

## Fact Sheet for August 2008

### Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Every Tuesday
Subscription	Every Wednesday
Redemption	Every Wednesday
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
Listing	Bahrain Stock Exchange

\* Management fee is reduced from 1.25 % to 0.75% effective from 1st August, 2007.

### Performance Summary

NAV (August 26, 2008)	USD 10.19
1 Month	0.0221%
3 Months	-0.155%
YTD	-2.0571%
Since Inception (March 29, 2006)	1.86%

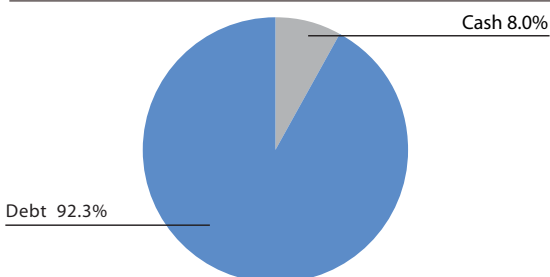
### Top 3 Holdings

Security	Maturity	% Holding
Nakheel	16-Jan-11	16.61%
Emirates Bank	26-Mar-18	8.57%
RAK Capital	28-May-13	8.27%

### Income Summary

YTM	6.82%
3 month USD Libor (Average)	2.82%
Modified Duration	0.9975

### Portfolio Composition



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Investment Manager & Sponsor:  
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Tel +9714 2078461

Registered Office:  
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WKN: A0J3RR

ISIN: BH000A0J3RR6

BLOOMBERG CODE: MAKAINC BI

ZAWYA CODE: MAKINCM.MF

### 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

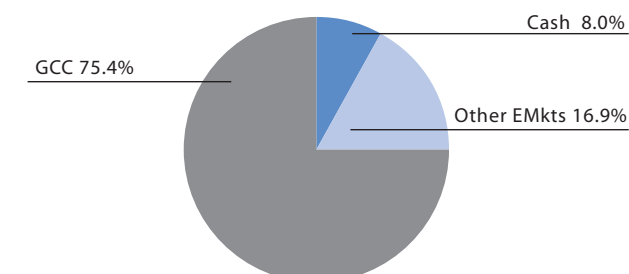
During the month of August your fund returned 0.0221% in spite of the continued volatility in the global financial markets and the fixed income markets in particular.

With an array of high grade credits that have lead the decline in the market, we have continued our strategy of deploying cash in these higher quality higher yielding credits, so as to drive up the fund's yield. We still maintain our view that regional economies and company fundamentals are still in place and we believe the regional credit markets are an attractive arena.

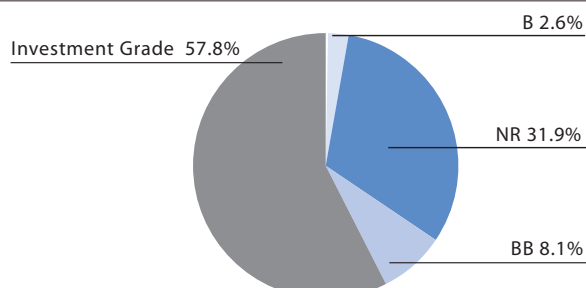
Keeping in mind that volatility and liquidity in the credit markets will continue to be a concern that we need to be cognizant of, therefore we have positioned the fund so as to try and minimize market volatility and to take advantage of a possible upturn by year end.

Issued on 11 September, 2008

### Regional Composition



### Portfolio Rating Profile



*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.*