

## Fact Sheet for October 2006

### Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Bahrain Monetary Agency
Net Asset Value	Each Sunday and Wednesday
Subscription	Each Monday and Thursday
Redemption	Each Monday and Thursday
Management fee	2% p.a.
Investment Manager	Mashreqbank psc
Share Registrar	Ernst & Young, Bahrain
Administrator	Gulf Investment Corporation
Custodian	Gulf Investment Corporation
Auditor	Deloitte & Touche
Primary listing	Bahrain Stock Exchange

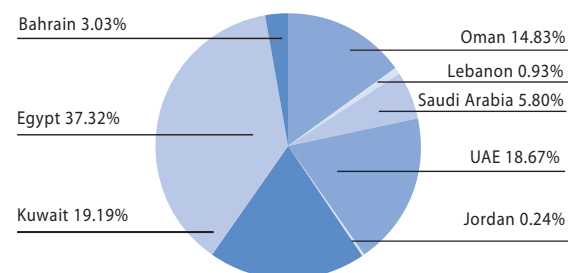
### Performance Summary

	Arab Tigers Fund	MSCI Arabian Index
NAV ( October 29, 2006)	USD 9.11	
October 2006	4.82%	-1.45%
September 2006	1.97%	1.45%
August 2006	6.15%	5.72%
July 2006	0.82%	-11.60%
Since Inception(Nov 22, 2005)	-8.86%	-30.46%

### Top 5 Holdings

Stock	Weight
EFG-Hermes Holding SAE	6.22%
Hikma Pharmaceuticals PLC	5.43%
Emaar Properties PJSC	4.85%
Commercial International Bank	4.82%
El Sewedy Cables Holding Co	4.68%

### Region Allocation



For more information please contact

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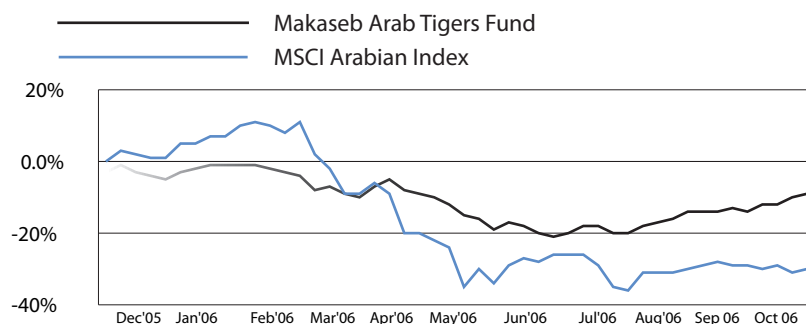
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WKN: A0J3RQ  
ISIN: BH000A0J3RQ8  
BLOOMBERG CODE:MAKATFD BI

### Investment Philosophy

Makaseb Arab Tigers Fund (MATF) aims to achieve long term capital appreciation through investing mainly in shares of companies listed on the Stock Exchanges of the Middle East and North Africa region.

### Performance Chart



### Overview and Outlook

The MENA markets exhibited mixed movements during October. Oman and Kuwait continued to remain upbeat while Tunisian market witnessed a rally on the back of strong economic indicators. In contrast, Saudi Arabia, Qatar and UAE remained on downward trajectory. Your Fund managed to garner a 4.82% return during the month, outperforming the benchmark MSCI Arabian index by 6.27%.

The market movement across the region can be mostly attributed to the third quarter corporate earnings announcements. Oman, Kuwait and Egypt were witness to strong third quarter corporate earnings coupled with sustained and improving growth momentum. However, there were many negative earning surprises in Saudi Arabia, UAE and Qatar, thus sending the markets into the red.

Your Fund's return during the month was concentrated in Egypt, Kuwait and Oman while a significant portion of out performance was the result of heavily underweighting the Saudi Market.

Markets	MATF	MSCI Arabian	Relative Performance
Egypt	+1.99%	+0.08%	+1.91%
Kuwait	+1.88%	+1.37%	+0.51%
Oman	+0.98%	+0.03%	+0.95%
Others	+0.53%	-0.23%	+0.76%
Saudi Arabia	-0.56%	-2.70%	+2.14%
<b>Total Return</b>	<b>+4.82%</b>	<b>-1.45%</b>	<b>+6.27%</b>

During the month, your Fund increased its equity exposure to 84.3% by mainly investing in the Egyptian and Kuwaiti markets while trimming its exposure to the UAE markets. In the process, cash level was brought down from 21.6% at the start of the month to 11.1% towards the end of the month.

Going forward, we intend to further increase our equity exposure by exploring investment opportunities in the Tunisian and Moroccan stock markets while rationalizing our exposure to the UAE and Egyptian stocks.

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