

Fact Sheet for August 2007

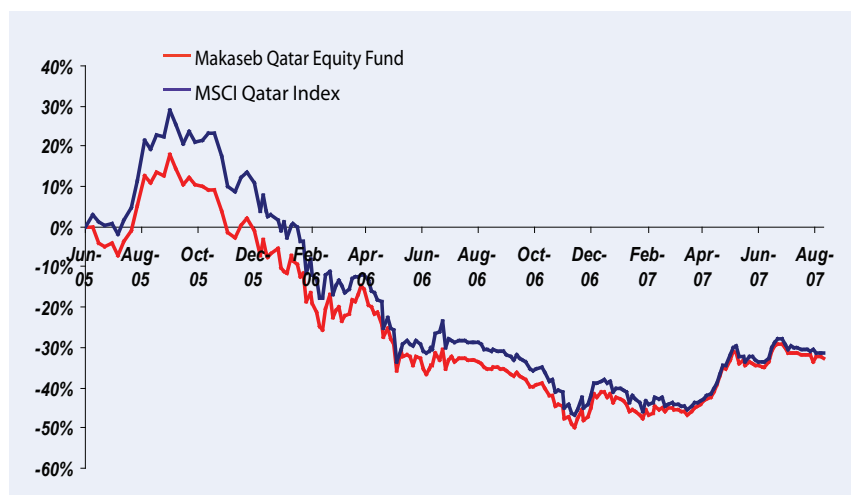
Investment Objective

Makaseb Qatar Equity Fund (MQEF) aims to achieve long term capital appreciation through investment primarily in shares listed on the Doha Stock Market. The MQEF portfolio is constructed after careful evaluation of various factors including the liquidity of the stock, company fundamentals, profitability, and overall portfolio risk considerations.

Fund Information

Fund type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Each Sunday and Wednesday
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
Subscription	Each Monday and Thursday
Redemption	Each Monday and Thursday
Management fee	2% p.a.

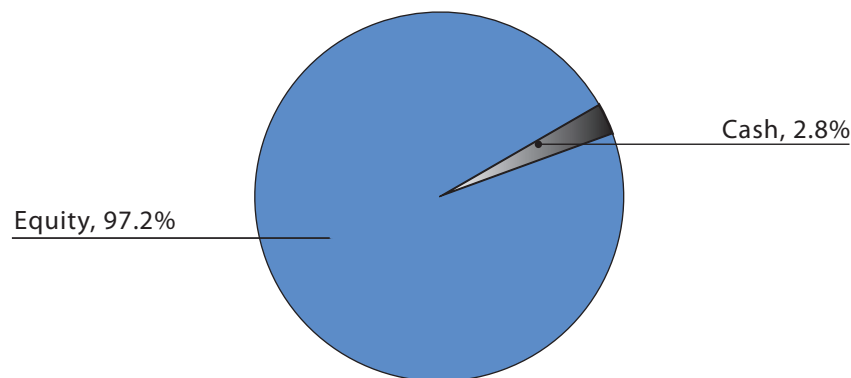
Performance Chart since inception



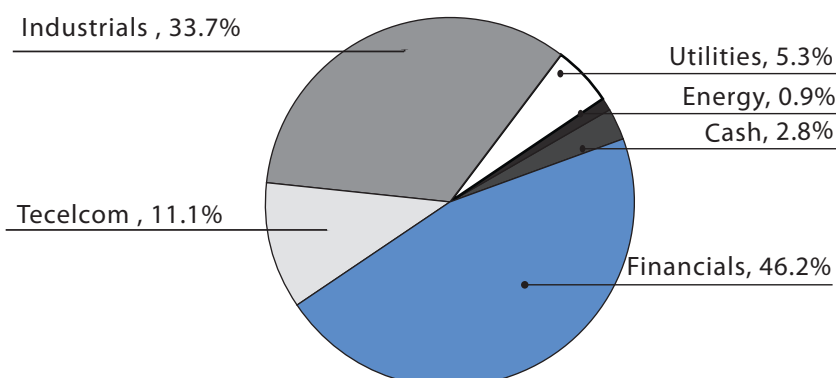
Performance Summary

	MQEF	MSCI QATAR Index
NAV (August 29, 2007)	US\$6.75	
Since inception (Jun 21, 2005)	-32.5%	-31.5%
YTD-2007	14.8%	10.9%
August 2007	-1.5%	-2.1%
Year 2006	-39.2%	-42.6%
Year 2005	-3.3%	7.7%
No. of Holdings	11	18
Max. Monthly Gain	19.3%	21.2%
Max Monthly Loss	-16.5%	-17.2%
Beta	0.88	
R-Sq	80.7%	
Standard Deviation (Since Inception)	34.3%	35.1%
Sharp Ratio	-1.09	-1.04
Treynor Ratio	-0.37	
Information Ratio	-0.1	

Asset Allocation



Sector Allocation



Fact Sheet for August 2007 Contd.

Top 5 Holdings

Stock	Weight
Qatar Industries	32.5%
Commercial Bank Of Qatar	15.6%
Qatar National Bank	11.9%
Qatar Telecom	11.1%
Doha Bank	6.0%

Fund Manager's Commentary

After a remarkable performance of July, Qatari market resumed minor correction in the month of August with Doha security market index lost 1.23% with capital goods, energy and banking sectors are the top losers.

Consolidation was seen during the month and was focused on Industries Qatar and banking sector. Industries Qatar with feedstock advantage as well as the massive expansions to be undertaken by its subsidiaries continued to attract institutional interest. Banking sector with its spectacular growth compared to other GCC banks also witnessed buying interest as the growth phenomena is likely to continue as the sector will be the main beneficiary from increasing public spending on infrastructure investing.

Your fund lost 1.52% during the month outperforming the benchmark by 0.54% thanks to our underweight in energy sector represented by Nakilat which lost 6% this month. On the other hand our overweight in the Utilities sector and Qatar National Bank contributed to the out performance.

We plan to continue to overweight banks and petrochemicals as we believe these two sectors will lead the growth going forward, in the meantime we also plan to continue to overweight utilities as defensive sector to immunize the portfolio against any short term corrections.

Fund Codes:

WKN: A0J3RN

ISIN: BH000A0J3RN5

BLOOMBERG CODE: MAKQEFD BI

ZAWYA CODE: MAKQTRE.MF

September 04, 2007

Investment Manager & Sponsor:

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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.