

Emerging Market Credit Opportunities Fund (EMCO) Fund

Fact Sheet: August 2009

Executive Summary

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

Fund Summary

NAV	8.325
Yield	13.62%
Average Coupon	5.92%
Portfolio Modified Duration	1.5
Average Maturity	3.77 years
Average Portfolio Rating	BB+

Top 3 Long Positions

Issuer	Weight %
Paiton Energy	11.64
Tata Motors	11.42
Noble Group	8.30

Peer Comparison

	1 Mnth %	3 Mnth %	YTD %
EMCO Fund	2.2	6.6	21.2
JPMorgan Emrg. Mkt. Debt	2.5	7.9	25.7
TCW Emrg. Mkt. Debt	2.5	10.5	26.7
DWS Emrg. Mkt. Debt	2.8	5.8	18.9
Morgan Stanley Emrg. Mkt. Debt	0.0	4.3	14.3
T Rowe Price Emrg. Mkt. Debt	2.3	6.1	26.9

Overview and Outlook

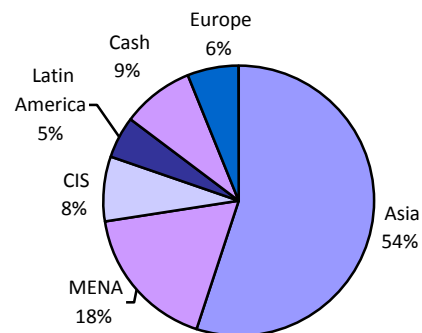
Your fund gained 2.19% this month.

The fund is up 21.2% YTD and this performance can be attributed to our concerted effort in repositioning the fund to higher quality issues in the emerging market space.

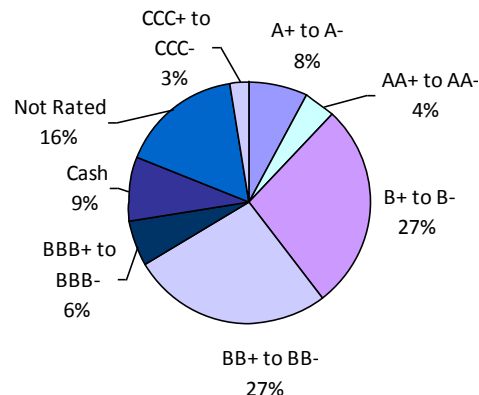
Tata Motors, a new addition this month was up 3.75% as the company has sorted out all its financing requirements. Ciliandra, an Indonesian operator of Palm Oil and Rubber plantations was up 3% on the back of improvements in prices of Palm Oil and a rally in all Indonesian corporate. Finally, the fund gained from the continued performance of UAE related issues.

We believe that government stimulus and improved liquidity has supported a rebound in global financial markets. Our strategy for the rest of 2009 is to invest in strong BB and B rated High Yield Emerging Markets credit. We believe that this area will continue to do well as this space is where we still see corporate bonds with attractive yields supported by strong underlying fundamentals.

Regional Composition



Ratings Breakdown



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