

## Fact Sheet for October 2008

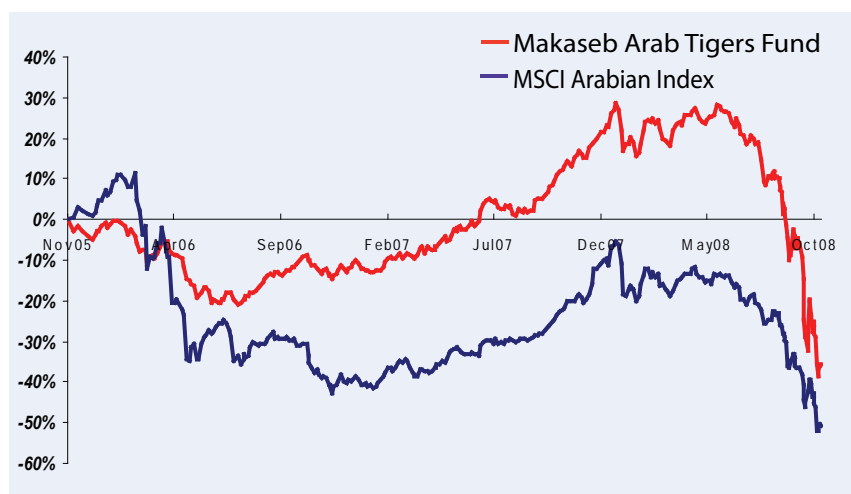
### Investment Objective

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.

### Fund Information

Fund type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Each Business day
Investment Manager	Mashreqbank psc
Share Registrar	KeyPoint Consulting W.L.L., Bahrain
Administrator	Gulf Investment Corporation
Custodian	Gulf Investment Corporation
Auditor	Deloitte & Touche
Primary listing	Bahrain Stock Exchange
Subscription	Each Business day
Redemption	Each Business day
Management fee	2% p.a.

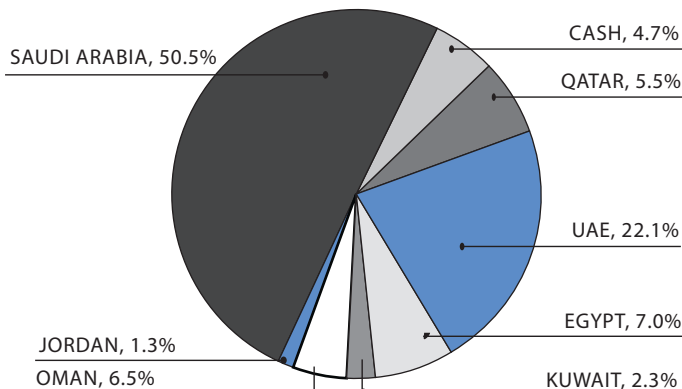
### Performance Chart since inception



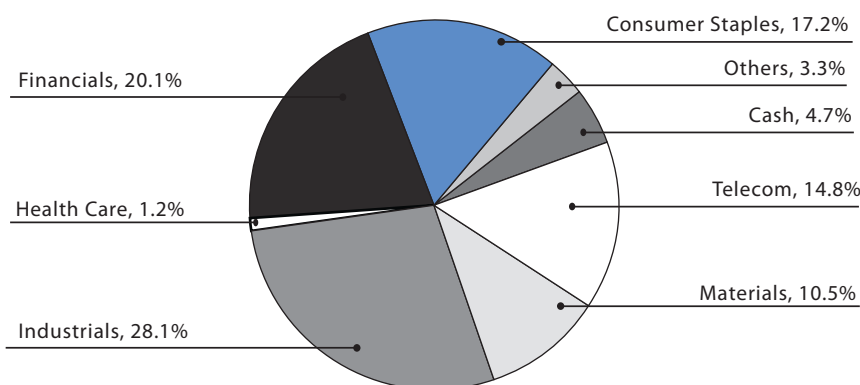
### Performance Summary

	MATF	MSCI Arabian Index
NAV (October 31 ,2008)	US\$6.4	
Since inception (Nov 22, 2005)	-35.7%	-50.7%
YTD-2008	-47.6%	-44.8%
October 2008	-31.7%	-22.3%
Year 2007	39.0%	48.2%
Year 2006	-8.1%	-40.7%
Year 2005	-3.8%	1.8%
No. of Holdings	24	181
Max. Monthly Gain	7.9%	12.7%
Max Monthly Loss	-9.9%	-15.5%
Beta	0.5	
R-Sq	35.5%	
Ann. SD	12.1%	21.6%
Sharp Ratio	-0.5	-0.9
Treynor Ratio	-0.5	
Information Ratio	1.9	

### Regional Allocation



### Sector Allocation





## Fund Manager's Commentary Cont'd

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After close to a 25% drops during the month, bulk of the macro shock has been discounted. At current trading levels we believe markets have overshot themselves on the downside. Today, it is not uncommon to find companies trading below their historical book value or a theoretical liquidation value or trading at a payback period of less than 5 years. We believe such extreme circumstances represent good opportunities for value investors to take risk exposure. However, we must remind our readers that markets can remain irrational far longer than an investor can remain solvent. Hence a long investment horizon is necessary.

We believe current equity market slump may continue until markets have fully discounted the new reality. There still remain pockets of "over – valuations" which suggest that market action is still "in progress" – case in point is the banking sector in GCC. Macro variables would be impacted by developments taking place in global economy and growth expectations at macro level would be rationalized. Nonetheless, most markets and sectors trading at 6-8x 2008E earnings and 1-2x book-values are already discounting a far worse case scenario – likelihood of which even in the current environment remains remote.

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For more information, please contact: Moomal Punjabi (+971 4 207 8396) [www.makaseb.com](http://www.makaseb.com) email: [contact@makaseb.com](mailto:contact@makaseb.com)

Disclaimer: 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 Fund may be lower or higher than the performance quoted.