

Welcome!

Stock/Fund

Site Search

\$7⁹⁹-\$9⁹⁹
STOCK & OPTIONS TRADES
 FOR QUALIFIED INVESTORS

100 **COMMISSION-FREE**
STOCK & OPTIONS TRADES

ETI
 GET STA

- Membership
- Home
- Portfolio
- Stocks
- Options
- Funds
- ETFs
- Hedge Funds
- M

Nasdaq 2130.18 6.25(0.29%)	S&P 500 1065.64 0.16(0.02%)	DJIA 9812.41 25.54(0.26%)	Gold 1048.70 -6.70(-0.63%)
--------------------------------------	---------------------------------------	-------------------------------------	--------------------------------------

Oppenheimer Developing Markets A ODMAX | ★★★★★

- Fund Family Data
- Add to Portfolio
- Get E-mail Alerts
- Print
- PDF Report
- Data Question

- Quote
- Chart
- Analyst Research
- Performance
- Ratings & Risk
- Management
- Stewardship
- Portfolio**

Portfolio Top 25 Holdings

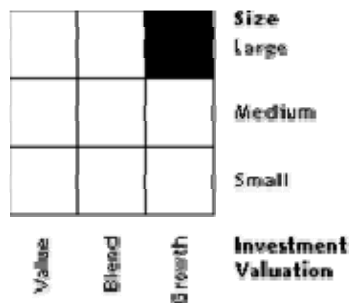
Style Box Details

05-31-09

Size
Average Mkt Cap \$Mil 9,450

Market Capitalization
% of Portfolio

Giant	22.58
Large	44.86
Medium	28.58
Small	3.71
Micro	0.26



Investment Style History (as of 12-31)

2009	
2008	
2007	

Valuations and Growth Rates

	Stock Portfolio	Rel to MSCI EAFE NR	Rel to Category
Price/Prospective Earnings	14.5	0.9	1.2
Price/Book	1.5	1.0	1.0
Price/Sales	1.7	2.4	1.9
Price/Cash Flow	7.6	1.3	1.5
Dividend Yield	1.9	0.5	0.5
Long-Term Earnings	16.7	0.6	1.1

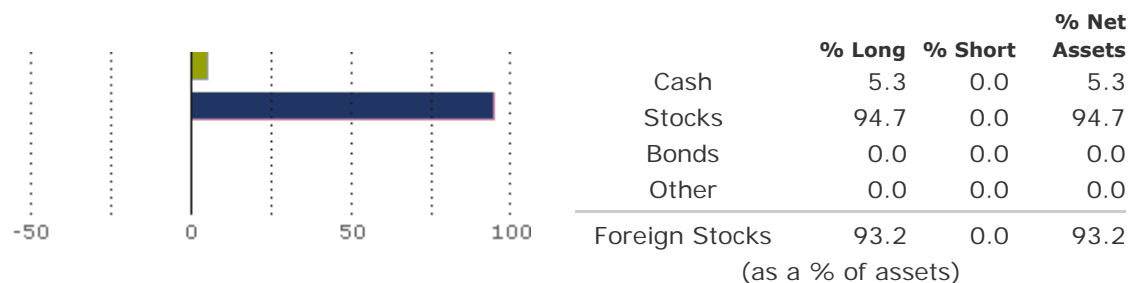
Trad

Historical Earnings	-0.6	0.1	0.1
Sales Growth	20.0	-17.6	-1.7
Cash-Flow Growth	22.2	-5.4	-2.2
Book-Value Growth	23.8	-7.7	-1.8

Style Box Detail calculations do not include the fund's short positions (if any).

Asset Allocation

05-31-09



Sector Weightings

05-31-09

	% of Stocks	Rel to MSCI EAFE NR USD	Rel to Cat Avg
Information			
Software	6.11	7.10	4.77
Hardware	6.77	5.73	0.97
Media	4.62	3.46	3.21
Telecommunications	15.81	2.25	1.27
Service			
Healthcare	1.01	0.12	0.33
Consumer Services	10.98	2.52	2.22
Business Services	0.74	0.20	0.30
Financial Services	20.41	0.82	0.89
Manufacturing			
Consumer Goods	8.29	0.49	0.77
Industrial Materials	16.57	1.07	0.96
Energy	8.69	1.09	0.70
Utilities	0.00	0.00	0.00

Sector weighting calculations do not include the fund's short positions (if any).

International Exposure

05-31-09

Regional Exposure	% of Assets		
North America	1.5		
UK/Western Europe	6.8		
Japan	0.0		
Latin America	24.4		
Asia ex-Japan	42.0		
Other	20.0		
Not Classified	5.3		

International Exposure calculations do not include the fund's short positions (if any).

Mutual Fund Update: Oppenheimer Developing Markets A (March 24, 2009)

- **Oppenheimer Developing Markets A (ODMAX)**
 - The manager (Justin Leverenz) seeks high quality businesses within the global theme which they believe will grow at a faster pace than the world as a whole. These themes are represented in the portfolio under the acronym, MANTRA
 - Mass Affluence
 - New Technology
 - Restructuring
 - Aging
 - Find companies with strong management, whose business models offer long-term growth at a reasonable price.
 - Focus on Big Ideas – Themes
 - Companies, not geographies
 - Long Haul Growth Companies
 - Contrarian mindset
 - **Benchmark agnostic with focus on absolute return**
 - The fund ranks highly among its peer group. During the destructive 2008 global slowdown, the fund ranked in the 14th percentile in its Morningstar category (Diversified Emerging Markets). The fund also sits in the top quartile over its 3-, 5- and 10-year periods based on total return.
 - OTHER FUND STRENGTHS:
 - We compared ODMAX to other top diversified emerging markets funds screened through Morningstar. Several funds settled out in our screens, including Eaton Vance Tax-Managed Emerging Markets, and Driehaus Emerging Markets. We also considered Causeway Emerging Markets.
 - ODMAX looks to be the best fit for our client objectives including:
 - It is worth noting that Causeway Emerging Markets fund appears to also be a good fit. However, the fund's inception of December 2007 provides no good historical context for which to compare the fund. Additionally, there is little info to compare against the fund. We are familiar with the Causeway family of funds and its investment process, but the lack of history makes this fund difficult to use at this point.
 - Favorable investment minimum of \$1 in all types of account makes the fund widely applicable. The other top funds had higher minimums, with the exception of Causeway.

- Eaton-Vance had very low turnover, and is more index-like. With over 1,000 names held, and a transaction fee at Schwab, this fund is not a good fit.
 - Driehaus, very similar to ODMAX in terms of performance history, and rankings, had significantly higher portfolio turnover and is more likely to throw off big cap gains distributions.
- Oppenheimer Investment Team:
 - Justin Leverenz, CFA – portfolio manager of ODMAX since May 2007. Has been with Oppenheimer Funds since July 2004.
 - Prior to joining Oppenheimer, Leverenz was the head of equity research in Taiwan. In total, he has over 15 years of investment management and research experienced focused primarily in emerging markets.
 - The Global Equity Investment Team consists of 8 portfolio managers, 6 analysts and 5 traders
 - Portfolio managers have lived in 21 different countries
 - Analysts have an average of 6 years of experience, 5 being with Oppenheimer
- Outlook:
 - Nvest believes that Emerging Markets may well represent the best diversification vehicle among international equities (aside from other asset classes such as fixed income and non-traditionals).
 - Further, we believe investors will seek above-average growing companies in the coming years amid a global economy that has a slower speed-limit applied in the absence of extreme leverage that was formerly available pre-credit crisis.
 - The investment manager believes there is “considerable upside” over the next year or two as investors comb the globe for economic growth, something believed to be in scarce supply outside of developing countries. Leverenz, in a recent WSJ report, indicated that he hasn’t been this optimistic about emerging markets in a decade.
- Process:
 - Seeks companies with strong competitive advantage in their industry
 - Companies with a proven management record and the ability to capitalize on opportunities
 - Entering into a growth cycle
 - Accelerating earnings growth and cash flow whose stock is selling at a reasonable price
 - Investment manager does thorough due diligence:
 - Emphasis on company balance sheets, income statements and financials
 - Company visits (conducts more than 200 company visits each year. On the road a lot

- Sell Discipline - stock will be sold when
 - Changes in market (country or sector) dynamic
 - Looking for companies to hit a price target. Typically the price target is 2x – 3x purchase price.
 - Stock becomes significantly overvalued compared to long-term prospects
 - Restructuring has been priced into stocks in Restructuring Theme
 - Positions start getting trimmed if they grow to exceed targeted position size (no position may exceed 5% weight in portfolio)
- Risk Controls
 - Non-indexed absolute risk-return
 - No specific tracking error target
 - Largest positions reflect high confidence in risk and reward, not index weight
 - Target position size: typically 0.5% - 2.0%
 - A function of trading value and market cap; and conviction
 - Maximum position size <5% (max 3% on initial purchase)
 - Typically around 100 holdings
 - Country and industry exposure: result of bottom-up stock selection, rather than making sector or country bets.

INVESTMENT RATIONALE

- Fund has better track record than American Century International Discovery (TWEEX)
 - Better tax efficiency (less turnover and lower cap-gain distributions historically), better volatility, and better overall performance.
 - Direct Emerging Market focus, which Nvest believes is an area that could outperform in a slower-growth environment as investors seek higher growth areas (emerging markets)
 - TWEEX has emerging market exposure, but not directly focused in the area



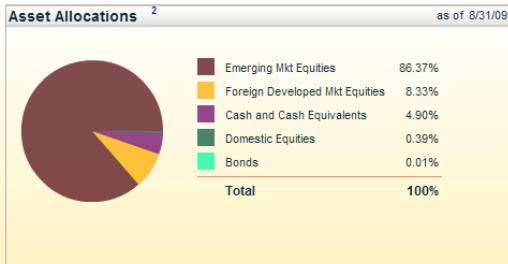
Global

Developing Markets Fund ¹

[Overview](#)
[Performance](#)
[Commentary & Mgmt.](#)
[Holdings & Statistics](#)
[Distributions](#)

Focus: High growth potential from emerging markets.

Top Holdings ²		as of 8/31/09
		% Inv. Assets
1	Infosys Technologies Ltd.	3.9
2	Taiwan Semiconductor Manufacturing Co. Ltd.	3.6
3	HDFC Bank Ltd., ADR	2.3
4	Turkcell Iletisim Hizmetleri AS	2.3
5	Magnit	2.3
6	Petroleo Brasileiro SA, Sponsored ADR (Note: Setu	2.2
7	Anglo American plc	2.2
8	SABMiller plc	2.1
9	Hong Kong Exchanges & Clearing Ltd.	2.1
10	OAO Gazprom, Sponsored ADR	2.0
	Total in Top 10	24.9



Top Equity Sectors ²		as of 8/31/09
		% Inv. Assets
1	Consumer Staples	19.4
2	Financials	18.6
3	Information Technology	16.5
4	Telecommunication Services	12.1
5	Energy	11.3
6	Consumer Discretionary	10.5
7	Materials	5.9
8	Industrials	4.7
9	Healthcare	0.9
Total in Top 9		100.0

Market Cap Breakdown ²		as of 8/31/09
		% Inv. Assets
1	% Large (Above \$11B)	51.56
2	% Mid (\$2.2B to \$11B)	39.27
3	% Small (\$500M to \$2.2B)	8.01
4	% Micro (\$500M or Less)	1.15
Total in Top 4		100.00

Risk Measurement ^a ^b

as of 9/30/09 ^c

Share Class	Beta (3 yr)	Alpha	R-squared	Sharpe Ratio	Standard Deviation (5 yr)
A	1.20	16.28	88.41	0.40	26.5%
B ^d ^e	1.20	15.50	88.45	0.38	26.4%
C	1.20	15.57	88.42	0.38	26.4%
N ^e ^f	1.20	15.88	88.42	0.39	26.4%
Y	1.20	16.61	88.48	0.42	—%

Portfolio Statistics ^g

as of 9/30/09

Weighted Avg Market Cap	Weighted Median Market Cap	P/E EPS (next 12 months)	P/E Operating (LTM)	Price/Book Value (LTM)	Turnover Ratio
16.3 billion	7.6 billion	13.90	12.94	2.77	51.0%

Top Regions ²		as of 8/31/09
		% Inv. Assets
1	Asia, ex-Japan	39.7
2	Latin America	26.7
3	Emerging Europe	11.6
4	Middle East/Africa	8.4
5	Europe	8.1
6	United States/Canada	5.6
7	Undefined	0.1
Total in Top 7		100.0

Top Countries ²		as of 8/31/09
		% Inv. Assets
1	Brazil	13.3
2	India	11.4
3	Hong Kong	10.0
4	Mexico	7.2
5	Taiwan	6.9
6	Turkey	6.0
7	Russia	5.5
8	United States of America	5.3
9	South Africa	4.9

10	United Kingdom	4.7
	Total in Top 10	75.2

¹**Special Risks:** May invest in foreign securities, which entail special risks (such as currency fluctuations and political uncertainties) and may have higher expenses and volatility. Investments in emerging markets and growth may be especially volatile.

²Holdings are subject to change and are dollar-weighted based on invested assets.

³Top Holdings excludes cash and cash equivalents.

⁴**Beta (3-yr):** Measures a fund's relative volatility in relation to the rest of the market. The Standard & Poor's 500 Stock Index has a beta of 1, so any fund with a higher beta is more volatile than the market. Any fund with a lower beta may be less volatile than the market.

Alpha: Measures a fund's risk-adjusted performance, rather than the overall market. A high alpha means that the fund has performed better than would be predicted given its beta (volatility).

R-squared: Measures a portfolio's total return in relation to the overall market or a benchmark. If total return matched the market or benchmark, its R-squared would be 100. If a portfolio's return bore no relationship to the market's returns, its R-squared would be 0.

Sharpe Ratio: Measures the relationship of reward to risk in an investment strategy. The lower the ratio, the more risk a strategy may entail.

Standard Deviation (5-yr): Measures the historical volatility of a portfolio, usually computed using 36-month returns.

P/E ratio: The price of a stock divided by its earnings per share. The higher the P/E, the more investors pay, the more return they may expect and the riskier the stock may be.

P/B ratio: Abbreviation for price to book value ratio. It's the market value of a company's stock divided by its book value.

Earnings Growth: Revenue, minus cost and expenses, for a certain period.

Turnover ratio: How often stocks are bought and sold in a portfolio.

c

Source: Morningstar, Inc. Although this data has been gathered from sources Morningstar believes to be reliable, its completeness and accuracy cannot be guaranteed. Beta is based on the S&P 500 for all equity funds; the Barclays Capital Aggregate Bond Index for taxable fixed income funds, the MSCI EAFE index for the Global Equity Funds, and Barclays Municipal Bond index for the municipal bond funds.

^dClass B shares convert to Class A shares 72 months after purchase; therefore 'since inception', '10-year' and '15-year' returns for Class B (if applicable) use Class A performance for period after conversion.

e

Total returns for periods prior to class inception are based on the Fund's Class A returns, adjusted to reflect the higher Class N 12b-1 fees.

Shares of Oppenheimer funds are not deposits or obligations of any bank, are not guaranteed by any bank, are not insured by the FDIC or any other agency, and involve investment risks, including the possible loss of the principal amount invested.

Before investing in any of the Oppenheimer funds, investors should carefully consider a fund's investment objectives, risks, charges and expenses. Fund prospectuses contain this and other information about the funds. You may download and view a prospectus now or obtain one by asking your financial advisor or call OppenheimerFunds Distributor, Inc. at 1.800.525.7048. Read prospectuses carefully before investing.

Oppenheimer funds are distributed by OppenheimerFunds Distributor, Inc.
Two World Financial Center, 225 Liberty Street, New York, NY 10281-1008