
				Hunan Non-Ferrous Metal Corp Ltd - H ...	326,000	326,000	—
				Hung Hing Printing Group	150,638	—	—