

Fact Sheet for July 2006

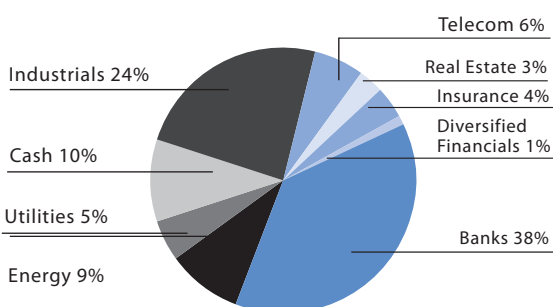
Executive Summary

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% 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 Qatar Equity Fund	MSCI Qatar Index
NAV (July 30, 2006)	USD 6.72	
April 2006	0.57%	-0.27%
May 2006	-13.71%	-15.00%
June 2006	-3.34%	-1.37%
July 2006	2.76%	2.42%
Since Inception (Jun 22, 2005)	-32.76%	-33.52%

Asset Allocation



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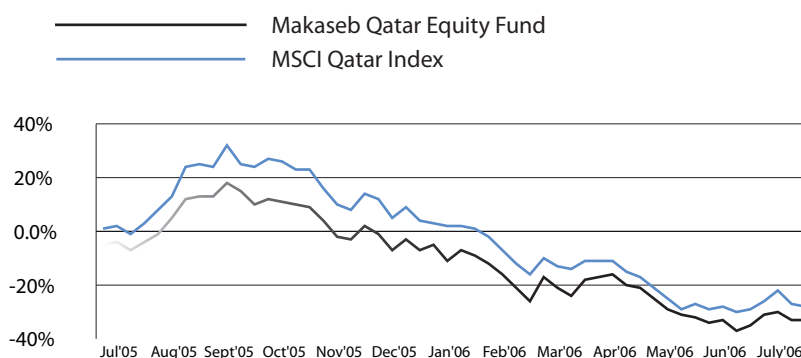
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 BLOOMBERG CODE: MAKQEFB BI

Investment Philosophy

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.

Performance Chart



Overview and Outlook

The Doha Securities Market (DSM) reversed its declining trend in July, with the MSCI Qatar Index recovering 2.42% of its value. The Banking and the Services sectors posted gains of 3.8% and 5.7% respectively, while the Industries sector was the laggard with a marginal gain of 0.1%.

Your fund closed the month up 2.76%, outperforming the benchmark by 0.34%. This was primarily due to our relative underweight in the Industries sector. Commercial Bank of Qatar, which is our biggest position in the Banking sector, gained 5.1%, contributing to the fund's performance.

According to a recent statement by the Finance Minister, Qatar is aiming to increase its nominal GDP from US\$38 billion in 2005 to over US\$60 billion by 2010-2011 on the back of increased LNG revenues. LNG production is estimated to more than triple in the next 6 years due to new contracts from the US, UK and Europe, making Qatar the largest LNG producer in the world.

We retain a positive outlook on the Banking sector. Results for 2006H1 have been impressive, with aggregate net profit of banks increasing by 54.2% and aggregate assets increasing by 33.6% on a year-on-year basis. The Services sector also turned in a good performance, with aggregate net profit increasing by 21.5%. In contrast, the Industries sector continued its weak performance, with a marginal net profit growth of 3.9%.

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