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The New Fund of the Emerging
Pan-Asian Region

ProfitFundCom

Japan Asia Equity Fund

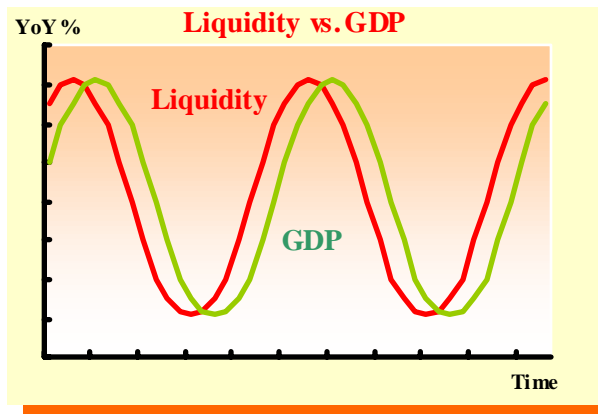
1. ASSET ALLOCATION USING LIQUIDITY

Liquidity tells you the direction of the market

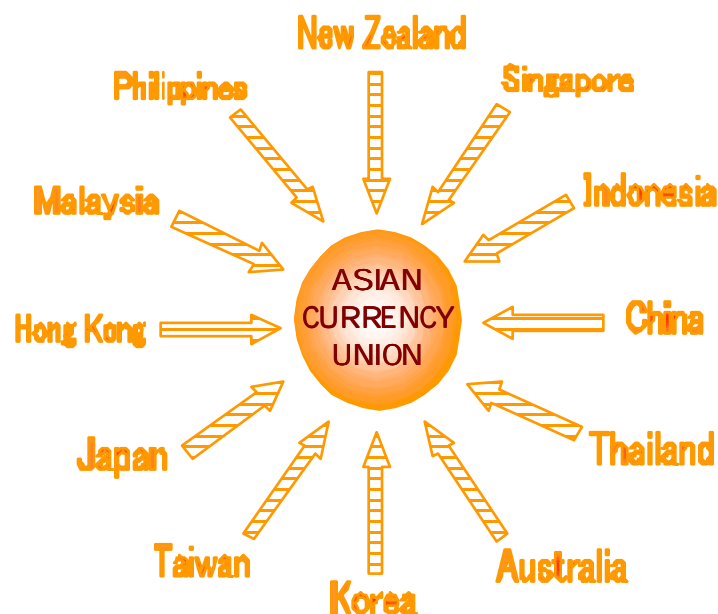
The country and asset allocation within the Japan-Asia region is based on the top-down liquidity analysis, developed and successfully applied by Profit Research Center Ltd., Tokyo. The principle is simple: when liquidity rises, the business cycle, including the overall stock market, will also rise, after a lag. Buy stocks in those markets.

The approach measures central bank and private bank 'credit creation' using proprietary Liquidity Indices to explain and forecast GDP, exchange rates and asset prices around the world. This prevents many forecasting mistakes due to pure microanalysis and proves indispensable in catching market turning points.

The stock market follows the business cycle. When the cycle turns up, so do profits, and hence stock prices. How can you forecast where the cycle is heading next? Don't look at interest rates. Almost a decade of rising rates in the US and falling rates in Japan have not had the expected impact on markets. What drives the cycle and the markets is not the price of money, but its quantity. Measure liquidity correctly, and then buy countries with rising liquidity. The JapanAsia Equity Fund does just that.



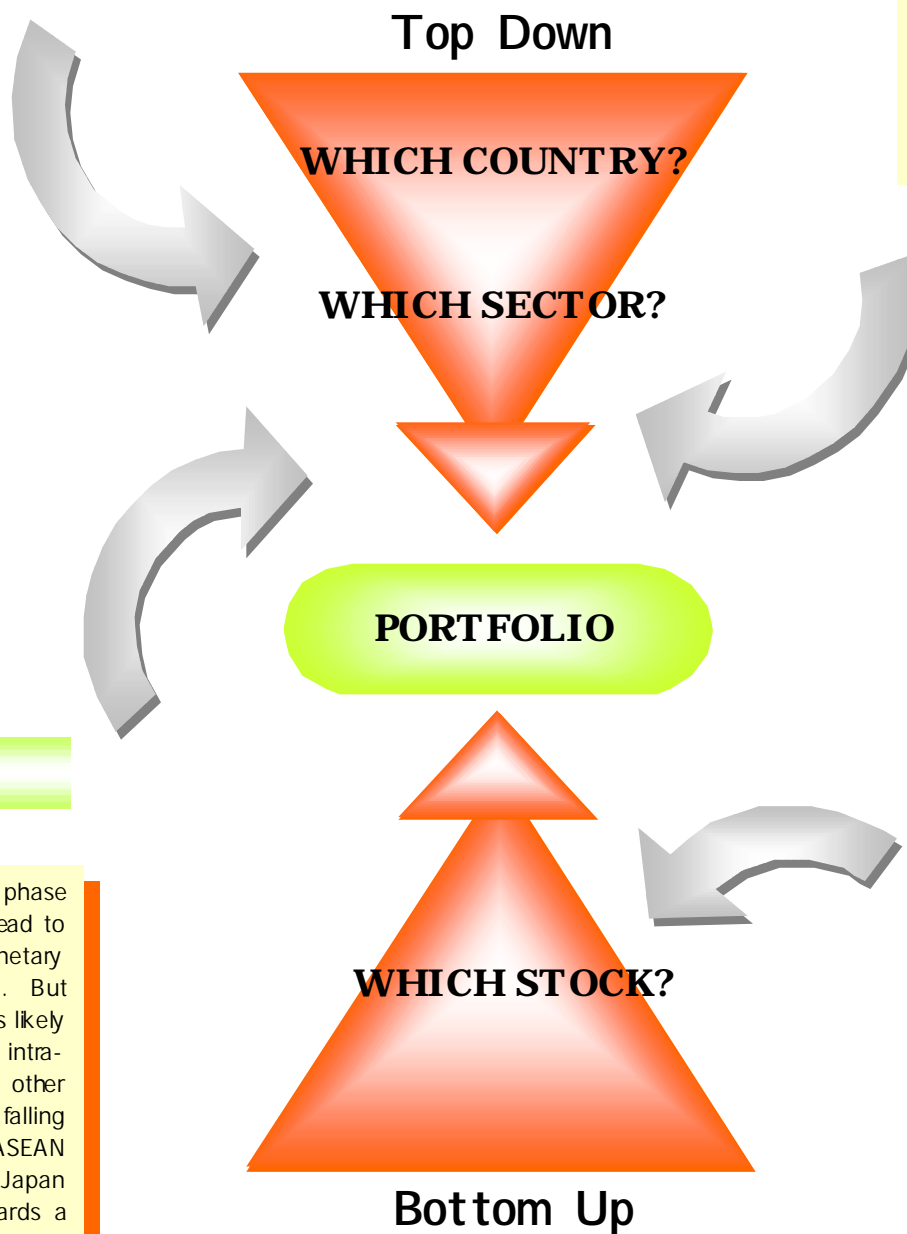
2. ANTICIPATION OF ASIAN CURRENCY UNION



The Asian crisis ushered in the first phase of the process that will ultimately lead to Asian currency union. Full monetary union may be another decade away. But some form of currency alignment is likely in as little as five years. Already, intra-Asian trade is outpacing trade with other regions. Now the politics is also falling into place. In Summer 2000, the ASEAN countries plus China, Korea and Japan (ASEAN+3), agreed to work towards a 'Framework for Regional Monetary Stabilisation' (FRMS). In Europe, money was made by those who anticipated currency union years before it happened, not after. This is what the JapanAsia Equity Fund will do.

Most funds are split into Asia ex-Japan funds and Japan-only funds. Yet the region is developing into a single economic unit and rapidly proceeding on the road towards a unified currency system. This new Pan-Asian integration provides exciting opportunities for the JapanAsia Equity Fund.

THE STOCK SELECTION PROCESS



Investment Team
Richard Werner, Asset Allocation
 Chief Strategist at Profit Research Center, Professor at Sophia University, Tokyo; developed Liquidity Model. Previously Chief Economist of Jardine Fleming Securities.
Kiyoshi Goga, MBA, Equity Analyst, Fund Manager
 Previously at Sanwa Bank, spent six years in NY.
 ... plus the Tokyo-based Profit Research team.

3. PLAY ON STRUCTURAL CHANGE IN ASIA

The historic transformation of the Asian economic system offers great opportunities.

Compared to the US/UK-style economic model, the countries of the Japan-Asian region share many similarities. For instance, their economic systems have been highly regulated, bank-based (not stock market-based) and focused on manufacturing industries. All that, and more, is now changing fundamentally. The entire socio-economic system is undergoing a historic revolution, which has tremendous implications for investors and creates many exciting opportunities.

STRUCTURAL SHIFT IN ASIAN MARKETS

| FROM | TO |
|----------------------------|-------------------------|
| Regulated | Deregulated |
| Export-oriented | Domestic demand-led |
| Manufacturing-based | Service-oriented |
| Bank-centered | Stock market-based |
| Old technology | New technologies |
| Young societies | Ageing societies |
| Environmental indifference | Environmental awareness |
| Low quality of life | High quality of life |

4. BOTTOM UP STOCK PICKING

Seeking out Pan-Asian long-term value and growth stocks

The individual stock selection is based on objective bottom up analysis, which combines value and growth approaches.

The stock selection is focused on:

- Data Detailed analysis of company data.
- Cash flow This is the micro equivalent of the macro liquidity analysis and thus represents one of the key criteria to identify winners.
- Company visits Members of the investment team visit companies personally to gain first-hand insights.
- Leadership A profound understanding of company management style and policy includes an evaluation of the leaders' vision and long-term strategies.

The fund may invest in the following countries: Australia, China, Hong Kong, Indonesia, Japan, Korea, Malaysia, New Zealand, Philippines, Singapore, Taiwan and Thailand. It can, in addition, invest in other markets. For details, please refer to the fund prospectus and the investment regulations.



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■ The fund is denominated in yen. ■ The fund is an open equity fund, domiciled in the Principality of Liechtenstein. ■ The fund synthesizes its proprietary top-down asset allocation analysis with bottom up stock picking. ■ Dividends are automatically reinvested. ■ The fund aims to maximize absolute return from investments mainly of stocks and shares of companies in the Asia-Pacific region. ■ Stock picking is based on opportunities resulting from historic structural shifts and increased interdependence of the Japanese and Asian economies. ■ The fund will not apply leverage (up to 10% in exceptional cases). ■ The fund invests in overseas assets and thus may be affected by currency fluctuations. ■ Investment trust funds do not guarantee capital or interest. ■ Investment trust funds are not savings products. ■ The price of shares and the income arising from them can go down as well as up and an investor may not get back the full amount invested. ■ Published data is based on past performance and is not indicative of future performance. ■

Fund Details

| Fund Upper Limit | None | | | | | | | | |
|----------------------|---|----------------------|-----|--------------|----|-------------|------|-------------|------|
| Purchase Period | Available at any time | | | | | | | | |
| Minimum Offering | JPY100m | | | | | | | | |
| Offer Price | Net asset value per share on the next valuation day following application. | | | | | | | | |
| Issuance Fee | <p>The issuance fee is calculated in proportion to the value of units purchased as below.</p> <table> <thead> <tr> <th>Value of Application</th> <th>Fee</th> </tr> </thead> <tbody> <tr> <td>JPY100m-500m</td> <td>1%</td> </tr> <tr> <td>JPY500m-1bn</td> <td>0.5%</td> </tr> <tr> <td>Over JPY1bn</td> <td>0.1%</td> </tr> </tbody> </table> <p>(The value of the initial charge will be the sum total of the sales commission on the purchase amount [net asset value per share x number of units] plus, if applicable, the appropriate value of consumption tax on the purchase amount.)</p> | Value of Application | Fee | JPY100m-500m | 1% | JPY500m-1bn | 0.5% | Over JPY1bn | 0.1% |
| Value of Application | Fee | | | | | | | | |
| JPY100m-500m | 1% | | | | | | | | |
| JPY500m-1bn | 0.5% | | | | | | | | |
| Over JPY1bn | 0.1% | | | | | | | | |
| Management Fee | <p>1.5% p.a. maximum This covers the fees for the fund manager, adviser, custodian and administrator.</p> | | | | | | | | |
| Performance Bonus | <p>10% p.a. performance bonus for any net returns achieved by the fund above and beyond a performance of 10% p.a. 15% p.a. performance bonus for any net returns above and beyond a performance of 20% p.a.</p> | | | | | | | | |

- **Fund Management:** ProfitFundCom AG, Liechtenstein
- **Investment Adviser:** Profit Research Center Ltd., Japan
- **Custodian Bank:** VP Bank AG (Verwaltungs und Privatbank AG), Liechtenstein
- **Purchasing Channels:*** **Continental Europe** ▶ Any bank **Japan** ▶ ITM Securities Co., Ltd., Tokyo
Others ▶ Contact ProfitFundCom AG, Vaduz, Liechtenstein

*Please quote the fund registration number: 1.077.148

✿ Before purchasing units of this fund, please read all the details of the fund in the Prospectus and Investment Regulations, available at <http://www.profitfund.com/>



ITM Securities Co., Ltd. Canal Tower, 9-3 Nihombashi-Koamicho, Chuo-ku, Tokyo 103-0016, Japan

<http://www.itm.co.jp/english/> Tel. ++81-3-5643-5452

ProfitFundCom AG Herrengasse 23, Vaduz, Liechtenstein <http://www.profitfund.com/> Tel. ++423-235-07-77

Profit Research Center Ltd. 1-6-1 Jingumae, Shibuya-ku, Tokyo 150-0001 Japan <http://www.profitresearch.co.jp/>

VP Bank AG Im Zentrum, Vaduz, Liechtenstein <http://www.vpbank.li/>