

Fact Sheet for November 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 | 1.5% 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 |

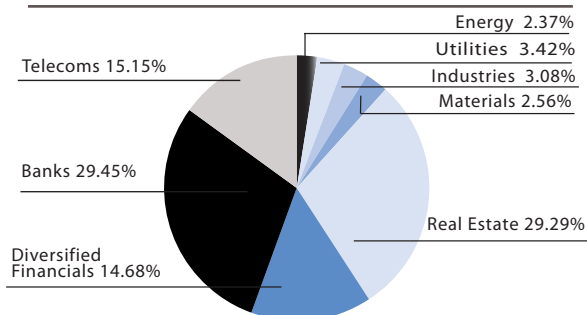
Performance Summary

| | Makaseb Emirates Equity Fund | MSCI U.A.E Index |
|-------------------------------|------------------------------|------------------|
| NAV (November 29, 2006) | USD 11.17 | |
| November 2006 | -17.55% | -16.43% |
| October 2006 | -1.58% | -1.65% |
| September 2006 | -0.01% | 0.61% |
| August 2006 | 10.26% | 11.25% |
| Since Inception (Feb 8, 2005) | 11.66% | 5.63% |

Top 5 Holdings

| Stocks | Weight |
|---------------------------|--------|
| Emaar Properties pjsc | 29.7% |
| Emirates Telecom Corp | 15.2% |
| Dubai Islamic Bank | 8.1% |
| Abu Dhabi Commercial Bank | 7.6% |
| First Gulf Bank | 5.8% |

Sector 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

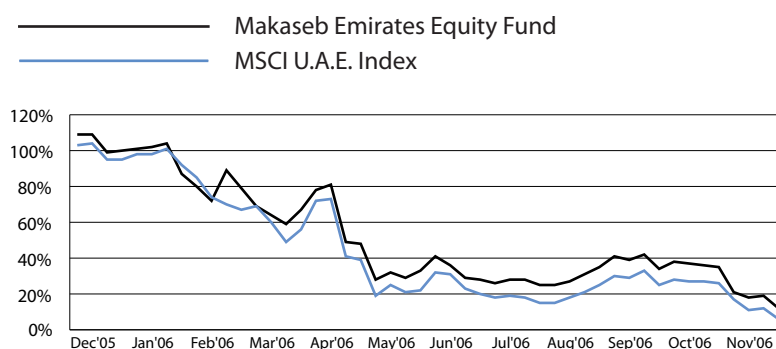
Registered Office:
14th Floor, City Gardens, P.O. Box 140, Manama,
Bahrain. Tel + 97317 535455
Website www.makaseb.com

WKN: A0J3RM
ISIN: BH000A0J3RM7
BLOOMBERG CODE: MAKEFD BI
ZAWYA CODE: MAKEMRE.MF

Investment Philosophy

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.

Performance Chart



Overview and Outlook

A renewed bout of panic-selling in Saudi Arabian equities sparked a downside in the UAE stock markets. The UAE markets also suffered from a large outflow of funds for participation in the DFM Initial Public Offering (IPO). The IPO was priced cheaper than the wider market, with a trailing (2005) price to earnings ratio of 6.38. The trailing PE for the UAE market currently stands at 13.25.

These two events during the month of November dragged the Dubai Financial Market and Abu Dhabi Securities Markets down by 20% and 14% respectively. The losses in DFM were predominantly driven by a 21% decline in the stock price of Emaar Properties, which currently makes up about 31% of total market capitalization. ADSM has also suffered because of the lackluster performance of Abu Dhabi banks. Your fund closed the month down 17.55% underperforming the benchmark by 1.12%. This was primarily due to our relative overweight in Emaar Properties and Abu Dhabi banks specifically Abu Dhabi Commercial Banks and First Gulf Bank which lost 23% and 11% respectively.

In the short term we expect the markets to recover on the refunding of money of the DFM IPO whose open tranche was oversubscribed 300 times. We stress, however, that the UAE markets offer attractive value on a long-term basis, and current levels could well represent good entry points for institutional investors with multi-year investment time horizons.