

MAKASEB EMIRATES OPPORTUNITIES FUND

Fact Sheet for March 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 | 2.0% 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 |

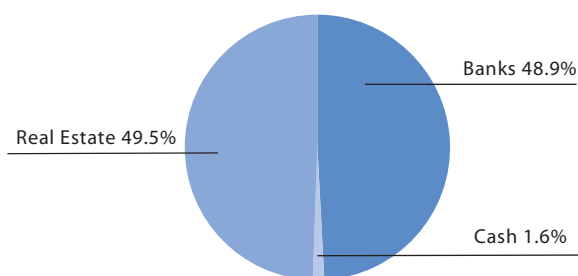
Performance Summary

| | Makaseb Emirates Opportunities Fund | MSCI U.A.E Index |
|----------------------|-------------------------------------|------------------|
| NAV (March 28, 2007) | USD 4.44 | |
| March 2007 | -11.4% | -9.8% |
| February 2007 | -0.7% | 2.9% |
| January 2007 | 0.2% | 1.0% |
| December 2006 | 0.6% | 1.7% |
| Since Inception | -55.6% | -50.8% |

Top 3 Holdings

| Stock | Weight |
|-----------------------|--------|
| Emaar Properties pjsc | 49.5% |
| Dubai Islamic Bank | 47.6% |
| Union National Bank | 1.3% |

Asset Allocation



For more information please contact

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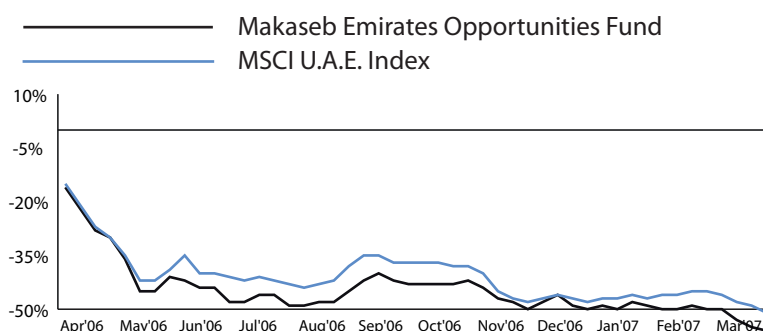
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WKN: A0J3RP
ISIN: BH000A0J3RPO
BLOOMBERG CODE: MAKEOFD BI
ZAWYA CODE: MAKEMRO.MF

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 March down 11.4%, compared to the MSCI UAE Domestic Index return of 9.8% over the same period, underperforming the benchmark by 1.6% for the month. Within the UAE, Dubai fell 10.3% while Abu Dhabi was off 6.2%.

Air Arabia, one of the biggest Initial Public Offerings by size in the region, closed on the 27th of the month. During the IPO period (from the 18th up to the 27th) market activity tapered off, and buying interest also dried up, resulting in the market falling on thin volumes. This suggested that some investors were liquidating holdings in order to participate in the IPO. However, reports indicate that Air Arabia was oversubscribed only 1.5 times, thus rejecting the notion of fund flows turning negative due to the IPO.

During the downdraft, the worst performers continued to be Emaar and Dubai Islamic Bank, which are the principal holdings of the Fund. For Emaar, the response to the announcement of the land bank equity swap deal with Dubai Holdings was surprisingly negative, as the transaction appears to be value accretive for Emaar shareholders. For Dubai Islamic Bank, now the bank offers attractive value given the current state of development of the Islamic Banking space. Another major loser in the month was Amlak, which has now fallen more than 37% year to date, with the fall gaining pace on the news last month that the central bank of the UAE had rejected the company's application for an Islamic Banking license. This does not augur well for Amlak or Tamweel, and it will be important to see what pricing these companies will need to offer in order to fund their asset growth.

As mentioned in previous months in this space, market volatility is likely to remain high this year as corporate fundamentals start determining stock performance. This volatility also creates buying opportunities in good business franchises, and the Fund remains fully invested for now as the value available in its core holdings is quite compelling.

Issued on April 5, 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.