

PROSPECTS

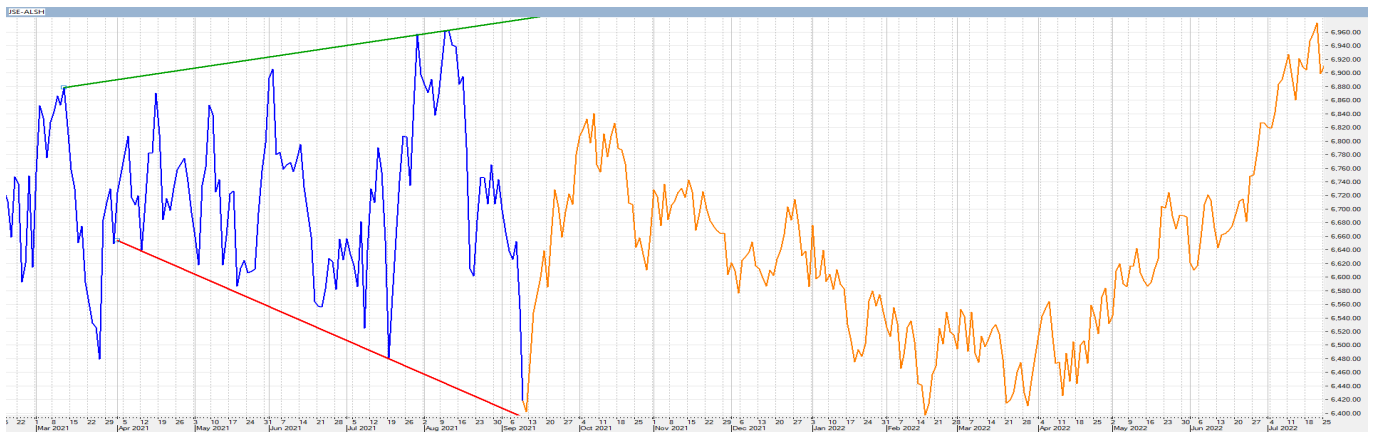
The Richard Cluver Investment Newsletter in continuous publication since 1987



September 2021

I opened last month's issue with a graph of the JSE All Share Index featuring ShareFinder's projection that the market would fall steadily until the second week of September and so it is appropriate to begin this month with an up-dated version of the same graph.

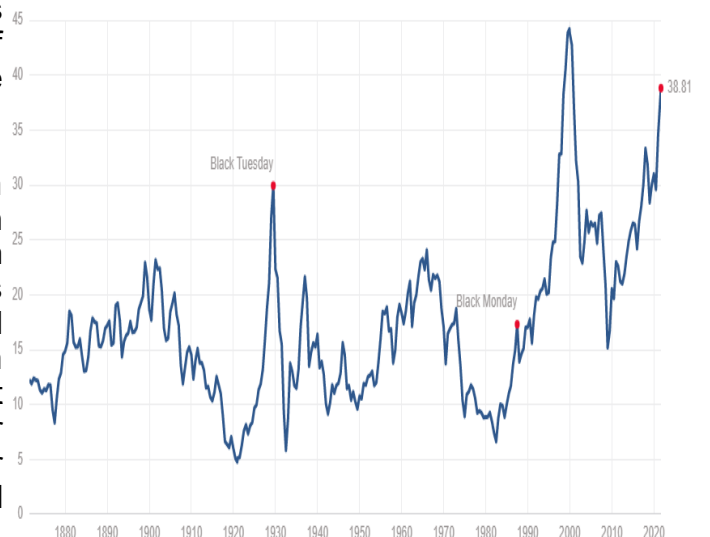
Readers might note that both that projection—and the latest version of it—saw a subsequent recovery until the second week of October and then a long decline until mid-February.



Furthermore, ShareFinder predicted that the Rand would weaken briefly before resuming its gains until early November. It thus pleases me to note that the software has again proved its forecast accuracy in all these respects, and continues to expect gains until the first week of November before entering into a seasonal decline until late January.

Thus, in my Richard Cluver Predicts column which all Prospects subscribers receive each Friday, I have devoted much attention lately to the critically expensive levels of the world's share markets and predicted a mild blow-off from now until mid-year virtually everywhere except the USA.

So here it is important to update readers on the current state of the Shiller PE Ratio which I am sure most of you understand is an inflation-corrected version of Wall Street's SF500 average PE which I have reproduced in the third graph on the right. As you can see, the ratio now stands at 38.81 putting it at 87.83 percent of its most expensive ever level of 44.19 that was attained in December 1999. Moreover, with both the US Federal



Reserve and the European Central Bank now signaling that rising inflation rates are a reason to be less accommodating of government debt in the future, sovereign bond rates have resumed their medium-term rate of gain at, measured by the red trend line in my topmost graph on this page, **a very steep compound annualized rate of 60.4 percent.**



Such rates of gain have not been seen since 1999 ahead of the “Dot Com Crash” which was led down by the tech-heavy Nasdaq which subsequently lost 80 percent of its value. My second graph on this page provides a reminder of what happened to tech shares between March 2000 and October 2002 when the Nasdaq fell from a March 2000 index value of 50 789 to a low of 11 096.



And my third graph below offers a complete study of how the three greatest declines of recent history affected Wall Street investors using the S&P500 index as a measure of share price averages. Note that the Dot Com crash was a relatively slow event lasting 932 days. More importantly, investors who bought at the peak in March 2000 had to wait until May 2007 to see the value of their investments restored. And then they promptly lost 55 percent of their capital in the next 518 days of the “Sub Prime Crash” and they did not see their original capital restored until April 2013: **a whole 13 years of absolutely NO growth for those who bought in March 2000.**



The Covid-19 crash was, of course, the shortest in history lasting just 29 days and those who bought at the top on January 20 2020 when the S&P500 attained an index value of 332 988 watched their money decline by 31.5 percent to an index bottom value of 228 052 on March 18. Happily their fortunes had been restored again by August 6 and for those smart enough to have bought in at the precise bottom of the Covid Crash, their gain has so far been a remarkable 418.6 percent increase to a peak value last week of 954 585.

For those stout-hearted souls who bought back in 1996 and held on through thick and thin, ignoring all the bumps along the way, I have drawn in the yellow line which indicates that their reward for resilience was an annual average gain of 8.1 percent a year.

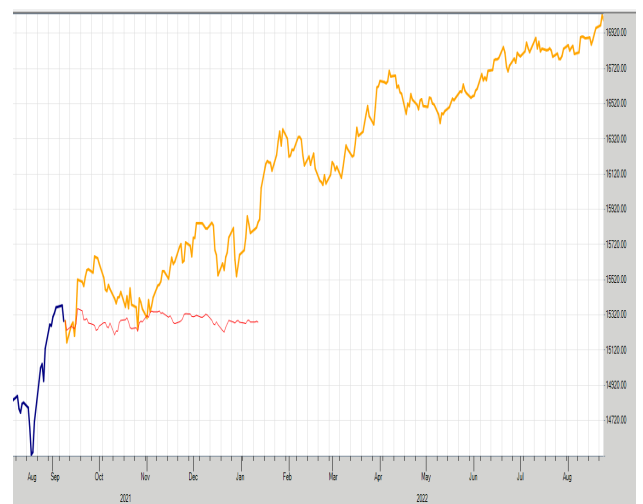
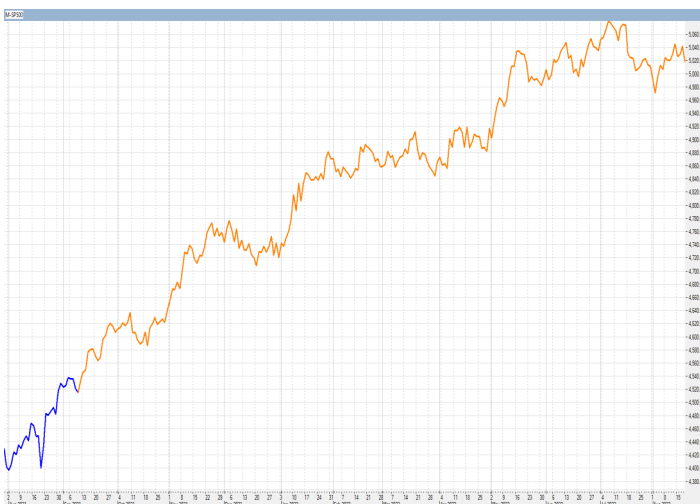
Interestingly, however, for those SA optimists who instead chose the JSE All Share Index in 1987, they would have enjoyed a 10.2 percent annual gain over the same period but of that they would have LOST 5.5 percent due to the annual decline in value of the Rand relative to the US Dollar giving them a net 4.7 percent average annual gain; or just 58 percent of the that achieved by the Wall Street investor.

Interesting too, had they instead bought gold bullion or Kruger Rands, though they would have forfeited a dividend yield which averaged three percent overall, their capital would have grown by compound 4.9 percent annually had they bought in dollars (see graph on the left below) and at 11 percent had they bought in Rands. So the share market investors would have scored...but only marginally.

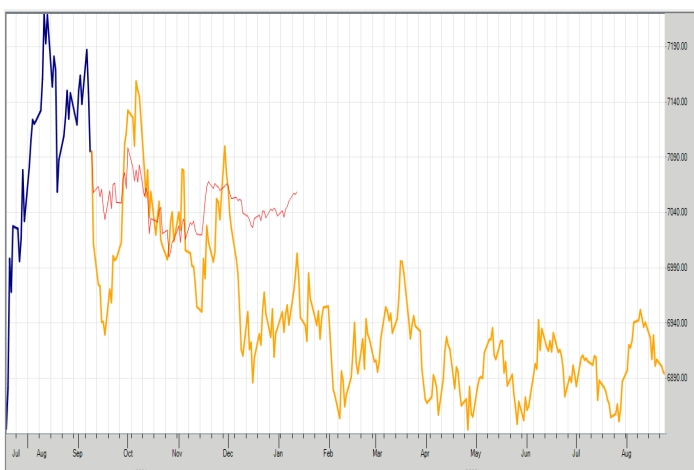


Global Outlook

In the four graphs below I have pictured ShareFinder's future projections for the New York Stock Exchange (left) and the Nasdaq Stock Exchange (right):

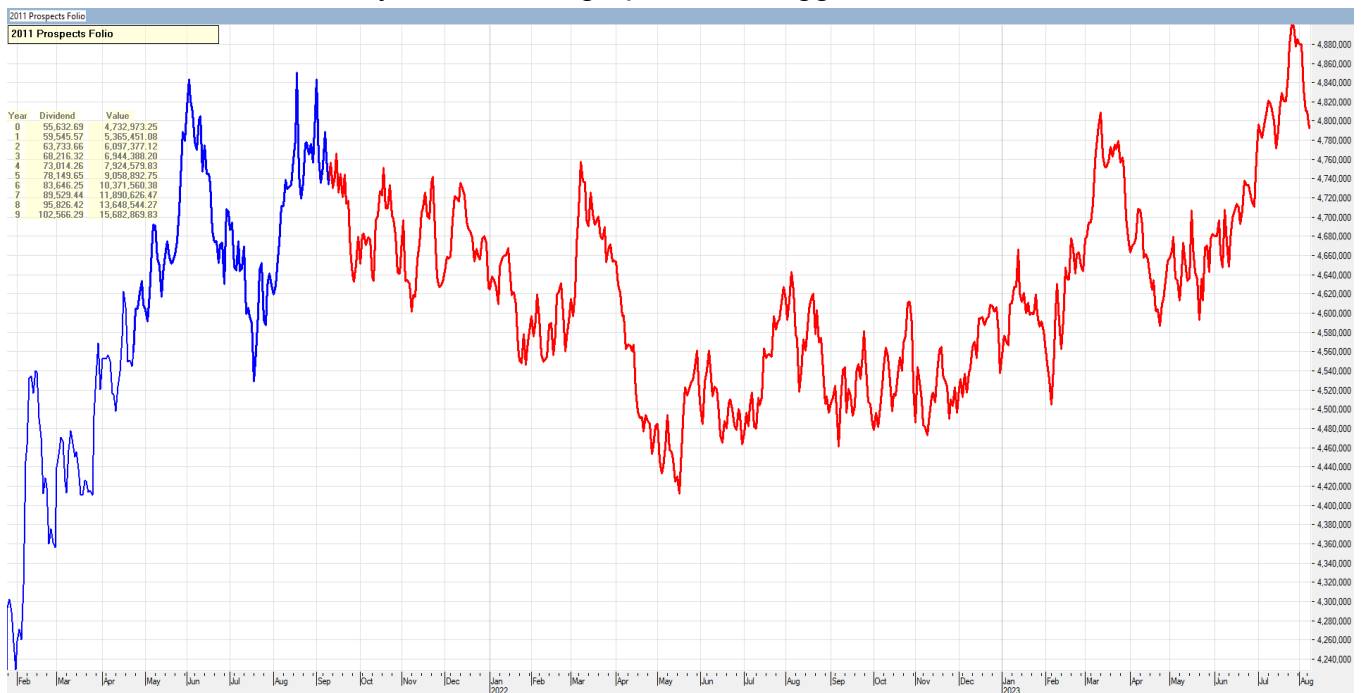


And for the second pair, on the left below, the London Stock Exchange and, on the right, the Australian Stock Exchange. Clearly, though there is probably the potential for a quick trading profit in Australian shares, long-term investors should be preserving as much cash as possible everywhere except in respect of US markets. However, considering the precariousness of the Cape Ratio in the latter, it would be wise to be reasonably cautious there also.



Prospects SA Portfolio

Our oldest virtual portfolio, created with a R1-million investment in January 2011, so very nearly achieved a five-fold increase in value this past month that I am particularly sorry the local bull phase could not have continued for just a few more months. ShareFinder, however, projects that it will now be down-hill until mid May 2022 and it only senses the post R5-million mark will be reached in July 2023 as the graph below suggests:



Name	Cost	Quantity	Per Share	Value	% Gain	Price	% Portfolio	Risk	DY	DivGro
2011 Prospects Folio				4,732,973.26	262.1			+ ,INF%	1.4	7.03
*Cash				710,495.72			15.0%	1.00%		
CAPITEC	64,436.00	362	178.00	687,448.86	+966.9%	1,899.03	14.5%	+ ,INF%	0.7	22.73
CLICKS	237,150.00	1,800	131.75	543,996.00	+129.4%	302.22	11.5%	+ ,INF%	1.6	15.68
DISCOVERY	286,454.00	2,150	133.23	261,590.50	-8.7%	121.67	5.5%	+ ,INF%		-3.44
HYPROP	129,748.00	8,436.1508	15.38	228,366.60	+76.0%	27.07	4.8%	7.68%	2.4	
ITLTILE	319,355.09	26,047.6018	12.26	433,432.09	+35.7%	16.64	9.2%	+ ,INF%	2.7	25.57
MONDIFLC	100,000.00	333.3333	300.00	131,066.65	+31.1%	393.20	2.8%	+ ,INF%	2.2	30.91
MRPRICE	100,000.00	1,804	55.43	370,667.88	+270.7%	205.47	7.8%	+ ,INF%	2.6	-2.04
NASPERS-N	35,714.29	100	357.14	242,936.00	+580.2%	2,429.36	5.1%	+ ,INF%	0.2	13.58
PROSUS	168,371.00	140	1,202.65	173,700.80	+3.2%	1,240.72	3.7%	+ ,INF%	0.2	
PSG	538,185.00	8,354.4294	64.42	615,554.36	+14.4%	73.68	13.0%	+ ,INF%	1.8	-24.60
RICHEMONT	66,419.48	749.0637	88.67	121,011.24	+82.2%	161.55	2.6%	+ ,INF%		4.83
TRANSCAP	100,000.00	5,698.0057	17.55	212,706.55	+112.7%	37.33	4.5%	+ ,INF%	0.4	9.03

Given the poor outlook, the smart thing to do is to preserve cash until the market bottoms in the middle of next year. The portfolio, with the exception of Hyprop which along with the entire property sector is limping along in the aftermath of Covid footfall paucity in its big shopping malls, is solid and enjoying steady growth. I would accordingly not want to dispose of anything. Those who, however, have grown impatient about Hyprop should be mindful that a dividend announcement is imminent: on or before September 17. Moreover the share price has recently broken upwards out of a pessimistically descending wedge, as you can see on the right, with ShareFinder projecting gains until mid-November. I would accordingly be in no hurry to part with this share.



NYSE Prospects Portfolio

Given ShareFinder's projection that the only reasonably healthy increases that are likely to be found will be in US markets—and coupled with the fact that this portfolio holds 54 percent cash in cash—it would be appropriate to do some discreet buying now. But I plan to continue holding quite a lot of cash...in case!

Code	Full Name	Price	% Change	Quantity	Cost	Per Share	Value	% Gain	% Portfolio	Risk (%)	DY	DivGro5
Prospects 2019 New York				0.22%			2348716.93	196.3%		23.29	2.1	57.75
DHI	D.R. HORTON, INC.	90.24	-1.3%	1899.0	92861.10	48.90	171365.76	+84.5%	7.3%	44.32	0.6	81.31
*CASH	*CASH						1270283.57		54.1%	0.00		
KFY	KORN/FERRY INTERNATIONAL	75.37	+3.6%	2824.0	99489.52	35.23	212844.88	+113.9%	9.1%	34.59	0.0	60.00
BBY	BEST BUY CO., INC.	112.39	+1.3%	1077.0	113795.82	105.66	121044.03	+6.4%	5.2%	27.06	1.6	20.66
XRX	XEROX CORPORATION	21.20	+0.2%	3500.0	97370.00	27.82	74200.00	-23.8%	3.2%	99.92	4.7	69.25
CXP	COLUMBIA PROPERTY TRUST, ...	19.01	+0.1%	4545.0	91127.25	20.05	86400.45	-5.2%	3.7%	0.73	4.2	53.33
DOC	PHYSICIANS REALTY TRUST	18.48	-1.8%	5760.0	99993.60	17.36	106444.80	+6.5%	4.5%	-33.51	5.0	81.40
MA	MASTERCARD INCORPORATED	351.41	+0.1%	384.0	99997.44	260.41	134941.44	+34.9%	5.7%	0.13	0.0	73.06
APO	APOLLO GLOBAL MANAGEME...	61.14	-0.2%	2800.0	98000.00	35.00	171192.00	+74.7%	7.3%	36.38	3.2	80.73

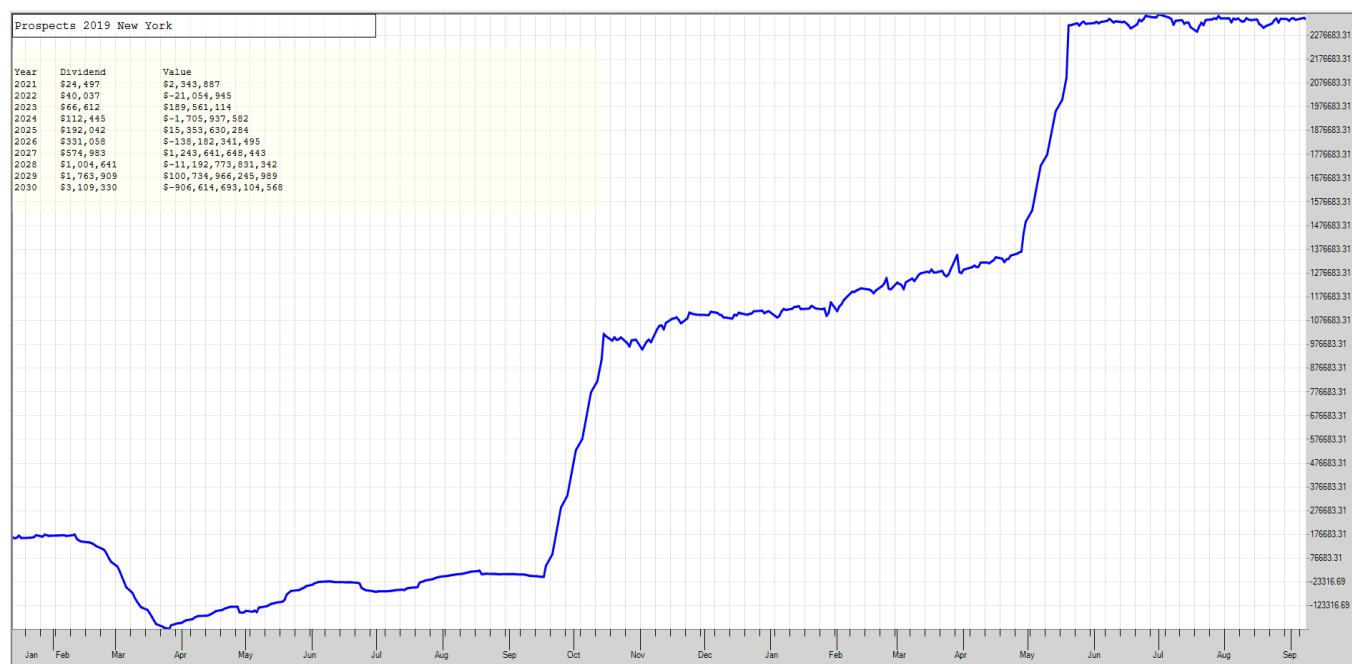
Last month I highlighted that Federal Signal Corp had long been on a roll delivering a five-year 23.24 percent compound annual average share price growth coupled with a compound 40 percent long term dividend growth rate. With the price currently reverting to mean, I decided to buy at \$39.29.

I had also been eyeing American Tower which has grown consistently in price for the past six years at compound 22.6 percent upon a 23.48 percent dividend growth rate. I decided to buy at \$284.60.

My third choice was Danaher Corp which had seen dividends rising at compound 70.62 resulting in a long-term price growth rate of 36.33 percent ...and it had taken off explosively. I thought we had missed the boat. However, a brief price retraction allowed me to buy at \$320.95

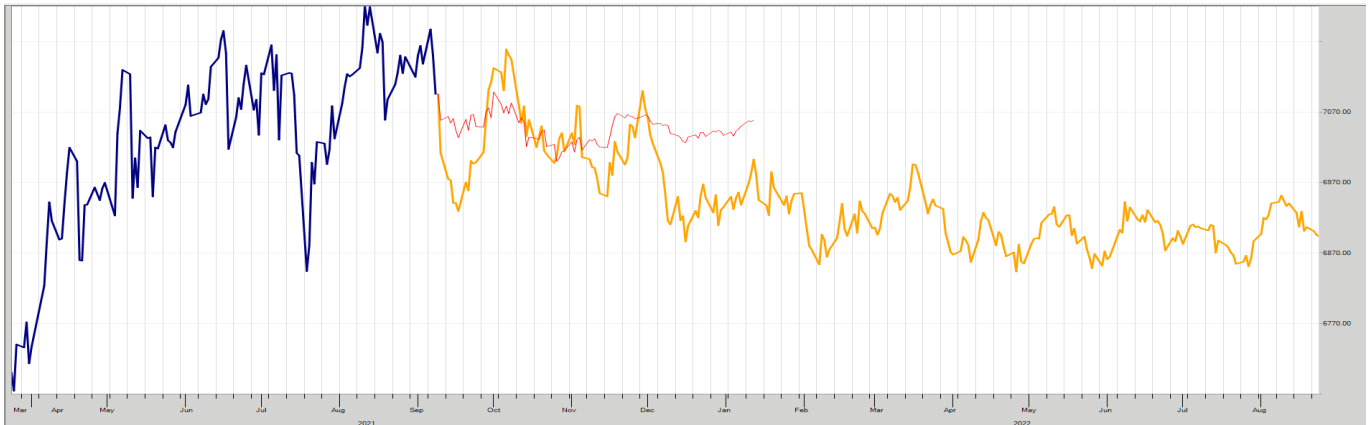
I also bought Booz Allen Hamilton which has a five year dividend growth average of 14.88 percent and a five year price gain average of 28.75. These I bought at \$81.67.

The net result is a performance graph that looks like this. More importantly, consider the growth tables which suggest extremely high dividend and capital growth rates in the years ahead if aggregate past performance continues into the future.



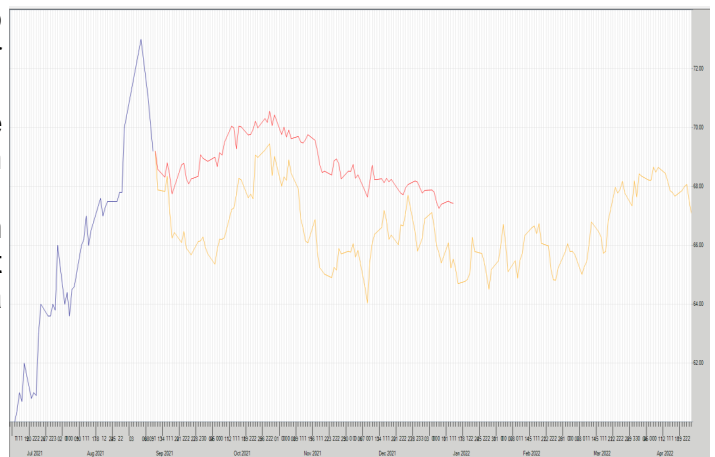
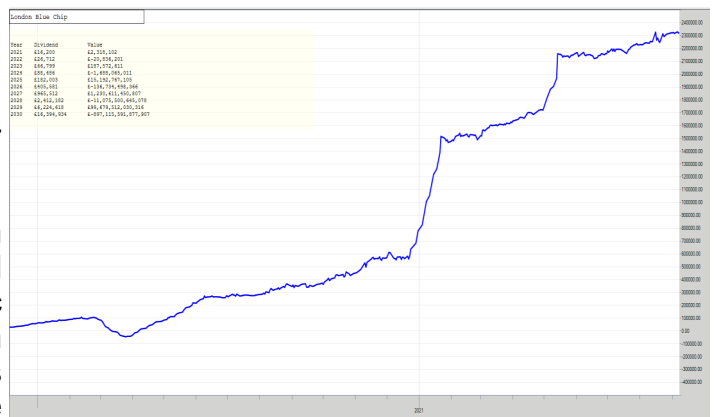
Prospects London Portfolio

With ShareFinder posting a dire outlook for the London exchange which is trapped both in a global cyclic downturn and the disastrous outcome of the Brexit folly, the outlook is not promising for the immediate future as the following graph illustrates:



I was clearly correct to go heavily into cash in this portfolio with the result that, in contrast, the portfolio graph looks far healthier as illustrated on the right.

Lately I had been considering some bottom fishing and have penciled in a few potential buys. Top of my list was Judges Scientific which ShareFinder suggested might bottom this month. And indeed the projection was correct. However given the outlook for the London market as a whole being unlikely to bottom much before the middle of next year and ShareFinder's projection of an even more attractive low for this share in the second week of December (note graph on the right), I am content to hold off until then. I was, however in respect of with Howden Joinery which did indeed bottom on August 24 at \$9.30 when I was able to pencil in a buy.

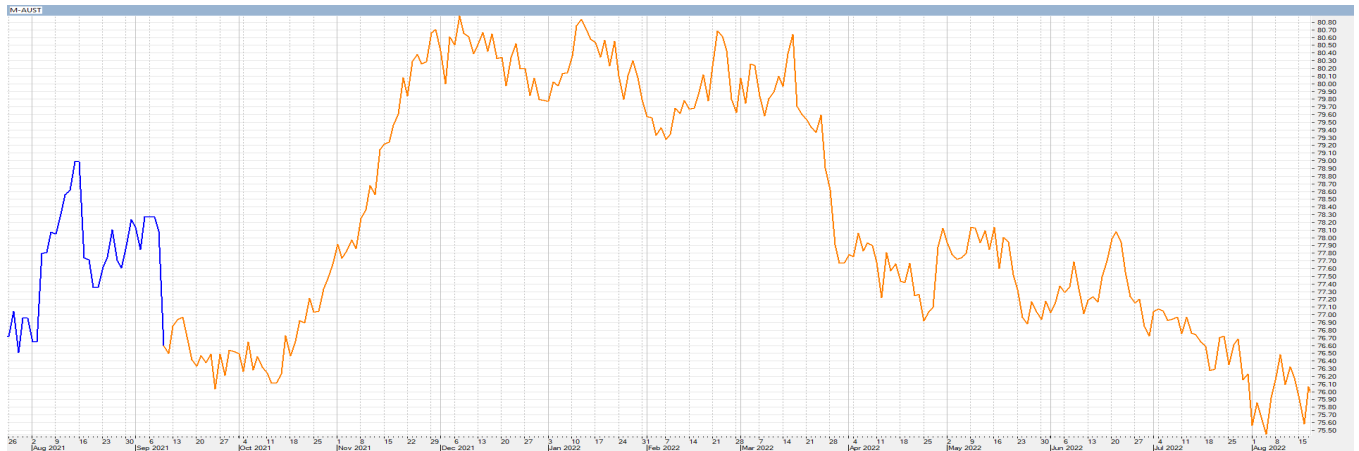


As a result the portfolio now looks like this:

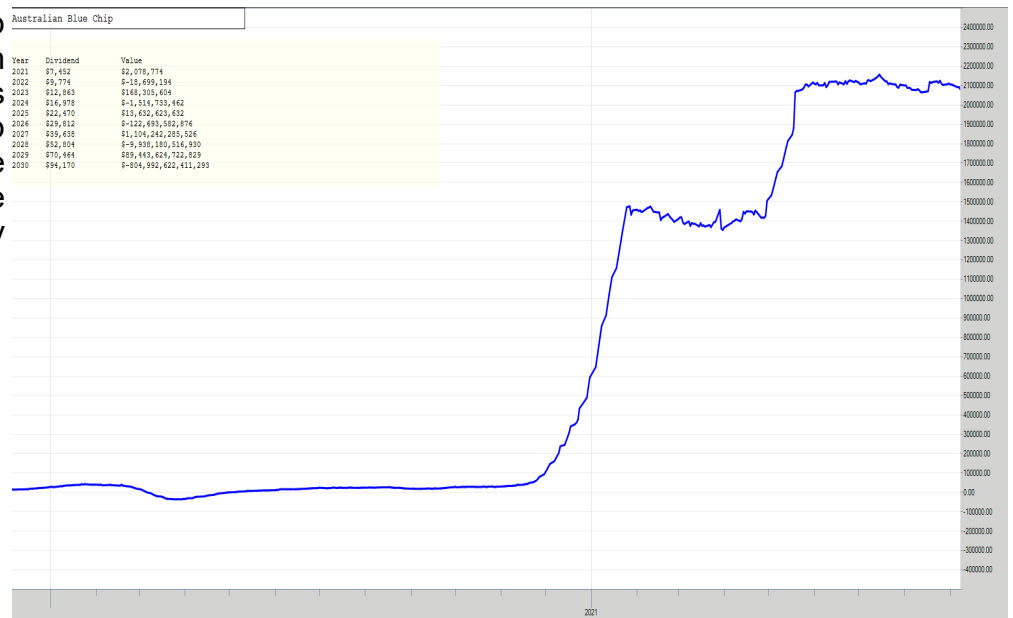
Code	Full Name	Price	% Change	Quantity	Cost	Per Share	Value	% Gain	% Portfolio
London Blue Chip				-0.39 %			2318570.50	267.0 %	
UTG.L	UNITE GROUP	11.84	-3.2 %	13000.0	99970.00	7.69	153920.00	+54.0 %	6.6 %
AHT.L	ASHTAD GROUP	57.46	0.0 %	4000.0	94640.00	23.66	229840.00	+142.9 %	9.9 %
HWDN.L	HOWDEN JOINERY GROUP PLC	9.49	+0.4 %	1100.0	10230.00	9.30	10439.00	+2.0 %	0.5 %
RDWL	REDROW	6.93	-2.9 %	32000.0	116800.00	3.65	221632.00	+89.8 %	9.6 %
YOU.L	YOUNGOV	14.15	+0.4 %	20000.0	111800.00	5.59	283000.00	+153.1 %	12.2 %
*CASH	*CASH						1003299.50		43.3 %
LIO.L	LIONTRUST ASSET MANAGEM...	24.85	+2.1 %	10000.0	94200.00	9.42	248500.00	+163.8 %	10.7 %
ANTO.L	ANTOFAGASTA	14.00	+0.1 %	12000.0	104040.00	8.67	167940.00	+61.4 %	7.2 %

Australian Blue Chip Portfolio

As I have previously noted, the future outlook for the Australian market, depicted below, is extremely volatile and prudence suggest that it would be wisest to hold as much cash as possible for the foreseeable future.



Relative to the sharp decline in the graph above, the Prospects Australian Blue Chip Portfolio graph on the right has held value because of the heavy cash inclusion.

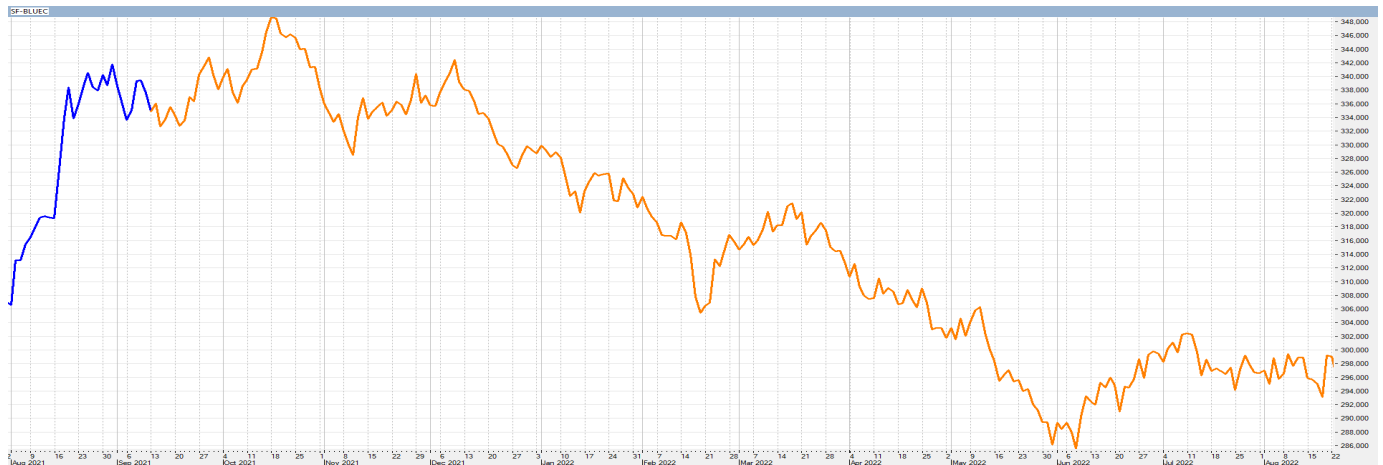


The portfolio thus remains as follows:

Name	Full Name	Price	% Change	Quantity	Cost	Per Share	Value	% Gain	% Portfolio	Risk (%)	DY	DivGro5	
<input checked="" type="checkbox"/> Australian Blue Chip			-1.68 %				2067169.67	313.5 %	20.32	0.6	20.58	22.26	
EVN.AX	EVOLUTION MINING LIMITED	3.78	-1.8 %	34722.0	124999.20	3.60	131249.16	+5.0 %	6.3 %	-6.58	0.0	35.00	9.35
PME.AX	PRO MEDICUS LIMITED	58.35	-0.5 %	5700.0	124431.00	21.83	332595.00	+167.3 %	16.1 %	71.84	0.0	16.67	58.22
KME.AX	KIP MCGRATH EDUCATION CE...	1.06	-3.6 %	114700.0	125023.00	1.09	121582.00	-2.8 %	5.9 %	29.22	2.8	35.00	27.35
NST.AX	NORTHERN STAR RESOURCES ...	9.10	-2.5 %	13000.0	125450.00	9.65	118300.00	-5.7 %	5.7 %	7.12	0.0	16.22	16.40
*CASH	*CASH						1363443.51		66.0 %	0.00			

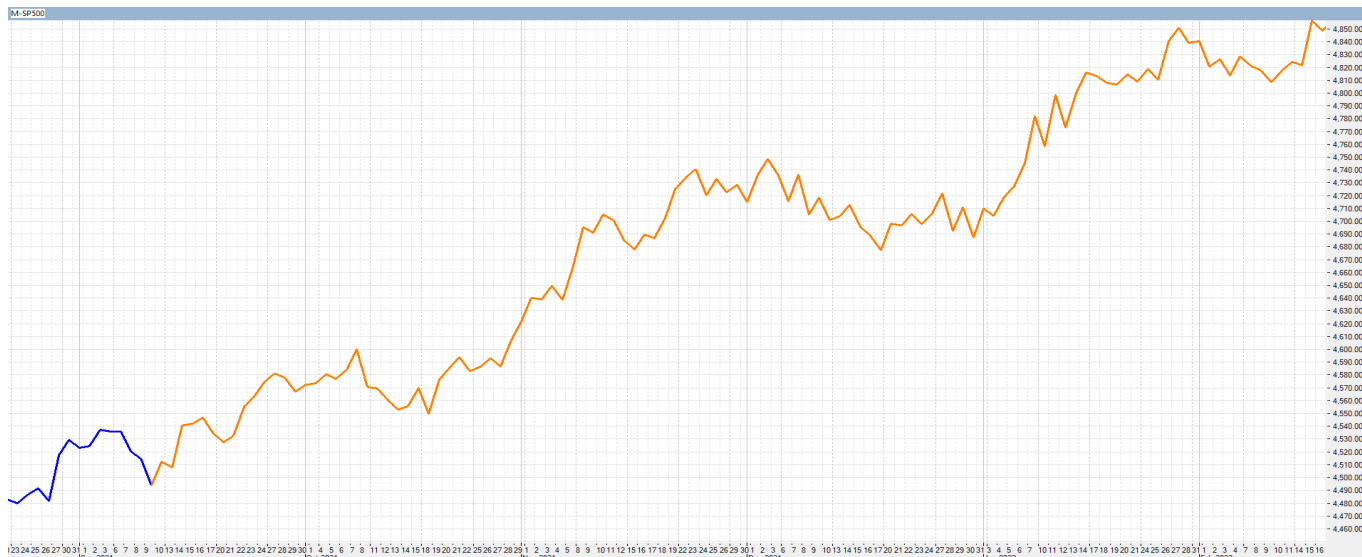
On this and the following pages we publish lists of the world's top-performing shares which, we submit, should form the bulk of your investment portfolios in their respective countries or as suggested replacements for any in your portfolios that are achieving lesser growth rates than the ShareFinder Blue Chip average growth rates which head the lists. The shares listed in the first block of each list have been selected because of their investment grade quality, their very high dividend growth rates and superior investment safety. The second block of ten offers significantly higher dividend growth rates but at the price of a greater degree of investment risk. The shares listed in the third block have been selected because of their investment grade quality and their very high price growth rates. These offer superior investment safety. Those in the fourth block generally offer significantly higher price growth rates but at the price of a greater degree of investment risk:

South Africa: JSE



Name	Close	3 Month Price Gro...	5 Year Price Gro...	Dividend Growth	Gra
The following shares, combine exceptional fundamental quality with high historic dividend growth rates:					
ZEDER	3.13	16.69	-15.12	330.91	-
REMOVED	42.64	-3.81	6.58	47.61	-
CAPITEC	1,878.42	45.95	25.65	22.73	-
AFRO-C	5.30	94.15	1.72	19.20	-
CLICKS	302.50	78.89	18.93	15.68	-
BATS	519.79	-16.74	-10.43	15.15	-
SPAR	201.00	28.36	1.12	8.27	-
SANLAM	60.68	-15.36	-1.14	5.16	-
AFRIMAT	54.70	8.66	18.64	4.78	-
Though the following shares may carry a greater degree of risk, these have achieved the highest historic dividend growth rates:					
ANGGOLD	217.96	-68.26	-1.89	97.63	-
EXXARO	182.41	80.15	18.47	78.40	-
TRADEH	10.48	149.85	-15.06	72.64	-
BHPGROUP	404.93	-6.77	15.97	70.92	-
ARM	239.68	-22.52	20.63	66.26	-
ALEXANDER	3.93	15.08	-9.97	64.29	-
AFRICA	1,927.50	-74.40	83.16	62.64	-
SIRIUS	25.33	187.36	24.73	58.03	-
STOR-AGE	13.70	-1.87	6.49	54.50	-
NVEST	2.09	31.66	-6.97	31.37	-
The following shares, combine exceptional fundamental quality with high historic rates of price growth:					
CAPITEC	1,878.42	45.95	25.65	22.73	-
CLICKS	302.50	78.89	18.93	15.68	-
AFRIMAT	54.70	8.66	18.64	4.78	-
Though the following shares may carry a greater degree of risk, these have achieved the highest historic price growth:					
EXXARO	182.41	80.15	18.47	78.40	-
BHPGROUP	404.93	-6.77	15.97	70.92	-
ARM	239.68	-22.52	20.63	66.26	-
AFRICA	1,927.50	-74.40	83.16	62.64	-
SIRIUS	25.33	187.36	24.73	58.03	-
PRIMESERV	1.00	86.80	13.30	28.44	-
MARSHALLS	5.90	73.93	29.67	25.08	-
MUSTEK	13.45	170.35	21.28	16.80	-
MIXTEL	7.50	-49.85	19.94	15.63	-

New York Stock Exchange



Code	Full Name	Close	3 Month Price Growth	5 Year Price Growth	Dividend Growth	Grade	Risk	Total Return	Rating
The Following shares, combine exceptional fundamental quality with high historic dividend growth rates :									
FSS	Federal Signal Corporation	39.29	-3.72	23.24	40.10	198.00	9.73	24.04	Fair.
BRSS	Global Brass and Copper Holdi...	43.99	3.50	23.28	71.67	425.00	27.11	23.98	Fair.
APO	Apollo Global Management, LLC	61.14	0.20	22.35	80.73	275.00	36.38	25.55	Fair.
MS	Morgan Stanley	103.84	133.78	14.24	42.04	203.00	17.11	15.34	Fair.
BAC	Bank of America Corporation	40.93	10.28	8.87	77.23	312.00	4.94	10.17	Fair.
BXS	BancorpSouth, Inc.	29.30	3.40	-3.13	42.33	112.00	-15.17	-1.03	Fair.
EVC	Entravision Communications Co...	7.42	186.11	-17.82	61.92	113.00	110.51	-15.12	Cheap.
CXP	Columbia Property Trust, Inc.	19.01	-22.57	-9.16	53.33	61.00	0.73	-4.96	Very cheap.
CPF	CPB Inc.	23.92	-23.33	-8.01	43.54	82.00	1.99	-4.61	Fair.
CIT	CIT Group Inc (DEL)	53.62	30.34	-4.00	91.22	283.00	37.74	-2.50	Fair.

Through the following shares may carry greater degree of risk, these have achieved the highest historic dividend growth rates :

DHI	D.R. Horton, Inc.	90.24	43.72	27.75	81.31	365.00	44.32	28.35	Fair.
APO	Apollo Global Management, LLC	61.14	0.20	22.35	80.73	275.00	36.38	25.55	Fair.
MMS	Maximus, Inc.	84.24	-28.60	7.79	93.51	267.00	-30.69	9.09	Fair.
DOC	Physicians Realty Trust	18.48	-13.16	-0.46	81.40	166.00	-33.51	4.54	Fair.
BAC	Bank of America Corporation	40.93	10.28	8.87	77.23	312.00	4.94	10.17	Fair.
BC	Brunswick Corporation	96.61	27.37	11.60	81.80	286.00	24.69	12.40	Fair.
CIT	CIT Group Inc (DEL)	53.62	30.34	-4.00	91.22	283.00	37.74	-2.50	Fair.
C	Citigroup Inc.	70.46	7.68	-0.24	130.30	465.00	19.68	1.96	Fair.
BRX	Brixmor Property Group Inc.	23.07	0.18	-3.99	113.55	253.00	28.47	0.81	Fair.
APC	Anadarko Petroleum Corporation	72.76	9.15	-8.04	87.19	1436.00	58.70	-6.64	Fair.

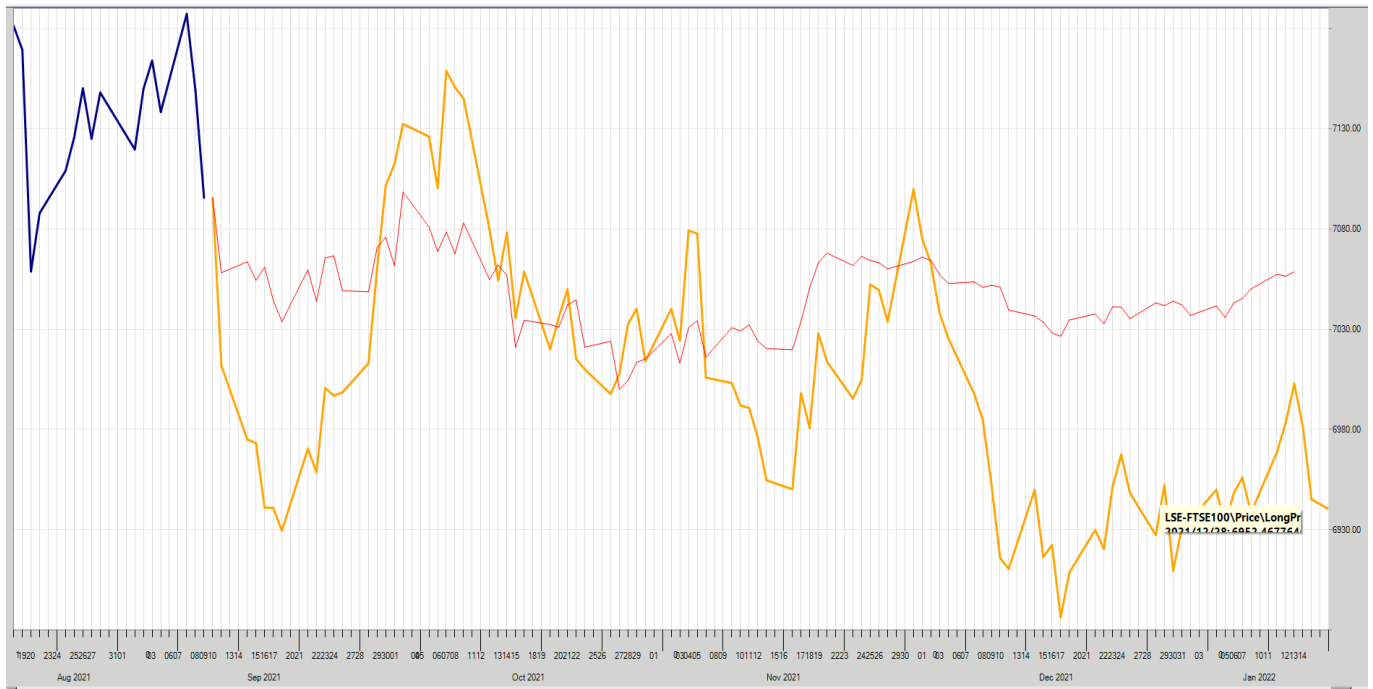
The Following shares, combine exceptional fundamental quality with high historic price growth rates :

DG	Dollar General Corporation	220.14	41.65	35.81	5.84	162.00	-8.72	36.31	Fair.
BAH	Booz Allen Hamilton Holding C...	82.35	-32.97	28.75	14.88	209.00	-11.49	29.75	Fair.
DE	Deere & Company	364.84	64.62	32.87	1.50	143.00	13.71	33.57	Cheap.
CHE	Chemed Corp.	478.51	-10.94	29.13	8.83	147.00	-5.24	29.33	Fair.
AJG	Arthur J. Gallagher & Co.	145.39	7.56	25.06	3.22	101.00	-15.70	26.16	Cheap.
AMT	American Tower Corporation (R...	296.82	47.70	22.60	23.48	196.00	-6.88	23.70	Cheap.
FNV	Franco-Nevada Corporation	142.77	-5.59	23.89	5.82	108.00	2.72	24.59	Cheap.
FSS	Federal Signal Corporation	39.29	-3.72	23.24	40.10	198.00	9.73	24.04	Fair.
BRSS	Global Brass and Copper Holdi...	43.99	3.50	23.28	71.67	425.00	27.11	23.98	Fair.
APO	Apollo Global Management, LLC	61.14	0.20	22.35	80.73	275.00	36.38	25.55	Fair.

Through the following shares may carry greater degree of risk, these have achieved the highest historic price growth rates :

MSCI	MSCI Inc	652.86	216.17	93.46	-4.51	473.00	32.88	93.76	Fair.
WST	West Pharmaceutical Services, I...	461.24	282.03	71.46	-16.86	247.00	27.36	71.56	Fair.
LAD	Lithia Motors, Inc.	332.11	5.25	58.60	-4.89	234.00	73.87	58.90	Fair.
TGT	Target Corporation	245.44	30.62	48.58	-16.83	164.00	30.41	49.58	Fair.
DHR	Danaher Corporation	328.38	225.53	40.82	70.62	376.00	-2.85	41.02	Fair.
DG	Dollar General Corporation	220.14	41.65	35.81	5.84	162.00	-8.72	36.31	Fair.
ZTS	Zoetis Inc.	206.02	65.16	37.09	-14.08	151.00	2.47	37.29	Fair.

London



Code	Full Name	Close	3 Month Price Growth	5 Year Price Growth	Dividend Growth	Grade	Risk	Total Return	Rating
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The Following shares, combine exceptional fundamental quality with high historic dividend growth rates :

HWD...	HOWDEN JOINERY GROUP PLC	9.49	145.15	15.97	34.22	119.00	3.17	17.17	Cheap.
UTG.L	UNITE GROUP	11.84	46.60	13.32	53.03	243.00	8.11	15.82	Fair.
MBH.L	MICHELMERSH BRICK HLDGS	1.44	-13.71	16.72	30.00	267.00	21.50	18.82	Fair.
BVS.L	BOVIS HOMES GROUP	13.12	100.72	4.44	32.00	124.00	4.24	4.44	Cheap.
TW.L	TAYLOR WIMPEY PLC	1.69	37.54	-3.37	50.00	86.00	25.96	-0.37	Fair.
STVG.L	STV GROUP PLC	3.38	33.34	-3.84	43.26	110.00	6.23	2.06	Fair.
RTC.L	RTC GROUP PLC	0.48	-8.53	-4.53	30.00	28.00	50.98	1.77	Fair.
LPA.L	LPA GROUP	0.77	55.09	-18.39	30.00	-51.00	33.56	-14.49	Cheap.
JSG.L	JOHNSON SERVICE GROUP PLC	1.45	-53.13	4.29	30.00	231.00	37.42	6.39	Fair.
CALL	CAPITAL & REGIONAL	0.67	-52.26	10.66	36.67	92.00	142.04	16.66	Fair.

Through the following shares may carry greater degree of risk, these have achieved the highest historic dividend growth rates :

HGM.L	HIGHLAND GOLD MINING	3.00	11.50	24.47	39.76	347.00	65.37	31.77	Fair.
HWD...	HOWDEN JOINERY GROUP PLC	9.49	145.15	15.97	34.22	119.00	3.17	17.17	Cheap.
UTG.L	UNITE GROUP	11.84	46.60	13.32	53.03	243.00	8.11	15.82	Fair.
SAG.L	SAGENTIA GROUP PLC	4.61	86.58	14.65	60.00	182.00	6.50	15.55	Fair.
BVS.L	BOVIS HOMES GROUP	13.12	100.72	4.44	32.00	124.00	4.24	4.44	Cheap.
TYM...	TYMAN PLC	4.42	-42.24	0.41	228.74	453.00	39.60	3.11	Fair.
TW.L	TAYLOR WIMPEY PLC	1.69	37.54	-3.37	50.00	86.00	25.96	-0.37	Fair.
STVG.L	STV GROUP PLC	3.38	33.34	-3.84	43.26	110.00	6.23	2.06	Fair.
CRST.L	CREST NICHOLSON HLDGS PLC	4.05	-26.92	-11.31	37.58	39.00	62.77	-3.11	Fair.
CALL	CAPITAL & REGIONAL	0.67	-52.26	10.66	36.67	92.00	142.04	16.66	Fair.

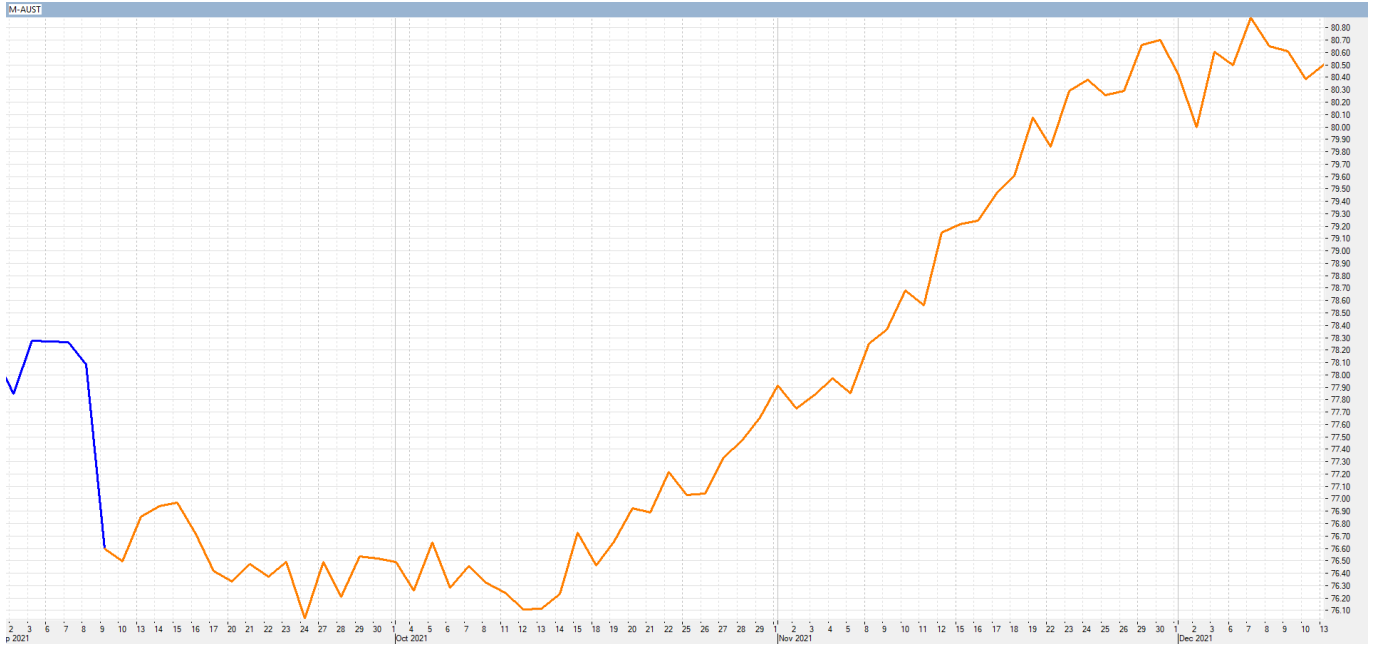
The Following shares, combine exceptional fundamental quality with high historic price growth rates :

JDG.L	JUDGES SCIENTIFIC PLC	69.20	82.33	55.50	11.34	317.00	43.46	56.00	Fair.
RELL	REED ELSEVIER	22.03	86.91	33.37	11.73	159.00	-31.14	35.37	Fair.
AVO...	AVON RUBBER	17.99	-77.61	47.65	28.67	368.00	36.08	48.45	Fair.
SPT.L	SPIRENT COMMUNICATIONS	2.96	133.87	35.44	6.67	161.00	26.71	36.84	Cheap.
SPX.L	SPIRAX-SARCO ENGINEERING	163.55	146.27	29.34	10.41	171.00	5.77	29.94	Cheap.
SGR...	SHELLPROOF PLC	12.71	105.91	21.83	2.58	102.00	-10.71	23.13	Fair.
CCC.L	COMPUTACENTER	30.30	72.97	35.31	9.30	202.00	56.40	36.41	Fair.
SAFE.L	SAFESTORE HLDGS PLC	11.14	130.73	23.19	19.00	168.00	8.62	24.49	Fair.
MSL...	MARSHALLS	8.18	104.60	21.59	15.39	130.00	17.18	22.79	Cheap.
DWH...	DEWHURST	19.45	-16.89	24.33	8.72	95.00	27.84	24.93	Cheap.

Through the following shares may carry greater degree of risk, these have achieved the highest historic price growth rates :

JDG.L	JUDGES SCIENTIFIC PLC	69.20	82.33	55.50	11.34	317.00	43.46	56.00	Fair.
RELL	REED ELSEVIER	22.03	86.91	33.37	11.73	159.00	-31.14	35.37	Fair.
AVO...	AVON RUBBER	17.99	-77.61	47.65	28.67	368.00	36.08	48.45	Fair.
SSY.L	SCISYS PLC	2.53	0.00	40.30	30.00	213.00	34.28	41.10	Fair.
SPT.L	SPIRENT COMMUNICATIONS	2.96	133.87	35.44	6.67	161.00	26.71	36.84	Cheap.
DPL...	DIPLOMA	30.62	27.24	29.46	7.65	145.00	13.74	30.26	Fair.
CCC.L	COMPUTACENTER	30.30	72.97	35.31	9.30	202.00	56.40	36.41	Fair.

Australia



Code	Full Name	Close	3 Month Price Growth	5 Year Price Growth	Dividend Growth	Grade	Risk	Total Return	Rating
The Following shares, combine exceptional fundamental quality with high historic dividend growth rates :									
FPH.AX	FISHER & PAYKEL HEALTHCARE CO...	31.78	70.54	46.65	14.82	230.00	-10.09	47.35	Fair.
RIO.AX	RIO TINTO LIMITED	105.50	-45.29	16.54	6.23	178.00	-37.56	19.44	Cheap.
MQG...	MACQUARIE GROUP LIMITED	175.34	55.66	12.62	12.86	124.00	-29.42	16.12	Fair.
TNE.AX	TECHNOLOGY ONE LIMITED	11.43	93.13	17.13	0.72	55.00	-17.84	17.83	Costly.
MNY....	MONEY3 CORPORATION LIMITED	3.45	76.77	15.64	8.22	59.00	9.01	18.54	Fair.
OSH....	OIL SEARCH LIMITED	3.65	-22.98	-14.72	93.69	211.00	10.07	-12.02	Cheap.

Through the following shares may carry greater degree of risk, these have achieved the highest historic dividend growth rates :									
DDR....	DICKER DATA LIMITED	12.96	422.74	106.95	68.52	689.00	25.60	108.35	Cheap.
FPH.AX	FISHER & PAYKEL HEALTHCARE CO...	31.78	70.54	46.65	14.82	230.00	-10.09	47.35	Fair.
BRG....	BREVILLE GROUP LIMITED	30.35	61.01	37.32	7.68	227.00	2.97	38.62	Cheap.
BFG....	BELL FINANCIAL GROUP LIMITED	1.60	-26.22	27.07	61.81	344.00	6.25	32.07	Cheap.
RIO.AX	RIO TINTO LIMITED	105.50	-45.29	16.54	6.23	178.00	-37.56	19.44	Cheap.
CLV.AX	CLOVER CORPORATION LIMITED	1.52	-49.51	33.86	20.00	164.00	51.79	35.16	Cheap.
MQG...	MACQUARIE GROUP LIMITED	175.34	55.66	12.62	12.86	124.00	-29.42	16.12	Fair.
MNY....	MONEY3 CORPORATION LIMITED	3.45	76.77	15.64	8.22	59.00	9.01	18.54	Fair.
CSR.AX	CSR LIMITED	5.48	-23.39	3.87	36.20	67.00	-2.62	8.77	Cheap.
OSH....	OIL SEARCH LIMITED	3.65	-22.98	-14.72	93.69	211.00	10.07	-12.02	Cheap.

The Following shares, combine exceptional fundamental quality with high historic price growth rates :									
FPH.AX	FISHER & PAYKEL HEALTHCARE CO...	31.78	70.54	46.65	14.82	230.00	-10.09	47.35	Fair.
RIO.AX	RIO TINTO LIMITED	105.50	-45.29	16.54	6.23	178.00	-37.56	19.44	Cheap.
MQG...	MACQUARIE GROUP LIMITED	175.34	55.66	12.62	12.86	124.00	-29.42	16.12	Fair.
TNE.AX	TECHNOLOGY ONE LIMITED	11.43	93.13	17.13	0.72	55.00	-17.84	17.83	Costly.
MNY....	MONEY3 CORPORATION LIMITED	3.45	76.77	15.64	8.22	59.00	9.01	18.54	Fair.
OSH....	OIL SEARCH LIMITED	3.65	-22.98	-14.72	93.69	211.00	10.07	-12.02	Cheap.

Through the following shares may carry greater degree of risk, these have achieved the highest historic price growth rates :									
DDR....	DICKER DATA LIMITED	12.96	422.74	106.95	68.52	689.00	25.60	108.35	Cheap.
FPH.AX	FISHER & PAYKEL HEALTHCARE CO...	31.78	70.54	46.65	14.82	230.00	-10.09	47.35	Fair.
BRG....	BREVILLE GROUP LIMITED	30.35	61.01	37.32	7.68	227.00	2.97	38.62	Cheap.
GRR....	GRANGE RESOURCES LIMITED.	0.54	35.06	39.98	0.00	443.00	53.74	43.68	Cheap.
BFG....	BELL FINANCIAL GROUP LIMITED	1.60	-26.22	27.07	61.81	344.00	6.25	32.07	Cheap.
RIO.AX	RIO TINTO LIMITED	105.50	-45.29	16.54	6.23	178.00	-37.56	19.44	Cheap.
CYC.AX	CYCLOPHARM LIMITED	1.61	-83.67	28.78	0.00	75.00	26.66	29.38	Cheap.
CLV.AX	CLOVER CORPORATION LIMITED	1.52	-49.51	33.86	20.00	164.00	51.79	35.16	Cheap.
TNE.AX	TECHNOLOGY ONE LIMITED	11.43	93.13	17.13	0.72	55.00	-17.84	17.83	Costly.
MNY....	MONEY3 CORPORATION LIMITED	3.45	76.77	15.64	8.22	59.00	9.01	18.54	Fair.