

MAKASEB EMIRATES OPPORTUNITIES FUND

Fact Sheet for August 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	2.0% 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

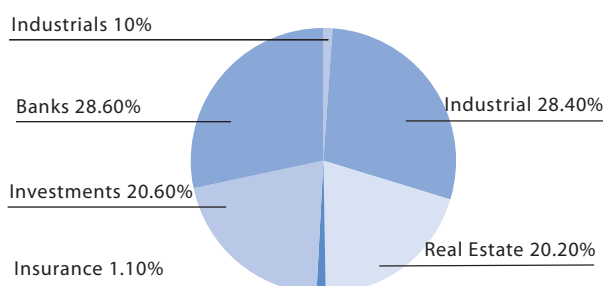
Performance Summary

	Makaseb Emirates Opportunities Fund	MSCI U.A.E Index
NAV (August 30, 2006)	USD 5.52	
May 2006	-12.62%	-9.61%
June 2006	-11.65%	-5.89%
July 2006	-0.06%	-3.00%
August 2006	6.50%	11.25%
Since Inception	-44.82%	-37.62%

Top 5 Holdings

Stock	Weight
Tamweel	16.03%
Arabtec Holding Co	15.83%
Dubai Islamic Bank	11.11%
Emaar Properties pjsc	10.68%
Abu Dhabi Islamic Bank	5.43%

Asset Allocation



For more information please contact

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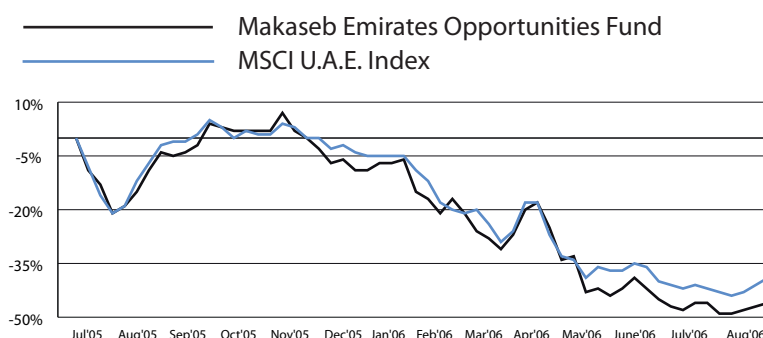
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WKN: A0J3RP
ISIN: BH000A0J3RP0
BLOOMBERG CODE: MAKEOFD BI

Investment Philosophy

Makaseb Emirates Opportunities Fund (MEOF) aims to achieve long term capital appreciation through investment primarily in shares listed on the UAE stock exchanges by using a dynamic asset allocation strategy. The MEOF portfolio is constructed after careful evaluation of market factors including liquidity and price action to determine the optimum market exposure. The monitoring and adjustment of Market exposure is dynamic, in order to take into account changing market dynamics.

Performance Chart



Overview and Outlook

Your fund ended the month of August with a monthly return of 7.74% versus the MSCI UAE Domestic Return of 12.37%. We underperformed the benchmark because we were underweight in the two stocks that rallied heavily in August, compared to the benchmark. Emaar Properties, alone contributed 6% i.e. half of the total return for the month of August for MSCI UAE Domestic. Emaar was followed by Emirates Telecom Corporation that contributed 2.24% to the August return for the benchmark. Your fund's weighting in Emaar Properties was 11% and in Emirates Telecom Corporation was 0.5% compared to their weights of 22.4% and 15.06% respectively in the benchmark. In August your fund had a significant holding in Tamweel which we believe is undervalued and will offer significant upside. We reduced our cash holdings from 40% to 2% during the last month.

We believe that the markets have hit the bottom and they will surge from now onwards due to strong economic fundamentals. There maybe some short term corrections as of now due to overpricing of a few stocks but in the long term the markets will rise

Issued on September 6, 2006