

EMCO FUND (Emerging Markets Credit Opportunities FUND)

Fact Sheet for April 2009

Executive Summary

Fund Type	Hedge Fund
Domicile	DIFC, Dubai
Currency	US Dollar
Regulator	DFSM & DIFC
Net Asset Value	Monthly
Liquidity	Monthly
Management Fee	2% p.a.
Share Registrar	HSBC Middle East
Administrator	HSBC Middle East
Custodian	HSBC Middle East
Auditor	Deloitte & Touche

Fund Summary

Yield	13.04 %
Average Coupon	6.82 %
Portfolio Modified Duration	2.5808
Average Portfolio Rating	BBB
3 Month USD LIBOR	0.93750

Top 3 Long Positions

Brazil	9.54 %
Gazprom	9.44 %
DBS Bank	9.05 %

Performance Summary

	EMCO Fund	CS Emkt Corp Bond (B) Index	CS Emkt Corp Bond (BB) Index
1 Month	2.3 %	11.2 %	7.6 %
3 Month	6.06 %	15.66 %	9.19 %
LTM (Last 12 Months)	-24.8 %	-25.2 %	-15.9 %
Inception	-25.3 %	-26.9 %	-13.7 %

Overview and Outlook

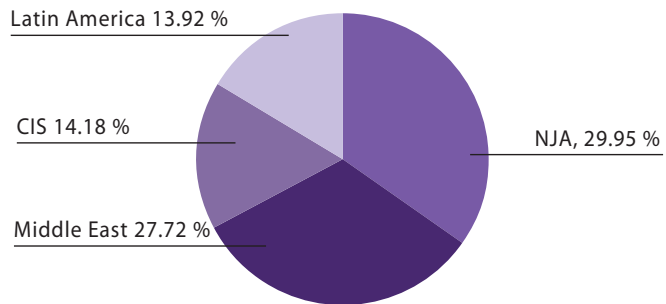
Your fund gained 2.3% this month.

This month of April was witness to a rally in all global markets from the lows of March as signs emerged that the global economic and credit crises is bottoming out. In the emerging market credit space, a lot of buyers of risk emerged to take advantage of the low prices and high yields which most participants were avoiding thus far.

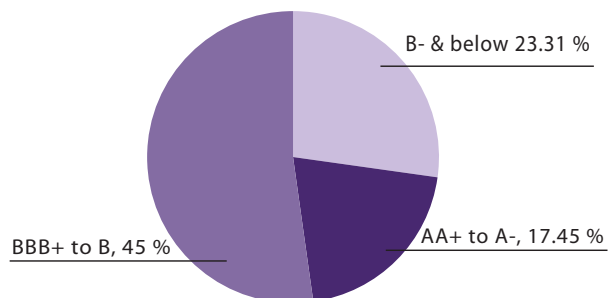
The fund also has started to move into the lower rated issuers and is taking small position in those corporate's that we believe are fundamentally sound and who we believe will benefit from the turn around. Currently we are 85% invested and 15% in cash which we will be deploying in these fundamentally sound lower rated high yielding corporate's and in the attractive new issues that are due to hit the market in the coming months.

The fund is, so far this year positioned with a average portfolio rating of BBB-, but as we see signs of fundamental improvement and a easing of credit in the markets we are ready to deploy the cash and to switch into the lower rated high yielding fundamentally sound corporate's to enhance the performance of the fund.

Regional Composition



Ratings Breakdown



Mashreq Capital (DIFC) Limited
Regulated by the DFSA

Disclaimer: Performance data quoted represents past performance; past performance is not necessarily a reliable indicator of future returns. 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 Fund may be lower or higher than the performance quoted.

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