

NEW ERA PRC FUND

STATEMENT OF OPERATIONS FOR THE YEAR ENDED 30 JUNE 2006

	Notes	Year ended 30.6.2006 US\$	Year ended 30.6.2005 US\$
INCOME			
Dividend income		916,769	669,280
Interest income on deposits		10,373	477
Other income		—	1,952
		<u>927,142</u>	<u>671,709</u>
EXPENSES			
Administration fee	10	32,333	28,290
Trustee fee	10	18,794	18,860
Management fee	11(c)	445,573	353,624
Auditors' remuneration		12,249	12,000
Interest expense		20,838	5,737
Brokerage and commission fees		158,848	—
Other operating expenses		20,592	199
		<u>709,227</u>	<u>418,710</u>
NET INCOME BEFORE INVESTMENT AND EXCHANGE LOSSES		<u>217,915</u>	<u>252,999</u>
Net Investment and Exchange Losses			
Net realized gains on sale of investments		6,722,404	2,129,913
Net change in unrealized gains on investments		2,785,117	3,304,561
Net exchange losses		(789)	(1,889)
		<u>9,506,732</u>	<u>5,432,585</u>
CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FROM OPERATIONS		<u>9,724,647</u>	<u>5,685,584</u>
CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS Per Unit	12	<u>8.35</u>	<u>4.73</u>