

Hunter Hall International Ethical Fund plc

**INTERIM REPORT &
UNAUDITED FINANCIAL STATEMENTS**

For the six months ended 31 December 2010

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Organisation

Registered Office of the Company

Taney Hall
Eglinton Terrace
Dundrum
Dublin 14
Ireland

Investment Manager

Hunter Hall Investment Management Limited
Level 2
60 Castlereagh Street
Sydney
NSW 2000
Australia

Administrator, Registrar and Transfer Agent

Bank of Ireland Securities Services Limited
New Century House
Mayor Street Lower
International Financial Services Centre
Dublin 1
Ireland

Custodian

The Governor and Company of the Bank of Ireland
Head Office:
40 Mespil Road
Dublin 4
Ireland

Place of Business:

New Century House
Mayor Street Lower
International Financial Services Centre
Dublin 1
Ireland

Directors of the Company

Peter Hall*
James McDonald* (Alternative Director to Peter Hall)
William Wayne Hawkins*
Michael Jackson**
Brian Wilkinson**

Secretary

Chartered Corporate Services
Taney Hall
Eglinton Terrace
Dundrum
Dublin 14
Ireland

Sponsoring Broker

Goodbody Stockbrokers
Ballsbridge Park
Dublin 4
Ireland

Independent Auditors

Grant Thornton
24-26 City Quay
Dublin 2
Ireland

Legal Advisor

Matheson Ormsby Prentice
70 Sir John Rogerson's Quay
Dublin 2
Ireland

* Non Executive Director.

** Independent Director.

Registered No: 353073

Background to the Company

Description

Hunter Hall International Ethical Fund plc (the 'Company'), an investment company with variable capital incorporated in Ireland on 8 February 2002 as a public limited company. The Company is authorised by the Central Bank of Ireland (formerly known as Financial Regulator until 30 September 2010) as an Undertaking for Collective Investment in Transferable Securities under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2003, as amended.

The Company is constituted as an umbrella fund insofar as the share capital of the Company is divided into different series of Shares with each series of Shares representing a separate investment portfolio of assets (each a 'Fund'). Shares of any Fund may be divided into different classes to accommodate different subscription and/or redemption provisions and/or dividend and/or charges and/or fee arrangements, including different total expense ratios.

The Funds have different investment objectives and invest in different types of transferable securities. Each Fund is invested in accordance with the investment objectives and policies applicable to such Fund as specified in the Relevant Supplement. The Company has at this date established one Fund, the Hunter Hall International Ethical No. 1 Fund (the "Fund").

Investment Objective and Policy

The objective of the Fund is to outperform the MSCI World Total Return Index, Net Dividends Reinvested (the "Index") over the medium to long term without incurring significant risk to capital. The Fund attempts to achieve this objective through a policy of following a 'value growth' strategy which involves investing primarily in quality stocks with what the Investment Manager considers to be good long term growth potential, that are priced at substantially less than the Investment Manager's assessment of intrinsic value. The Fund also invests in certain non-equity and equity-related securities as set out in more detail hereunder or of a type similar to those set out hereunder.

The Fund intends to invest in a portfolio of quality growth stocks at prices that are valued at substantially less than the Investment Manager's assessment of their intrinsic value. The Investment Manager will implement the investment strategy of the Fund through a value growth investment methodology based on fundamental analysis of individual stocks. There are two major components of the value growth investment methodology:

- (a) identify quality stocks with good long term growth potential; and,
- (b) buy stocks at prices that are substantially less than their intrinsic value.

Investment Management

Hunter Hall Investment Management Limited serves as Investment Manager pursuant to an investment management agreement dated 12 December 2002.

Background to the Company (Continued)

Issue and Repurchase of Shares

The Company offers two classes of Shares in the Fund, being the A Class Shares and the B Class Shares. The Company may also create additional classes of Shares in the Fund in the future in accordance with the requirements of the Central Bank of Ireland (formerly known as Financial Regulator until 30 September 2010). A Class Shares are denominated in US Dollars and B Class Shares are denominated in Euro.

Both the A Class Shares and the B Class Shares are listed on the Irish Stock Exchange.

Shares may be purchased on any Dealing Day at the Net Asset Value per Share applicable at the Valuation Point on that day. The Directors have discretion to accept or reject any application for Shares in the Fund.

Shares may be redeemed on any Dealing Day at the Net Asset Value per Share applicable on that day.

The above details are in summary form only and must be read in conjunction with the detailed information contained in the Prospectus and Supplement of the Fund.

Investment Manager's Report**Performance**

The table below displays the performance of the International Ethical Fund (IEF) relative to its benchmark, the MSCI World Total Return Index, Net Dividends Reinvested, (MSCI World):

International Ethical No. 1 Fund - Class A (USD)

	IEF	MSCI World (USD)	Relative Performance
To 31 December 2010 (%)	(1)	(2)	(1 – 2)
3 Months	9.6	9.0	0.6
6 Months	27.5	24.0	3.5
1 Year	11.3	11.8	-0.5
Compound Annual Returns:			
2 Years	41.2	20.5	20.7
3 Years	-3.2	-4.9	1.7
5 Years	6.2	2.4	3.8
Since inception (31.12.2002)	12.4	8.2	4.2

International Ethical No. 1 Fund - Class B (EUR)

	IEF	MSCI World (EUR)	Relative Performance
To 31 December 2010 (%)	(1)	(2)	(1 – 2)
3 Months	11.6	10.9	0.7
6 Months	18.6	13.2	5.4
1 Year	19.9	19.5	0.4
Compound Annual Returns:			
2 Years	41.6	22.7	18.9
Since inception (18.08.2008)	10.5	4.3	6.2

Source: Hunter Hall. Past performance is no guarantee of future performance and no guarantee of future returns is implied.

Portfolio

The largest 10 holdings of the Fund at 31 December, 2010 were as follows:

Top 10 Holdings	Main Business	Country	% Net Assets
Sirtex Medical	Liver Cancer Treatments	Australia	6.3
Biocompatibles International	Medical Devices	UK	4.1
Woongjin Thinkbig	Education Services	Korea	3.7
Virgin Media	Broadband Communications	USA	3.0
JDS Uniphase	Optical Components	USA	2.9
Proto Corp	Publishing	Japan	2.6
M2 Telecommunications Group	Telecommunications	Australia	2.4
St Barbara	Gold Explorer And Producer	Australia	2.3
NKSJ Holdings	Insurance	Japan	2.1
PMP	Printing And Distribution	Australia	2.0

Commentary

The International Ethical Fund (IEF) did well in the six month period to 31 December 2010 with positive absolute performance and relative performance as shown above.

Investment Manager's Report (Continued)**Commentary (Continued)**

Stock selection within the telecommunications services, healthcare, industrials and financial sectors proved particularly beneficial to performance, while our cash weighting (11% at 31 December 2010) dragged in the rising market.

Further benefiting the Fund's solid performance over the half-year, and calendar year to December 2010, was the appreciation of the Australian Dollar against the US Dollar. The Australian Dollar rose 21% against the US Dollar over the six months to December 2010 and 14% for the 2010 calendar year, meaning our substantial Australian equity weighting (~32% at 31 December 2010) gave us a useful tailwind.

International Holdings

US-listed UK communications company **Virgin Media** rose 63% over the period. The company's strong June 2010 quarterly results laid the foundation for a strong half-year. Virgin also announced a capital return programme of up to £700m, including a £375m stock buy-back (9% of its current market capitalisation) over the 2011 financial year. With the company expected to launch its broadband service - offering speeds of up to 100Mbps in early 2011 - the ramp-up of its 3D content to those people with a 3D capable television, an improved video product through TiVo, the continuation of the business division turnaround and its strong mobile phone offering, we believe there remains considerable upside to the share price.

UK liver cancer treatment company **Biocompatibles** (+56%) rose as a result of an all scrip takeover bid from another UK listed biotech company, BTG. The deal is expected to be completed early in the new year.

Our exposure to US optical equipment companies produced mixed returns. Both **JDS Uniphase** (+47% over the six months) and **Oclaro** (+19% over the six months) rose strongly from June to October, before a weak September 2010 quarterly result from Oclaro which saw the stock fall sharply and JDSU fall in sympathy. Oclaro's profit fell from US\$10.6m to US\$0.35m as higher costs overwhelmed quarterly revenue gains. The company also cited a weak September which saw order push-outs and cancellations to the tune of \$4m.

The cautious outlook raised concerns that the weakness was widespread. We saw this as a 'pause' in the prospects for the optical components sector, not a collapse, and used the price weakness in both names to add to our existing holdings. This proved appropriate as JDSU and Oclaro rose 42% and 48%, respectively, off their October lows. JDS benefitted from a 31% upgrade to its price target by research house Piper Jaffray late in the half-year. Piper Jaffray cited improving demand for JDS's products and believes the December 2010 quarter will see the company exceed consensus revenues and operating margins. The stock closed at US\$14.48, still some 17% below Piper's price target of US\$17.00.

US-listed Swiss-based electronic component manufacturer **Tyco** (+39%) closed the half-year at 52-week highs. Tyco completed the US\$1.25b acquisition of US communications company ADC after receiving merger control clearance from the European Commission. The combination of ADC and Tyco Electronics creates an industry leader with the scope and geographic scale to help customers deliver much needed capacity. The company also successfully raised US\$250m via the issuing of fixed rate senior notes due in 2021. The company intends to use net proceeds for general corporate purposes, which may include repayment of outstanding debt.

Despite two interest rate hikes by the Reserve Bank of India over the half-year, the Indian banking sector rose 25% on above consensus June and September quarterly results and outperformed the broader SENSEX index by 9%. The standout contributor for us was **Allahabad** (+39%) after strong June and September 2010 quarterly results. Allahabad grew its loan book by 35% and its deposit base by 30%, both well above the industry as a whole and above market expectations. Net profit for the half was up 21%, despite a fall in treasury profits and an increase in doubtful debt provisioning.

Investment Manager's Report (Continued)**Commentary (Continued)****International Holdings (Continued)**

The other banks we started the half with in the portfolio, **Indian Bank** (+9%), **Canara** and **Indian Overseas Bank (IOB)** also did well. We used the sharp rallies to exit Canara and IOB completely and substantially cut our positions in Allahabad and Indian Bank. With the benefit of hindsight, the exit from Canara was a little early; however, the risk adverse approach as a whole proved correct, with the end of year seeing a sharp sell-off in the sector following a bribe for loans scandal, which did not involve any of the banks we had held, and very tight money market conditions, which may briefly depress margins slightly.

The half-year also saw us add a number of new Indian stocks. We bought three mid-cap Indian IT technology solution companies: **Allied Digital**, **3I Infotech** and **Hexaware**. Each of these were trading on very low multiples and seemed poised to see a good lift in revenues and margins over the next few years. We also believe some consolidation may take place in the sector and, by year end, rumours were swirling that Hexaware may be on the receiving end of a bid, pushing the share price up 36% from our average purchase price. Allied and 3I have so far proven more disappointing, both down 5%.

We also added retail jewellery company **Shree Ganesh** to the portfolio and enterprise level data communications company **Tulip Telecom**.

Shree Ganesh rose 6% from our entry price. The company is primarily engaged in making handcrafted gold jewellery. The bulk of its existing business comes from its export unit to major markets including the Middle East, Singapore and Hong Kong. However, we see big potential in the company's domestic unit. In FY2010, the domestic market contributed only 2-3% of Shree's turnover. This is expected to grow to 10-12% as the company upgrades its manufacturing facilities, moves into gold refining and expands its Gaja retail chain.

Tulip rose 1% from our entry. The stock has been volatile, with increasing confidence that it's push into fibre, as well as wireless, would see growth escalate, offset in part by an industry scandal in India relating to the allocation of 2G mobile licenses (in which it has no involvement) some years ago.

Our faith in holding German pay-TV operator **Sky Deutschland** (+26%) was rewarded. Germany is yet to embrace pay-TV but the September 2010 quarter showed that there are positive signs of subscriber momentum building at Sky. The company added a net 45,000 subscribers (including 25,000 in September) and CEO Brian Sullivan said he expected new subscribers for the December 2010 quarter to be "well ahead" of the September 2010 quarter. The stock is up a further 36% from its closing price this calendar year.

French payment-terminal manufacturer **Ingenico** (+62%) received a non-binding offer for the acquisition of 100% of its share capital through a cash tender offer at €28 per share. The bid was rumoured to have been made by Danaher Corporation, a US maker of products including barcode equipment and fuel pump payment stations. The bid looks unlikely to proceed. Ingenico's largest shareholder is French industrial company Safran SA, which is 30% owned by the French State. Safran has reportedly rejected the current offer as too low. The stock closed the half-year at €27.10.

Our entry into Taiwan-based high-end handset provider **HTC Corporation** at the beginning of June 2010 proved timely as the stock rose 120%. Driven by the Android-based smart-phones, HTC registered stellar growth in its smart-phone shipments in 2010. With consensus forecasts at 25m units for the 2010 calendar year, which would represent a 111% year-on-year growth, shipment forecasts for calendar 2011 have been estimated at 41m units, so the company's growth trajectory is impressive.

Investment Manager's Report (Continued)**Commentary (Continued)****International Holdings (Continued)**

UK-listed safety control business for the oil and gas industry **Velosi** rose 56% after it received an £88m or £1.65 per share cash takeover bid from Azul Holdings, a private equity firm associated with the Carlyle Group. The takeover was at a 62% premium to its previous closing price. We used the price appreciation to exit our holding at £1.61.

Other notable contributors over the half-year included US oilfield servicer **Superior Energy** (+87%), UK furnishing fabric manufacturer **Colefax** (+35%), UK truck and rail component manufacturer **Castings** (+47%), US offshore drilling company **Ensco** (+36%), Japanese karaoke machinery provider **Daiichikoshu** (+22%), Japanese insurer **NKSJ** (+13%) and US media company **News Corp** (+22%).

We used the price rises in Thailand's national airline, **Thai Airways**, and US department store operator **Saks**, to fully exit our positions. We added German telecommunications provider **Freenet** (down 3% on our average entry price) and Norwegian offshore subsea contractor **Subsea** (up 32% on our average entry price). We also initiated positions over the half-year in US online employment company **Monster Worldwide** (up 33% on our average entry price), Singapore-listed sport shoe manufacturer **Qingmei** (up 8% on our average entry price), Thai property development company **Superlax** (down 6% on our average entry price) and US integrated circuits manufacturer **Analog Devices** (up 18% on our average entry price).

Although Canadian wind sensor systems manufacturer **Catch the Wind** has several exciting field trials ongoing, the June 2010 half-year update provided evidence it has taken the company longer than anticipated to negotiate orders of a large enough magnitude to drive meaningful financial results. The company also confirmed a higher than expected cash burn. With US\$6.6m available at the end of the June 2010 quarter, the need to raise much needed capital plagued the company's share price performance. Late in November, the company raised C\$10m by way of a brokered private placement. Each share will be priced at C\$0.34. Each unit will consist of one share priced at C\$0.39 and one-half common share purchase warrant. The net proceeds of the private placement will be used for production optimisation of the company's *Vindicator* Laser Wind Sensor, sales, marketing and customer trials. The stock closed the half-year at C\$0.325, down 78%.

Also needing capital was New Zealand electric motor manufacturer **Wellington Drive** (-72% over the half-year). Despite strong June 2010 half-year results which saw US sales up 43% from the previous corresponding period, total motor volume up 34%, to 419k units, and an improved loss-making position of NZ\$6.6m, the company cited numerous reasons, including deferred deliveries, for its need to go market to raise capital twice in the half. Wellington's overall forward order indications for 2011 are strong which, combined with the required capital raised and the appointment of new Chairman Mr Tony Nowell, augers well for a turnaround.

Remarkably the Korean KOSPI Index largely ignored the geo-political tension that arose on the Peninsula during the back-end of the period to appreciate over the half-year by 21%. While our exposures to gas utility **Samchully** rose 7%, our largest Korean holdings, educational service provider **Woongjin Thinkbig** and water purifier **Woongjin Coway**, fell 14% and 2% respectively. Thinkbig's core and new businesses were sluggish over the half-year. Its September 2010 quarterly results confirmed a 9% fall in earnings to W187b (\$US169m) on the previous corresponding period. The biggest decline came from sales at the after-school division which fell 56% year-on-year. Operating profit fell 33% to W15b (\$US14m) year-on-year due to increased fixed expenses resulting from sales deterioration. However, with good growth prospects from newer businesses, such as from e-books, we believe the stock price will recover.

Investment Manager's Report (Continued)**Commentary (Continued)****International Holdings (Continued)**

Other detractors over the six months included UK back-office services company **Xchanging** (-36%), UK car manual repairer **Haynes** (-5%) and UK-listed agricultural feedstock company **Landkom** (-2%), while we cut our losses on US higher education operator **Apollo**, US financial service provider **H&R Block** and UK retailer **HMV Group**, exiting all holdings.

Australian Holdings

The largest contributor was telecommunications services reseller **M2 Telecommunications** which rose 71%. The company's FY2010 results marked the successful integration of People Telecom and business assets of Commander. Revenue rose 101% to \$406m, net profit after tax rose 119% to \$16.2m and EBITDA rose 136% to \$31m. Late in the half-year, M2 provided strong earnings guidance for full-year 2011, highlighting substantial year-on-year growth expected at both the top and bottom lines. The company expects revenue to grow 12%, EBITDA to grow 39% and underlying EPS to grow 42%, on the 2010 financial year.

Further benefitting M2 was the proposition by the Australian Competition and Consumer Commission (ACCC) for a reduction in the wholesale line rental rate. This is the rate at which M2 rents Telstra's infrastructure for providing voice services to its 200,000 customers. The proposal is subject to the final period of industry feedback. If the ACCC's proposal is accepted, M2's forecast earnings for Fiscal 2012 could be up 30% on the Fiscal 2011 numbers which, in turn, should be up at least 30% on Fiscal 2010. We expect the decision to be handed down early 2011.

Australian liver cancer treatment company **Sirtex** appreciated 23% over the six months to December 2010. During the September 2010 quarter Sirtex achieved microsphere dose sales growth of 16% to 1,181 and revenue rose 8% to \$18m. However, due to the strong Australian Dollar, and the company's investment in R&D, operating profit fell 15% to \$4.6m. The company has expanded its clinical research efforts to determine if the company's SIR-Spheres are suitable for the use in the treatment of kidney cancer and continues to work with major academic institutions globally. It will establish a larger Asian footprint with a new Singapore regional office and manufacturing facility in mid-2011.

China's demand for commodities continued to benefit our larger exposures to the Australian resource and engineering space, despite the uncertainties caused by the Federal Government's proposed new resource super tax. The decision taken by the management of **RCR Tomlinson** to restructure the company proved timely. Investors gained faith in the new management team at RCR as the stock climbed 77% over the half-year. Also contributing were **Structural Systems** and **Resource Equipment**, up 85% and 81% respectively.

Australian printer **PMP** continued its turnaround. Bullish forecasts and a strong start to FY2011 saw the stock re-rated in December. The company expects first half EBIT to be in the range of \$31-33m. Management also confirmed the initiation of the second stage of its cost saving plan which is expected to deliver \$28m of savings, largely through the rationalisation of its New Zealand operations. We now think profit growth in each of FY2012 and FY2013 could reach 30%. Research house Credit Suisse upgraded its price target from \$0.70 to \$1.10 late in the half-year. The stock closed at \$0.93, up 63% over the half-year.

Australian telecommunications company **Macquarie Telecom** rose an impressive 93% over the half-year. The company's strong result for the June 2010 financial year saw EBITDA up 25% to \$29m, profit after tax up 71% to \$10.4m and earnings per share of \$0.50 was 69% up on the previous corresponding period. With cash and cash equivalents of \$56.3m at 30 June 2010 (58% of its market capitalisation at 30 June 2010), the balance sheet strength will allow the company to grow organically or through acquisition, evidenced by the land and existing building purchase in North Ryde to accommodate the company's new data centre facility late in the half-year. We added to our holding over the half-year.

Investment Manager's Report (Continued)**Commentary (Continued)****Australian Holdings (Continued)**

Australian iron ore explorer and producer **Atlas Iron** (+40% over the half year) achieved an annualised export rate of over 6 million tonnes per annum (Mtpa) in October 2010, two months earlier than planned. Atlas is preparing to grow its annualised export rate to 12Mtpa by December 2012. Following news the company has entered into good faith discussions with BHP Billiton Iron Ore concerning an integrated transport solution in Port Hedland, the company announced a takeover of iron ore explorer Giralia. With the two companies' deposits very close to each other, the merger will grow production, reduce operating costs, maximise cash flows and deliver significant value. Both the Board of Atlas and Giralia have recommended the takeover.

Other Australian contributors over the period under review included shoe retailer **RCG Corporation** (+30%), business solutions company **UXC** (+8%) and property investment operator **Aspen** (+7%).

Mitigating further gains was ATM operator **Customers** which fell 34% over the half-year to December 2010. Despite the company reporting strong year-on-year revenue and profit growth, up 31% to \$117m and up 199% to \$19m respectively, its FY2010 results missed consensus expectations. A slower June 2010 quarter resulted in transaction volumes down 8% from FY2009 and higher operating costs (although there were a few 'one-offs'). Further, there is a perspective of increased pressure on margins on ATMs based in pubs, clubs and hotels. We reduced our holding over the six months.

Australian window-furnishings company **Kresta** fell 16% over the half-year after the release of a disappointing trading update at the company's AGM in November. Against the backdrop of a weak Australian retail environment, Kresta's EBIT and profit after tax for the September 2010 quarter has fallen 50% on the previous corresponding period. Falling sales, as well as the appreciating Australian Dollar, have put pressure on the company's margins. Management also confirmed it does not expect its FY2011 results to match its stellar FY2010 profit.

Our entry into Australian maintenance contractor **Programmed Maintenance** in August was ill-timed. The stock fell 12% from our entry price following a downgrade due to a series of one-off factors, some of which are associated with a repositioning of the company's products which we believe are probably essential and will, over time, make the business more valuable.

Outlook

The year ended on a positive note. Confidence in the US recovery is firming. Tensions within Europe appear to be easing as it looks as though the solvency crisis might be limited to Greece, Ireland and Portugal, with Spain, Italy and France escaping for now, and German exporters enjoying a boom from the weak Euro. Meanwhile in Asia, even tightening monetary stances to head-off pick-ups in inflation in China and India look unlikely to put much of a dampener on the region's two high growth mega-economies.

In Australia, nothing much seems able to spoil the party. The warning signs remain in the form of an apparently over-valued currency and suggestions of a bubble in urban real estate, but the general view forming is that neither is at such a level to destroy domestic demand or the competitiveness of our raw materials export boom to China.

Investment Manager's Report (Continued)**Outlook (Continued)**

None of this is to suggest that there has been any real resolution to the fundamental imbalances we have previously noted, exemplified by the huge fiscal and current account deficits run by the US and the massive trade surpluses run by most of East Asia. However, with bond prices starting to look a little more fragile than equity valuations, and the hot money having largely skipped from equity funds to bond funds over the last three years, it may well be that the fixed interest markets take most of the pain of the adjustment process – especially if this is accompanied by inflation.

After two good years for most share markets, it may be a challenge for calendar 2011 to be a year of strong performance. However, from an Australian perspective, the very strength of the Australian Dollar, and the many years of under-performance by global markets compared to the local bourse, suggests this could finally be the year in which investors in overseas markets will be rewarded. As ever, we also believe the portfolio's value orientation, and greater regional allocation to higher growth economies and sectors, will leave them well positioned to both weather any unexpected storms and profit from market rallies.

Hunter Hall Investment Management Limited
17 January 2011

Profit and Loss Account

For the six months ended 31 December 2010

	Six months ended 31 December 2010 USD	Year ended 30 June 2010 USD	Six months ended 31 December 2009 USD
Income			
Operating income	442,127	516,712	200,910
Net gains on financial assets and liabilities at fair value through profit or loss	<u>5,941,218</u>	<u>2,618,416</u>	<u>6,136,840</u>
Total investment gain	6,383,345	3,135,128	6,337,750
Operating expenses	<u>(344,670)</u>	<u>(678,852)</u>	<u>(319,543)</u>
Net gain	6,038,675	2,456,276	6,018,207
Finance costs			
Interest expense	<u>(28)</u>	<u>(162)</u>	<u>(91)</u>
Gain for the period / year before tax	6,038,647	2,456,114	6,018,116
Non-reclaimable withholding tax	<u>(17,763)</u>	<u>(27,766)</u>	<u>(3,895)</u>
Gain for the period / year after tax	<u>6,020,884</u>	<u>2,428,348</u>	<u>6,014,221</u>
Reported increase in Net Assets Attributable to Holders of Redeemable Participating Shares at bid prices	6,020,884	2,428,348	6,014,221
Adjustment from bid prices to last traded prices	<u>95,532</u>	<u>(1,837)</u>	<u>59,604</u>
Reported increase in Net Assets Attributable to Holders of Redeemable Participating Shares at last traded prices	<u><u>6,116,416</u></u>	<u><u>2,426,511</u></u>	<u><u>6,073,825</u></u>

There are no recognised gains or losses arising in the period / year other than the increase in Net Assets Attributable to Holders of Redeemable Participating Shares of the Company. In arriving at the results of the financial period, all amounts above relate to continuing operations.

The accompanying notes form an integral part of the unaudited Financial Statements.

Balance Sheet**As at 31 December 2010**

	As at 31 December 2010 USD	As at 30 June 2010 USD	As at 31 December 2009 USD
Assets			
Cash and Bank Balances	3,464,681	4,209,972	4,488,928
Debtors	198,415	305,751	111,142
Financial assets at fair value through profit or loss (Cost: US\$20,267,784; 30 June 2010: US\$ 20,506,802; 31 December 2009: US\$17,259,126)	<u>24,553,957</u>	<u>20,400,946</u>	<u>20,317,651</u>
Total Assets	<u>28,217,053</u>	<u>24,916,669</u>	<u>24,917,721</u>
Liabilities			
Creditors (amounts falling due within one year)	<u>(630,672)</u>	<u>(401,476)</u>	<u>(294,265)</u>
Total Liabilities	<u>(630,672)</u>	<u>(401,476)</u>	<u>(294,265)</u>
Net Assets Attributable to Holders of Redeemable Participating Shares at bid prices			
	27,586,381	24,515,193	24,623,456
Adjustment from bid prices to last traded prices	<u>236,528</u>	<u>140,996</u>	<u>202,437</u>
Reported Net Assets Attributable to Holders of Redeemable Participating Shares at last traded prices	<u>27,822,909</u>	<u>24,656,189</u>	<u>24,825,893</u>

The accompanying notes form an integral part of the unaudited Financial Statements.

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

For the six months ended 31 December 2010

	Six months ended 31 December 2010 USD	Year ended 30 June 2010 USD	Six months ended 31 December 2009 USD
Net Assets Attributable to Holders of Redeemable Participating Shares at beginning of period / year at last traded prices	<u>24,656,189</u>	<u>15,403,147</u>	<u>15,403,147</u>
Increase in Net Assets resulting from operations	<u>6,116,416</u>	<u>2,426,511</u>	<u>6,073,825</u>
Amounts received on issue of Redeemable Participating Shares	-	8,070,709	3,793,558
Amounts paid on redemption of Redeemable Participating Shares	<u>(2,949,696)</u>	<u>(1,244,178)</u>	<u>(444,637)</u>
(Decrease) / increase in Net Assets resulting from Share transactions	<u>(2,949,696)</u>	<u>6,826,531</u>	<u>3,348,921</u>
Net increase in shareholders' funds	<u>3,166,720</u>	<u>9,253,042</u>	<u>9,422,746</u>
Reported Net Assets Attributable to Holders of Redeemable Participating Shares at end of period / year at last traded prices	<u><u>27,822,909</u></u>	<u><u>24,656,189</u></u>	<u><u>24,825,893</u></u>

The accompanying notes form an integral part of the unaudited Financial Statements.

Notes to the Unaudited Financial Statements**For the six months ended 31 December 2010****1. Significant Accounting Policies**

The principal accounting policies and estimation techniques are consistent with those applied to the previous annual Financial Statements.

These Financial Statements comply with the Statement on Half Yearly Financial Reports issued by the Accounting Standards Board in July 2007.

a) Foreign Exchange

The functional currency of the Company is US Dollars. The Directors have determined that this reflects the Company's primary economic environment, as the majority of investors subscribe in US Dollars.

Foreign exchange gains and losses on financial assets and financial liabilities at fair value through profit or loss are recognised together with other changes in the fair value.

Assets and liabilities denominated in foreign currencies, other than the functional currency of the Company, have been translated at the rate of exchange ruling at 31 December 2010. Transactions in foreign currencies are translated into US Dollars at the exchange rate ruling at the date of the transaction. Gains and losses on foreign exchange transactions are recognised in the Profit and Loss Account in determining the result for the period.

The following exchange rates were used to convert investments, assets and liabilities to the functional currency of the Company: 1 USD =

	As at 31 December 2010	As at 30 June 2010	As at 31 December 2009
Australian Dollar	0.9756	1.1839	1.1119
Brazilian Real	1.6600	1.8025	1.7432
Canadian Dollar	0.9936	1.0626	1.0484
Euro	0.7454	0.8164	0.6970
Hong Kong Dollar	7.7736	7.7871	7.7541
Japanese Yen	81.1050	88.4900	93.0950
Mexican Peso	12.3340	12.8844	13.0554
New Zealand Dollar	1.2801	1.4542	1.3743
Norwegian Krona	5.8125	6.5032	5.7768
Pound Sterling	0.6387	0.6684	0.6193
Singapore Dollar	1.2810	1.3961	1.4040
South Korea Won	1,134.9001	1,221.9651	1,164.4752
Swedish Krona	6.7728	7.7820	7.1401
Switzerland Franc	0.9321	1.0784	1.0337
Taiwan Dollar	29.1565	32.1315	31.9850
Thailand Baht	30.1450	32.3900	33.3400

Notes to the Unaudited Financial Statements**For the six months ended 31 December 2010 (Continued)****2. Efficient Portfolio Management**

The Company may employ investment techniques and instruments for efficient portfolio management of the assets of any Fund including hedging against market movements, currency exchange or interest rate risks under the conditions and within the limits stipulated by the Central Bank of Ireland (formerly known as Financial Regulator until 30 September 2010) under the UCITS Regulations and described herein. The Company may not leverage a Fund through the use of derivative instruments, i.e., the total exposure of a Fund, including but not limited to, its exposure from the use of any derivative instruments, must not exceed the total Net Asset Value of the Fund.

3. Share Capital

The authorised share capital of the Company is 500,000,000,002 (five hundred billion and two) Shares of no par value designated as unclassified shares divided into two Subscriber Shares of no par value and 500,000,000,000 redeemable participating shares ("Shares") of no par value. Hunter Hall International Limited and Hunter Hall Investment Management Limited each hold one subscriber share.

The Subscriber Shares entitle the holders to attend and vote at general meetings of the Company but do not entitle the holders to participate in the profits or assets of the Company except for a return of capital on a winding-up. The Shares entitle the holders to attend and vote at general meetings of the Company and to participate equally (subject to any differences between fees, charges and expenses applicable to different classes of Shares) in the profits and assets of the Company on the terms and conditions set out in the Relevant Supplement.

The Company currently offers two classes of Shares in respect of the Fund – Class A Shares and Class B Shares. Class A Shares are denominated in the Base Currency (being US Dollars) and Class B Shares are denominated in Euro.

Shares in Issue	Six months ended 31 December 2010	Year ended 30 June 2010	Six months ended 31 December 2009
Number of Class A (USD) Shares Issued and Fully Paid			
Balance at beginning of period / year	94,101	93,694	93,694
Issued during period / year	-	6,316	4,550
Redeemed during period / year	<u>(14,200)</u>	<u>(5,909)</u>	<u>(2,178)</u>
Total number of Class A (USD) Shares in issue at end of period / year	<u><u>79,901</u></u>	<u><u>94,101</u></u>	<u><u>96,066</u></u>
Number of Class B (EUR) Shares Issued and Fully Paid			
Balance at beginning of period / year	44,190	68	68
Issued during period / year	-	44,122	18,941
Redeemed during period / year	<u>-</u>	<u>-</u>	<u>-</u>
Total number of Class B (EUR) Shares in issue at end of period / year	<u><u>44,190</u></u>	<u><u>44,190</u></u>	<u><u>19,009</u></u>

Notes to the Unaudited Financial Statements**For the six months ended 31 December 2010 (Continued)**

4. Net Asset Value	As at 31 December 2010 USD	As at 30 June 2010 USD	As at 31 December 2009 USD
Total Net Asset Value			
Class A (USD) Shares	20,318,701	18,763,452	21,947,217
Class B (EUR) Shares	7,504,208	5,892,737	2,878,676
Net Asset Value per Share			
Class A (USD) Shares	254.30	199.40	228.46
Class B (EUR) Shares	169.82	133.35	151.44

5. Related Party Transactions

Financial Reporting Standard 8 "Related Party Transactions" (FRS 8) requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity.

Investment Manager

Related parties include the Investment Manager. The amount earned by the Investment Manager during the period was USD206,918 (year ended 30 June 2010: USD381,809, period ended 31 December 2009: USD165,914).

Michael Jackson is a Partner in Matheson Ormsby Prentice, the legal advisors to the Company.

Wayne Hawkins is a Director of Hunter Hall Investment Management Limited (the "Investment Manager") and of Hunter Hall International Limited, the parent company of the Investment Manager.

Peter Hall and James McDonald are also Directors of Hunter Hall International Limited, the parent company of the Investment Manager.

Hunter Hall Investment Management Limited, which is a wholly owned subsidiary of the parent company, Hunter Hall International Limited (the "Parent"), owns 36,203 (29.2%) redeemable participating shares (30 June 2010: 45,026 (32.56%), 31 December 2009: 45,026 (39.1%)) in the Hunter Hall International Ethical No.1 Fund, at the balance sheet date.

Secretary

Chartered Corporate Services is the Company Secretary for Hunter Hall International Ethical No. 1 Fund - they held 77 shares at 31 December 2010 (30 June 2010: 77 shares, 31 December 2009: 77 shares).

Directors' Fee

The total Directors' fee for the period was USD11,301 (30 June 2010: USD24,451, 31 December 2009: USD12,326).

Notes to the Unaudited Financial Statements**For the six months ended 31 December 2010 (Continued)****6. Taxation**

Under current law and practice the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On this basis it is not chargeable to Irish tax on its income and gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to Shareholders or any encashment, redemption, cancellations or transfer of shares.

Any tax arising on a chargeable event is a liability of the Shareholder, albeit it is paid by the Company (although if the Company fails to deduct the tax or the correct amount of tax it becomes ultimately the liability of the Company).

No tax will arise on the Company in respect of chargeable events in respect of:

(i) a shareholder who is not Irish resident and not ordinarily resident in Ireland at the time of the chargeable event, provided the necessary signed statutory declarations are held by the Company; and,

(ii) certain exempted Irish resident investors who have provided the Company with the necessary signed statutory declarations.

Dividend income, interest and capital gains (if any), received by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its Shareholders.

7. Soft Commission Arrangements

There are no soft commission arrangements affecting the Company during the period.

8. Post Balance Sheet Events

There have been no events subsequent to the period end, which, in the opinion of the Directors of the Company, may have had an impact on the Financial Statements for the period ended 31 December 2010.

9. Approval of Unaudited Financial Statements

The unaudited Financial Statements were approved by the Directors on 14 February 2011.

Schedule of Investments (Unaudited)**As at 31 December 2010**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
	Bonds		
	Switzerland		
	Equity Linked Notes		
30,580	UBS AG London 07/01/2013 Mclr lb Equity	147,752	0.53
15,310	UBS AG London 15/10/2013 Alds lb Equity	64,709	0.23
	Total Switzerland	212,461	0.76
	United Kingdom		
	Corporate Bonds		
13,100	Barclays Bank Plc FRN 15/03/2012	72,304	0.26
	Total United Kingdom	72,304	0.26
	United States		
	Undated Loan Stock		
2,974,140	CPT Manager Ltd 3.50 % Undated Reg. Nts. USD106	89,224	0.32
	Total United States	89,224	0.32
	Total Bonds	373,989	1.34
	Equities		
	Australia		
	Biotechnology		
292,180	Fluorotechnics Ltd Com NPV	-	-
	Commercial Services		
1,576,108	CBD Energy Ltd Com NPV Conv	169,636	0.61
1,585,397	CBD Energy Ltd Com NPV	170,635	0.61
672,366	PMP Ltd Com NPV	565,147	2.03
74,700	Programmed Maintenance Services Ltd Com NPV	131,702	0.47
267,650	Resource Equipment Ltd Com NPV	159,125	0.57
2,300	Spotless Group Ltd Com NPV	4,951	0.02
	Electronics		
566,738	Legend Corp Ltd Com NPV	191,707	0.69

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
	Equities (Continued)		
	Australia (Continued)		
	Engineering & Construction		
280,500	RCR Tomlinson Ltd Com NPV	416,910	1.50
541,000	Southern Cross Electrical Engineering Ltd Com NPV	554,548	1.99
186,445	Structural Systems Ltd Com NPV	170,092	0.61
818,427	VDM Group Ltd Com NPV	281,039	1.01
	Insurance		
935,700	Calliden Group Ltd Com NPV	254,170	0.91
	Internet		
286,600	Customers Ltd Com NPV	540,550	1.94
	Iron/Steel		
54,286	Atlas Iron Ltd Com NPV	164,154	0.59
	Mining		
303,061	St Barbara Ltd Com NPV	633,727	2.28
	Oil & Gas		
203,750	Po Valley Energy Ltd Com NPV	42,815	0.15
	Packaging & Containers		
106,220	National Can Industries Ltd Com NPV	136,100	0.49
	Pharmaceuticals		
426,371	Biota Holdings Ltd Com NPV	430,493	1.55
283,600	Sirtex Medical Ltd Com NPV	1,761,655	6.33
	Real Estate Investment Trusts		
49,115	Aspen Group NPV	24,166	0.09
	Retail		
439,400	Kresta Holdings Ltd Com NPV	123,861	0.45
236,984	RCG Corp Ltd Com NPV	156,683	0.56
	Software		
120,957	Redflex Holdings Ltd Com NPV	295,087	1.06
754,506	UXC Ltd Com NPV	375,099	1.35

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Equities (Continued)			
Australia (Continued)			
Telecommunications			
224,184	M2 Telecommunications Group Ltd Com NPV	657,223	2.37
30,000	Macquarie Telecom Group Ltd Com NPV	273,686	0.98
Total Australia		8,684,961	31.21
Bermuda			
Food			
32,150	PureCircle Ltd Com USD0.10	82,550	0.30
Total Bermuda		82,550	0.30
Brazil			
Commercial Services			
25,800	Kroton Educacional SA NPV	331,829	1.19
Total Brazil		331,829	1.19
Canada			
Airlines			
70,300	Chorus Aviation Inc NPV	367,898	1.32
Alternative Energy			
200,000	Catch The Wind Ltd Unrestricted	-	-
Total Canada		367,898	1.32
Cayman Islands			
Apparel			
1,279,000	QingMei Group Holdings Ltd Com SGD0.10	279,556	1.00
Chemicals			
694,700	Lumena Resources Corp Com USD0.00001	251,119	0.90
Electronics			
488,500	Catch The Wind Ltd Com NPV	157,320	0.57

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Equities (Continued)			
Cayman Islands (Continued)			
Oil & Gas Services			
4,300	Subsea 7 Inc Com USD0.01	111,708	0.40
Pharmaceuticals			
3,370	Herbalife Ltd Com USD0.002	230,407	0.83
Total Cayman Islands		1,030,110	3.70
Denmark			
Agriculture			
127,200	Trigon Agri A/S Com EUR1.00	132,965	0.48
Total Denmark		132,965	0.48
France			
Computers			
6,772	Ingenico Com EUR1.00	245,657	0.88
Total France		245,657	0.88
Germany			
Electronics			
1,970	LPKF Laser & Electronics AG Com NPV	32,322	0.12
Environmental Control			
3,490	Zhongde Waste Technology AG Com NPV	52,509	0.19
Media			
170,050	Sky Deutschland AG Com NPV	383,258	1.38
Miscellaneous Manufacturing			
32,340	Balda AG Com NPV	298,363	1.07
Telecommunications			
16,850	Freenet AG Com NPV	178,263	0.64
Total Germany		944,715	3.40

Schedule of Investments (Unaudited)

As at 31 December 2010 (Continued)

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Equities (Continued)			
Ireland			
Computers			
8,930	Seagate Technology Plc Com USD0.00001	134,129	0.48
Total Ireland		134,129	0.48
Isle Of Man			
Agriculture			
986,985	Landkom International Plc Com GBP0.001	88,853	0.32
Total Isle Of Man		88,853	0.32
Japan			
Distribution/Wholesale			
18,000	Toba Inc Com NPV	395,709	1.42
Diversified Financial Services			
5,450	Century Tokyo Leasing Corp Com NPV	88,767	0.32
Insurance			
79,900	NKSJ Holdings Inc NPV	588,130	2.11
Internet			
16,040	Proto Corp Com NPV	711,966	2.56
Leisure Time			
24,470	Daiichikosho Co Ltd Com NPV	475,190	1.71
Miscellaneous Manufacturing			
3,400	Nikon Corp Com NPV	69,044	0.25
Total Japan		2,328,806	8.37
Jersey			
Agriculture			
28,900	Black Earth Farming Ltd SDR NPV	113,918	0.41
Total Jersey		113,918	0.41

Schedule of Investments (Unaudited)

As at 31 December 2010 (Continued)

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Equities (Continued)			
Luxembourg			
Telecommunications			
14,300	Colt Group SA Com EUR0.50	30,829	0.11
Total Luxembourg		30,829	0.11
Mexico			
Home Builders			
49,500	Sare Holding SAB de CV Class 'B' Com NPV	14,849	0.05
Total Mexico		14,849	0.05
Netherlands			
Insurance			
12,420	ING Groep NV EUR0.24	121,299	0.44
Metal Fabricate/Hardware			
34,550	AMG Advanced Metallurgical Group NV Com EUR0.02	417,988	1.50
Total Netherlands		539,287	1.94
New Zealand			
Electronics			
3,344,716	Wellington Drive Technologies Ltd Com NPV	65,323	0.23
Total New Zealand		65,323	0.23
Norway			
Pharmaceuticals			
22,250	PhotoCure ASA Com NOK0.50	172,642	0.62
Total Norway		172,642	0.62
Republic of South Korea			
Environmental Control			
9,700	Woongjin Coway Co Ltd Com KRW500.00	344,444	1.24

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Equities (Continued)			
Republic of South Korea (Continued)			
Gas			
3,517	Samchully Co Ltd Com KRW5000.00	343,984	1.24
Media			
53,250	Woongjin Thinkbig Co Ltd Com KRW500.00	1,022,865	3.68
Total Republic Of South Korea		1,711,293	6.16
Russian Federation			
Oil & Gas			
600	Gazprom OAO ADR Rep 4 Ords RUB5	15,126	0.05
Total Russian Federation		15,126	0.05
Spain			
Commercial Services			
1,200	Prosegur Cia de Seguridad SA Com EUR0.60	67,195	0.24
Total Spain		67,195	0.24
Switzerland			
Electronics			
14,700	Tyco Electronics Ltd Com CHF2.60	519,351	1.87
Engineering & Construction			
340	Flughafen Zuerich AG Com CHF50.00	139,345	0.50
Total Switzerland		658,696	2.37
Taiwan			
Telecommunications			
4,200	HTC Corp Com TWD10.00	129,501	0.47
Total Taiwan		129,501	0.47

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
	Equities (Continued)		
	Thailand		
	Home Builders		
346,000	Asian Property Development PCL THB1.00 (NVDR)	66,572	0.24
	Real Estate		
322,300	Supalai PCL Com THB1.00	110,124	0.40
	Total Thailand	176,696	0.64
	United Kingdom		
	Chemicals		
76,890	Symphony Environmental Technologies Plc Com GBP0.01	16,553	0.06
	Commercial Services		
77,036	Xchanging Plc Com GBP0.05	151,367	0.54
	Healthcare-Products		
184,272	Biocompatibles International Plc Com GBP0.22	1,130,941	4.06
	Home Furnishings		
53,400	Pace Plc Com GBP0.05	152,748	0.55
	Housewares		
55,500	Colefax Group Plc Com GBP0.10	182,477	0.66
	Media		
10,000	Haynes Publishing Group Plc Com GBP0.20	35,540	0.13
	Metal Fabricate/Hardware		
30,220	Castings Plc Com GBP0.10	125,382	0.45
	Oil & Gas		
2,840	Enesco Plc ADR USD0.10	151,684	0.55
	Total United Kingdom	1,946,692	7.00
	United States		
	Commercial Services		
4,530	Monster Worldwide Inc Com USD0.001	106,999	0.38

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Equities (Continued)			
United States (Continued)			
Computers			
11,000	Western Digital Corp Com USD0.01	372,900	1.34
Distribution/Wholesale			
2,100	Brightpoint Inc Com USD0.01	18,354	0.07
Internet			
1	AOL Inc Com USD0.01	24	-
Media			
1,486	Time Warner Inc Com USD0.01	47,805	0.17
Oil & Gas Services			
4,250	Superior Energy Services Inc Com USD0.001	148,793	0.53
Semiconductors			
3,750	Analog Devices Inc Com USD0.17	141,263	0.51
Telecommunications			
55,510	JDS Uniphase Corp Com USD0.001	804,340	2.89
22,610	Oclaro Inc Com USD0.01	297,095	1.07
30,500	Virgin Media Inc Com USD0.01	830,515	2.99
Total United States		2,768,088	9.95
Total Equities		22,782,608	81.89

Schedule of Investments (Unaudited)**As at 31 December 2010 (Continued)**

Holdings	Financial assets at fair value through profit or loss	Fair Value USD	% of Net Assets
Warrants			
Australia			
12,600	Allied Digital Services Ltd 14/12/2015	53,249	0.19
125,500	Shree Ganesh Jewellery House Ltd 10/10/2013	556,342	2.00
40,530	Tulip Telecom Ltd 18/06/2013	159,230	0.57
Total Australia		768,821	2.76
United States			
40,450	3i Infotech Ltd 24/10/2012	53,839	0.19
79,690	Allahabad Bank 24/10/2012	400,681	1.44
3,452	Birla Corp Ltd 24/10/2012	27,732	0.10
19,900	Hexaware Technologies 24/10/2012	51,560	0.19
3,000	Indian Bank 24/10/2012	16,482	0.06
10,500	McLeod Russel India Ltd 24/10/2010	50,484	0.18
7,100	Tulip Telecom Ltd 24/10/2012	27,761	0.10
Total United States		628,539	2.26
Total Warrants		1,397,360	5.02

Schedule of Investments (Unaudited)

As at 31 December 2010 (Continued)

	Fair Value USD	% of Net Assets
Total Value of Investments	24,553,957	88.25
Cash*	3,464,681	12.45
Other Net Liabilities	(432,257)	(1.55)
Net Assets Attributable to Holders of Redeemable Participating Shares at bid prices	27,586,381	99.15
Adjustment from bid prices to last traded prices	236,528	0.85
Net Assets Attributable to Holders of Redeemable Participating Shares at last traded prices	27,822,909	100.00

*All cash holdings are held with The Governor and Company of the Bank of Ireland.

<u>Analysis of Transferable Securities</u>	% of Fund
Transferable securities admitted to official stock exchange listing or traded on a regulated market.	88.25
Other Net Assets.	11.75
	100.00

Schedule of Portfolio Changes (Unaudited)**For the six months ended 31 December 2010**

Largest Purchases		Cost USD
138,100	Shree Ganesh Jewellery House Ltd 10/10/2013	573,008
32,340	Balda AG Com NPV	295,372
22,610	Oclaro Inc Com USD0.01	282,024
1,279,000	QingMei Group Holdings Ltd Com SGD0.10	262,999
22,600	JDS Uniphase Corp Com USD0.001	235,894
6,740	Proto Corp Com NPV	228,871
16,850	Freenet AG Com NPV	186,233
404,121	UXC Ltd Com NPV	185,192
40,530	Tulip Telecom Ltd Oct 2012 Call	157,246
74,700	Programmed Maintenance Services Ltd Com NPV	136,840
326,000	Lumena Resources Corp Com USD0.00001	134,574
2,974,140	CPT Manager Ltd 3.50 % Undated Reg. Nts. USD106	128,800
12,420	ING Groep NV EUR0.24	119,597
322,300	Supalai PCL Com THB1.00	116,655
3,750	Analog Devices Inc Com USD0.17	115,614
20,000	Macquarie Telecom Group Ltd Com NPV	99,795
28,900	Black Earth Farming Ltd Receipt SDR NPV	90,747
1,700	Apollo Group Inc Class 'A' Com NPV	86,250
15,000	Yellow Media Inc NPV	82,750
4,830	Monster Worldwide Inc Com USD0.001	82,252

Largest Sales		Proceeds USD
330,000	Velosi Ltd Com USD0.02	724,755
296,972	Wattyl Ltd Com NPV	468,873
16,000	Virgin Media Inc Com USD0.01	424,436
78,060	Allahabad Bank 24/10/2012	384,714
121,714	Atlas Iron Ltd Com NPV	345,240
1,108,700	Legend Corp Ltd Com NPV	337,876
27,800	Canara Bank 24/10/2010	322,414
30,454	Birla Corp Ltd 24/10/2012	283,497
6,460	Apollo Group Inc Class 'A' Com NPV	274,408
46,200	Indian Bank 24/10/2012	268,294
5,000	Proto Corp Com NPV	203,037
187,900	HMV Group Plc Com GBP0.01	177,317
256,016	RCG Corp Ltd Com NPV	169,131
5,500	Western Digital Corp Com USD0.01	145,566
34,500	Chorus Aviation Inc NPV	145,381
27,000	Yellow Media Inc NPV	137,506
271,097	UXC Ltd Com NPV	131,561
34,291	UBS AG London 15/04/2013 Jkce 1b Equity	131,123
49,000	India Cements Ltd 24/10/2010	122,036
32,000	Allahabad Bank INR10	112,269