

Fact Sheet for September 2007

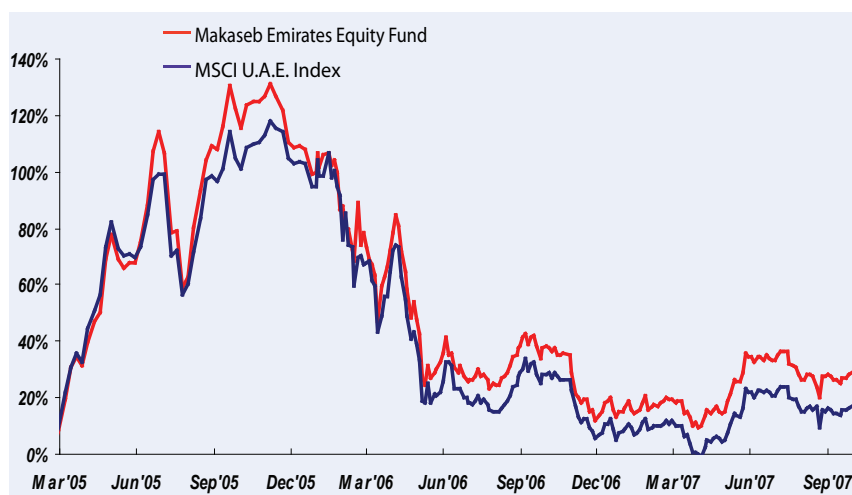
Investment Objective

Makaseb Emirates Equity Fund (MEEF) aims to achieve long term capital appreciation through investment primarily in shares listed on the UAE stock exchanges. The MEEF portfolio is constructed after careful evaluation of various factors including the liquidity of the stock, company fundamentals, profitability, and overall portfolio risk considerations.

Fund Information

Fund type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Each Sunday and Wednesday
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 Monday and Thursday
Redemption	Each Monday and Thursday
Management fee	1.5% p.a.

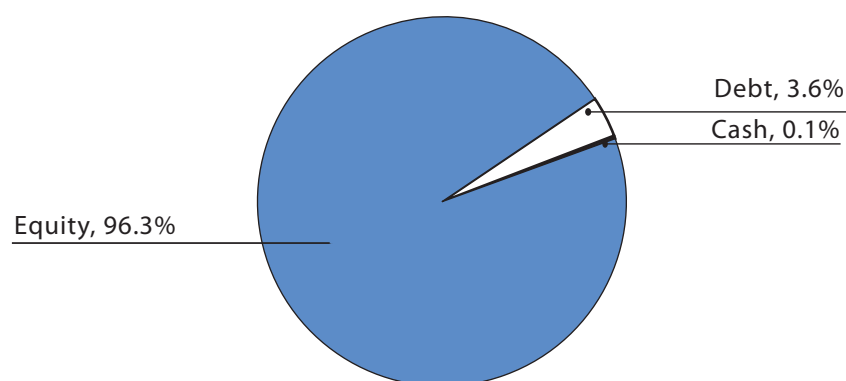
Performance Chart since inception



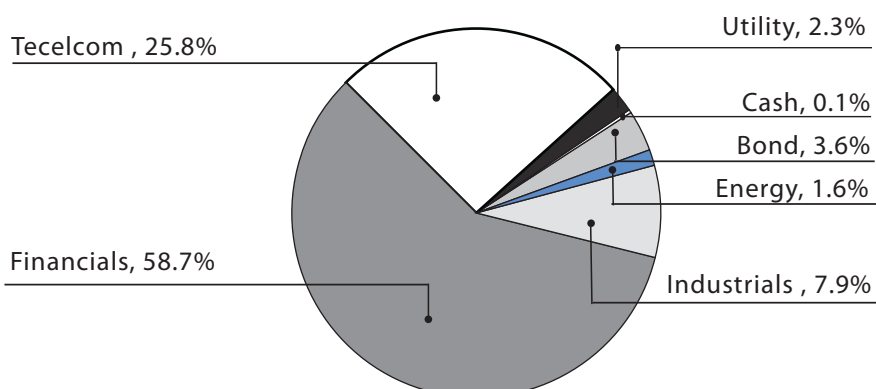
Performance Summary

	MEEF	MSCI UAE Index
NAV (September 30, 2007)	US\$12.90	
Since inception (Feb 08, 2005)	29.0%	16.9%
YTD-2007	12.0%	8.2%
September 2007	1.3%	1.5%
Year 2006	-42.3%	-44.5%
Year 2005	99.9%	94.7%
No. of Holdings	13	38
Max. Monthly Gain	31.4%	31.0%
Max Monthly Loss	-25.7%	-21.4%
Beta	0.9	
R-Sq	75.2%	
Standard Deviation (Since Inception)	42.2%	40.8%
Sharp Ratio	0.6	0.3
Treynor Ratio	0.3	
Information Ratio	0.6	

Asset Allocation



Sector Allocation



Fact Sheet for September 2007 Contd.

Top 5 Holdings

Stock	Weight
Emaar Properties	26.7%
Emirates Telecom Com	25.8%
Dubai Islamic Bank	8.5%
Arab Technical Construction	7.9%
National Bank of Dubai	6.5%

Fund Manager's Commentary

UAE stock markets showed mixed performance during September, as Dubai Financial Market index shed 0.3% meanwhile Abu Dhabi General Index gained 3.5%. ADSM witnessed increased foreign participation with particular focus on the emirates real estate sector, meanwhile foreign interest in Dubai market was more towards small caps like Air Arabia, Aramex and Arabtec Holdings.

Selective stock picking by foreign investor with retail investors following suit led to a slight up surge in the market at month's end pushing trading value up to cross the level of AED 3 billion after a very weak trading value in the beginning of Ramadan.

Telecommunication was the biggest contributor to the benchmark returns this month underpinned by Etisalat's performance as the stock gained 4.6%. Banking sector came in second place supported by Abu Dhabi banks, specifically the emirates' medium size banks. Real estate performance was mixed as it was negative in Dubai because Emaar has lost 1.8%; meanwhile the sector performance was positive in Abu Dhabi underpinned by Aldar and Sorouh which gained 16.2% and 7.6% respectively.

Your fund gained 1.3% during the month and underperformed the benchmark by 0.18% mainly because of our overweight in Emaar; meanwhile our overweight in Etisalat and Arabtec Holdings provided some cushion.

Real estate especially in Abu Dhabi is expected to deliver good results in the coming third quarter due to project delivery by Aldar, meanwhile Emaar's profitability for the third quarter is at best expected to be flat. Amongst our big holding Arabtec Holdings is expected to continue to benefit from the construction boom in the country, Etisalat also is expected to deliver good growth on back of good performance of its subsidiaries in Saudi Arabia and Egypt.

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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.