

February 2008

# Quadrant Japan & Far Eastern Equity Fund

The objective is to achieve long term capital growth through investment principally in equity securities of companies established or operating in Japan and the Far East.

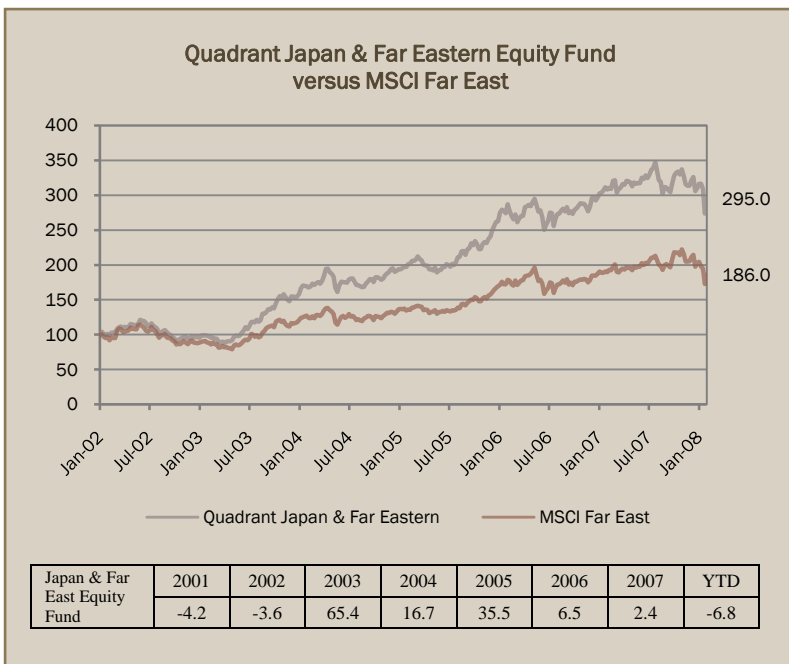
## Fund Manager's Report

Asian markets corrected significantly in January, down 9% for the month. Shanghai (-19%), HK (-15%) and Singapore (-14%) were the weakest markets while Thailand (-6%), Malaysia (-3.6%), and Indonesia (-4%) behaved defensively. On a one-year basis Asia is up only 0.8% after the recent correction and 27% lower than the October 07 peak, effectively dropping Asia's P/E from 19x to 15.7x in line with long term averages.

U.S earnings results which are closely watched this quarter because of the fragile state of the U.S economy has shown reasonable results. As of Feb 1st, 52% of S&P 500 companies have reported earnings. Of these 60% have reported above expectations, and 26.5% below, 33% have guided positively for 2008 earnings, while 46% guided negatively for 2008. U.S financials make up a large part of earnings downgrades, excluding the financials earnings were still 1% above consensus estimates. Other major events for the month include: President Bush's proposal of a \$145 Bn stimulus plan for the economy, FOMC cutting rates by 75bps and 50 bps on the 24th and 30th taking Target rate down to 3%.

China has endured massive snow storms in January, placing pressure on infrastructure and insurance stocks. The full impact of the storm still remains to be seen. China says it will allow banks to invest in Singapore stocks through the QDII program. The MAS has signed a supervisory cooperation agreement with China Banking Regulatory Commission to allow Chinese commercial banks to conduct investments for their clients under this program; this is positive for Singapore in the long term.

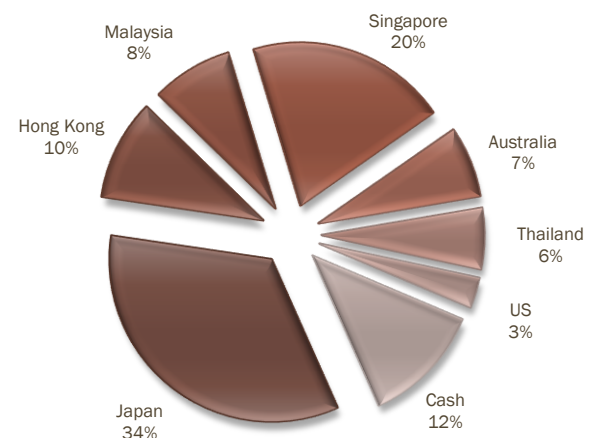
## Fund Performance



## Asset Mix

Equities	87.9%
Bonds	0.0%
Cash	12.1%

## Geographic Allocation



## Largest Holdings

Osaka Securities	6.5%
BHP Billiton	5.7%
Sime Darby Berhad	4.4%
Keppel	3.6%
Mitsubishi Corp	3.5%
Toyota	3.4%
T & D Holdings	3.1%
Citigroup Inc	3.0%
Hutchison Whampoa	2.9%
SIA Engineering Company Ltd	2.7%
Other	49.1%
Cash	12.1%

## Investment Style

The Quadrant Japan & Far Eastern Equity Fund invests directly into equities in the major markets, and may make use of Investment Trusts to gain exposure to certain regions. Investments include companies which have demonstrated superiority, including in terms of financial strength and management skills as well as smaller emerging companies that offer an opportunity for growth.

## Summary Information

All data as at 11pm GMT:	29 January 2008
Bid Price:	\$ 17.2377
Offer Price:	\$ 18.5648
Base Currency:	US Dollars
Pricing:	Wednesday
Date of Incorporation:	7 September 1994



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### The Quadrant Fund Range

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The Quadrant range consists of the North American Equity, European Equity, UK Equity, Japan and Far Eastern, European Fixed Interest, and International Bond funds.

The Quadrant funds are sub-funds of Quadrant Managed International Funds PLC, an open-ended limited liability investment company incorporated in the Isle of Man.

### Background Information

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The Manager of Quadrant Managed International Funds PLC is Quadrant International Management (IOM) Limited. Incorporated in the Isle of Man No. 69909C, PO Box 172, Douglas, Isle of Man, IM99 3PA. The Manager is the holder of an Investment Business License issued under section 3 of the Investment Business Act 1991 of the Isle of Man and is licensed by the Isle of Man Government Financial Supervision Commission. The investments are managed by King & Shaxson Asset Management Limited, authorised and regulated by the United Kingdom Financial Services Authority. Investors in the Company have the protection of the Isle of Man Authorised Collective Investment Scheme (Compensation) Regulations 1988 in the event of the Manager or the Trustee being unable to satisfy claims against them in respect of any civil liability incurred in connection with their business. Further information and a copy of the Funds' Scheme Particulars are available by telephoning +44 (0)20 7626 5450.

This fact sheet has been prepared for information purposes only and only for those jurisdictions in which the Quadrant Funds may be marketed. It is not a solicitation, or an offer, to buy or sell any security. The information on which parts of the fact sheet are based is deemed to be reliable but we have not independently verified such information and we do not guarantee its accuracy or completeness. Past performance cannot be relied on as a guide to the future. Income from investments may fluctuate. Investors may not get back the value of their original investment. Changes in exchange rates may have an adverse effect on the value, price or income of foreign currency denominated securities. These funds may not be suitable for all recipients. The Rules made under the Financial Services and Markets Act 2000 in the UK for the protection of private customers do not apply, and the compensation scheme applying in the UK will not be available to customers investing directly in the Quadrant Funds.