

## GVI Global Industrial Share Fund

### Stock Update 14<sup>th</sup> March 2007 – Strong dividend growth in GISF stocks FY 2006

A majority of stocks in the portfolio have now reported their FY 2006 results.

Amidst the current level of general uncertainty and volatility in world sharemarkets, it was pleasing to see the majority of companies held in our portfolio not only report positive earnings numbers, but many also announced significant increases in their dividends. Due to our explicit focus on quality dividend-paying companies that exhibit recurring earnings, strong balance sheets and cash flows, the increase in dividends was experienced across the portfolio.

These higher dividend payments should help cushion the portfolio from any further falls on global sharemarkets and provide comfort that the income stream provided from the shares in the portfolio will continue to grow over time.

A sample of the companies held in our portfolio that increased their dividends is shown in the table below:

Increase in dividend %	Example of holdings	Sector
<b>100% and over</b>	Bergesen RWE Eniro	Industrials - Shipping Utilities Discretionary - directories
<b>Between 50 and 100%</b>	BASF TeliaSonera Cathay Pacific <sup>1</sup> Telefonica	Materials – diversified chemicals Telecommunications Industrials - Transport Telecommunications
<b>Between 25 and 50%</b>	Unilever Telekom Austria UOB AstraZeneca Telenor RBS	Consumer Staples - Food Telecommunications Financials Healthcare Pharmaceuticals Telecommunications Financials
<b>Between 10 and 25%</b>	Credit Agricole Pfizer Royal Dutch Shell Enagas Nestle Syngenta Novartis	Financials Healthcare Energy Utilities Consumer Staples - Food Materials – specialty chemicals Healthcare Pharmaceuticals

<sup>1</sup> Includes Special Dividend

We trust that this gives you a better insight into the portfolio and an understanding of some of the ways we aim to provide a lower risk vehicle for investing overseas with strong defensive characteristics.

Kind regards,

GVI Investment Team

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