

Fact Sheet for April 2006

Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Bahrain Monetary Agency
Net Asset Value	Weekly
Subscription	Weekly
Redemption	Weekly
Management Fee	1.25% p.a.
Investment Manager	Mashreqbank psc
Share Registrar	Deloitte & Touche
Administrator	HSBC Middle East
Custodian	HSBC Middle East
Auditor	Deloitte & Touche

Performance Summary

NAV (April 25, 2006)	USD 9.956
1 Month	-0.44%
3 Months	NA
6 Months	NA
Since Inception (March 29, 2006)	-0.44%

Top 3 Holdings

Security	Maturity	% Holding
PCFC Sukuk	23-Jan-08	19.80%
Pakistan International Sukuk	27-Jan-10	19.30%
Kuwait Projects Company FRN	12-Apr-11	19.30%

Performance Summary

YTM	5.31%
3 month USD Libor (Average)	5.06%
Weighted Average Tenor	2.27 Years

Investment Manager & Sponsor:
Mashreqbank psc, Al Ghurair City,
3rd Floor, P.O. Box 1250, Dubai, U.A.E.
Tel +9714 2078461

Registered Office:
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BLOOMBERG CODE: MAKAINC BI

Investment Philosophy

Makaseb Income Fund (MIF) primarily seeks to provide current income along with the stability of capital. Fund's secondary objective is to seek income growth over the long term. The Fund aims to achieve its investment objective by investing in a diversified portfolio of fixed and floating rate investments originating from countries in the GCC, MENA, South Asia and other emerging economies.

Investment Guidelines

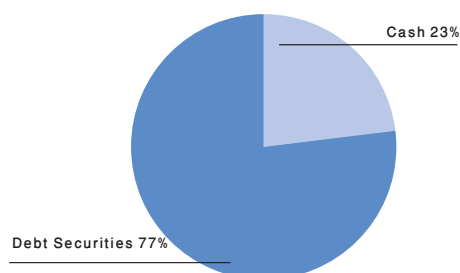
(a) Investment in a single GCC country capped at 50% (b) Investment in a single country in MENA/South Asia capped at 50% (c) Total investment in other emerging economies capped at 20% (d) Investment in instruments issued by a single issuer capped at 20% (e) Investment in sub investment grade instruments capped at 75% (f) Investment in non rated instruments capped at 25%.

Overview and Outlook

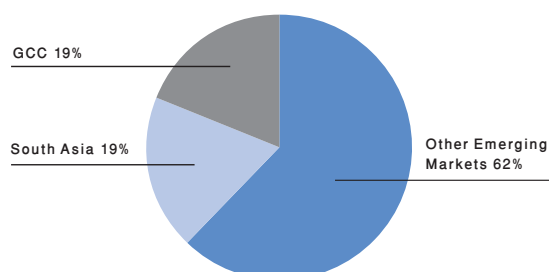
The Fund's return was negative 0.44% in the first month after its launch. This is primarily due to the accrual of fixed expenses. Going forward, with growth in assets under management, we believe the income accruals will outpace the expense accruals. Pipeline of potential debt offerings from the region remains very strong and your Fund is likely to invest in all those securities that match its risk-return profile.

Issued on May 3, 2006

Portfolio Composition



Regional Composition



Portfolio Rating Profile

