

## Fact Sheet for January 2007

### Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
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	Keypoint Consulting W.L.L., Bahrain
Administrator	Gulf Investment Corporation
Custodian	Gulf Investment Corporation
Auditor	Deloitte & Touche
Primary listing	Bahrain Stock Exchange

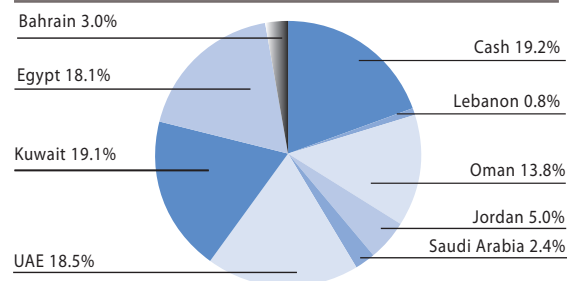
### Performance Summary

	Arab Tigers Fund	MSCI Arabian Index
NAV (January 31, 2007)	USD 8.69	
January 2007	-0.9%	-3.0%
December 2006	1.9%	1.8%
November 2006	-5.6%	-14.6%
October 2006	4.8%	-1.4%
Since Inception (Nov 22, 2005)	-13.1%	-41.3%

### Top 5 Holdings

Stock	Weight
Emaar Properties PJSC	8.4%
Mobile Telecom Company	5.1%
Hikma Pharmaceuticals PLC	5.1%
PCFC Development	4.9%
Orascom Telecom - Egypt	4.1%

### Region Allocation



For more information please contact  
Gayatri Banga (+971 4 207 8535)

Investment Manager & Sponsor:  
Mashreqbank psc, Al Ghurair City,  
7th Floor, P.O. Box 1250, Dubai, U.A.E.  
Tel +9714 2078461

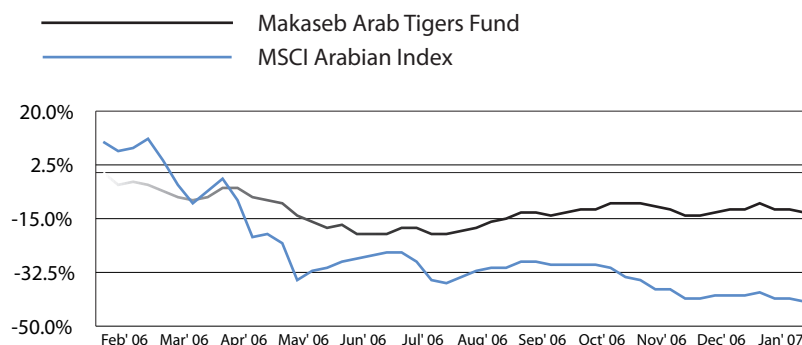
Registered Office:  
14th Floor, City Gardens, P.O. Box 140, Manama,  
Bahrain. Tel + 97317 535455  
Website www.makaseb.com

WKN: A0J3RQ  
ISIN: BH000A0J3RQ8  
BLOOMBERG CODE: MAKATFD BI  
ZAWYA CODE: MAKARBT.MF

### 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 New Year did not bring much relief to the Middle East and North African ("MENA") markets. The MSCI Arabian index declined by over 3.0% during January due to the ongoing decline in the GCC markets.

January also witnessed majority of listed corporates announcing their 2006 financial performance. These results were generally good with some corporates posting stellar performance and continuing on their double digit growth trajectory. However, the markets remained unnerved.

Your Fund closed the month in red and declined by 0.9%. Almost all of our losses were concentrated in Egypt as the market went through a correction phase during the middle of the month. We had been anticipating correction in Egyptian equities and therefore had less than 18% exposure to the market – down from 25% at the start of the month. However, we are confident that the current market correction is healthy and would provide opportunities to build positions in now attractively valued securities.

Markets	MATF	MSCI Arabian	Relative Performance
Saudi Arabia	-0.8%	-2.9%	+2.1%
UAE	+1.1%	+0.3%	+0.8%
Kuwait	+0.2%	-0.1%	+0.3%
Qatar	+0.0%	-0.5%	+0.5%
Oman	+0.4%	+0.0%	+0.4%
Bahrain	+0.1%	-0.1%	+0.1%
Egypt	-1.9%	-0.3%	-1.6%
Morocco	+0.0%	+0.4%	-0.4%
Jordan	+0.0%	+0.2%	-0.3%
Lebanon	+0.1%	+0.0%	-0.1%
<b>Total Return</b>	<b>-0.9%</b>	<b>-2.9%</b>	<b>+2.0%</b>

Going forward, we expect markets to remain range bound. Saudi Arabian market is still going through a decline and it is extremely difficult to tell when the bottom would be reached. Although there are some clear pockets of value emerging in Saudi Arabia, there is still an element of speculative froth in the market. We expect markets to consolidate in months to come with sporadic bouts of extreme pessimism presenting with perfect opportunities to gain market exposure.

Issued on February 07, 2007

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.