International Equity Portfolio

June 30, 2008

Investor Class

Ticker HLMNX

HARDING · LOEVNER®

Fundamental. Thinking. Worldwide.

Investment Philosophy

Harding Loevner utilizes a bottom up approach for building a diversified portfolio of high-quality growth stocks. It undertakes in-depth fundamental research to identify well-managed, financially strong companies that have sustainable competitive advantages that should allow them to grow profitably for long periods.

Fund Facts

CUSIP	412295503
Inception Date	09/30/05
Minimum Investment[1]	$25,000
Total Fund Assets	$316.50 M
Charge	None
Total # of Holdings	49
Expense Ratio	1.23%
Turnover (3 Yr Average)	25%
Redemption Fee	*2.00% first 90 days*
Dividend Policy	Annual
NAV	$17.83

[1]Lower minimums available through selected fund distributors

Sector Weightings

Sector	*HLMNX*	*Benchmark**
Energy	16.9%	13.2%
Health Care	15.7%	5.3%
Cons Staples	14.0%	6.9%
Financials	13.5%	24.3%
Industrials	11.7%	10.6%
Info Technology	10.6%	6.2%
Materials	5.4%	13.6%
Cons Discretionary	5.1%	8.2%
Telecom Services	3.5%	6.4%
Utilities	0.0%	5.3%
Cash	3.6%	0.0%

Regional Weightings

Region	*HLMNX*	*Benchmark**
Europe ex-EMU	25.7%	24.3%
Europe EMU	18.9%	25.5%
Emerging Markets	17.2%	19.8%
Japan	14.5%	15.5%
Pacific ex-Japan	6.9%	7.5%
Canada	6.8%	7.4%
Other	6.4%	0.0%
Cash	3.6%	0.0%

*MSCI All Country World ex-US Index

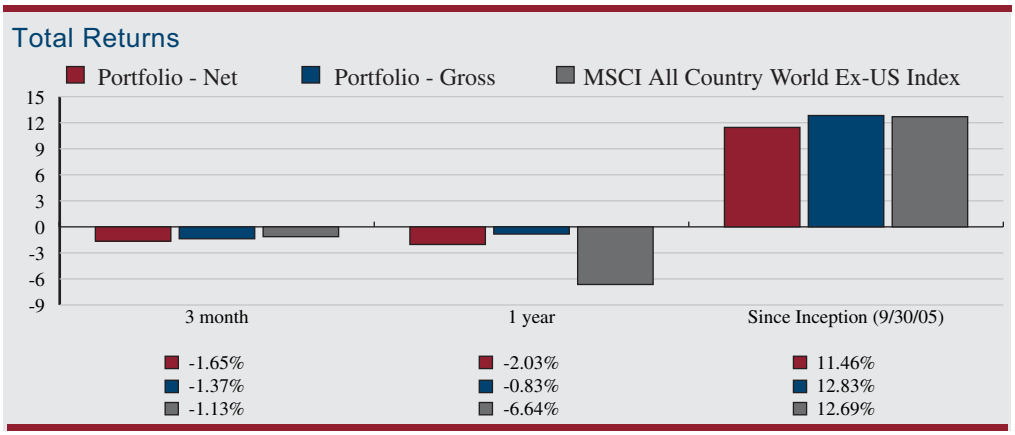
Investment Objective

The International Equity Portfolio seeks long-term capital appreciation through investment in equity securities of companies based outside the United States.

Total Returns

Average Annualized Total Returns as of June 30, 2008

	Inception Date	3 month	1 year	3 years	Since Inception
International Equity Investor Class - Net	09/30/05	-1.65%	-2.03%	——	11.46%
International Equity Investor Class - Gross		-1.37%	-0.83%	——	12.83%
MSCI All Country World ex-US Index		-1.13%	-6.64%	——	12.69%



Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Portfolio may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling (877) 435-8105 or visiting www.hardingloevner.com. Performance data shown does not reflect the 2.00% redemption fee imposed on shares held less than 90 days. If it did, total returns would be reduced.

The Portfolio invests in foreign securities, which will involve greater volatility and political, economic, and currency risks, such as exposure to economies less diverse and mature than the U.S. or other more established foreign markets. Economic and political instability may cause larger price changes in emerging markets securities than other foreign securities.

The MSCI All Country World ex-US Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed and emerging markets, excluding the US. The Index consists of 47 developed and emerging market countries. Net dividends reinvested. You cannot invest directly in this Index.

All holdings and sector/region allocations are subject to review and adjustment in accordance with the Portfolio's investment strategy and may vary in the future, and should not be considered recommendations to buy or sell any security. The Portfolio is actively managed; therefore holdings may not be current.

Investment performance reflects fee waivers and in the absence of these waivers investment performance would be reduced.

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Ten Largest Holdings

	Industry	*Country*	*% Assets*
Bunge	Cons Staples	Bermuda	3.9%
EnCana	Energy	Canada	3.7%
Air Liquide	Materials	France	3.6%
Imperial Oil	Energy	Canada	3.2%
Dassault Systemes	Info Technology	France	2.9%
Sasol	Energy	S Africa	2.9%
Roche Holdings	Health Care	Switzerland	2.8%
Tesco	Cons Staples	United Kingdom	2.8%
Nestle	Cons Staples	Switzerland	2.7%
BG Group	Health Care	Germany	2.7%
Ten Largest Holdings			**31.2%**

Portfolio Characteristics

	HLMNX	*Benchmark**		*HLMNX*	*Benchmark**
Return on Assets	8.9%	6.2%	Avg Wtd Mkt Cap (mn)	$46,570	$55,680
Return on Equity[2]	18.0%	18.0%	Price/Earnings	16.9	12.6
Debt/Equity Ratio	24.0%	37.5%	Price/Cash Flow	11.8	8.1
Profit Margin	12.7%	11.0%	Price/Book	2.6	1.9
5 Year ROE	15.1%	14.7%	Alpha[4]	1.16	0.00
Std Dev of 5 Year ROE	3.6%	3.8%	Beta[4]	0.93	1.00
Sales Growth[3]	12.3%	11.1%	R-Squared[4]	0.95	1.00
EPS Growth[3]	17.3%	17.1%	Sharpe Ratio[4]	0.27	0.25
CF Growth[3]	13.7%	11.3%	Standard Deviation[4]	12.73	13.37

*MSCI All Country World ex-US Index; [2] Trailing one year; [3] Trailing five years, annualized; [4] Trailing three years, annualized.
Source: Wilshire Atlas (Run Date July 8, 2008) Based on the Portfolio's underlying holdings

Average Weighted Market Capitalization: the product of a security's price & the number of shares outstanding. Price/Earnings: the ratio of a firm's closing stock price & its trailing 12 months' earnings/share. Price/Cash Flow: the ratio of a firm's closing stock price & its fiscal year end cash flow/share. Price/Book: the ratio of a firm's closing stock price & its fiscal year end book value/share. Return on Equity: the net income divided by total common equity outstanding, expressed as a percent. Alpha: a measure of risk-adjusted return. Beta: a measure of the portfolio's sensitivity to the market. R-Squared: a measure of how well a portfolio tracks the market. Sharpe Ratio: the return over the risk free rate per unit of risk. Standard Deviation: the statistical measure of the degree to which an individual value in a probability distribution tends to vary from the mean of the distribution. Return on Assets: net income for past 12 months divided by total assets. Earnings Per Share: portion of a company's profit allocated to each outstanding share of common stock. Debt/Equity Ratio: total long-term debt divided by total shareholder's equity. Profit Margin: relationship of gross profits to net sales.

The Portfolio's investment objectives, risks, charges and expenses must be considered carefully before investing. The Prospectus contains this and other important information about the investment company. It may be obtained by calling toll free (877) 435-8105, or visiting www.hardingloevner.com. Please read it carefully before investing.

While the Portfolio is "no load", management and other expenses still apply. Please refer to the Prospectus for further details.

The Portfolio is distributed by Quasar Distributors, LLC. 7/2008

Investment Adviser

Former global managers for the Rockefeller family formed Harding Loevner LLC, the Portfolio's adviser, in 1989. Its investment staff of 21 have an average of 18 years experience, and six years of tenure. Independent and employee owned, Harding Loevner manages over $6 billion for foundations, endowments, pension plans, family office and individuals.

Portfolio Managers

Simon Hallett, CFA
Lead Portfolio Manager
Oxford University, BA, 1978, MA, 1992
16 Years with firm
28 Years total investment experience

Alexander Walsh, CFA
Portfolio Manager
McGill University, BA, 1978
13 Years with firm
28 Years total investment experience

Ferrill Roll, CFA
Portfolio Manager
Stanford University, BA, 1980
11 Years with firm
27 Years total investment experience

Peter Baughan, CFA
Portfolio Manager
University of North Carolina, BA, 1983
10 Years with firm
24 Years total investment experience

For More Information contact:

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