

## Fact Sheet for May 2008

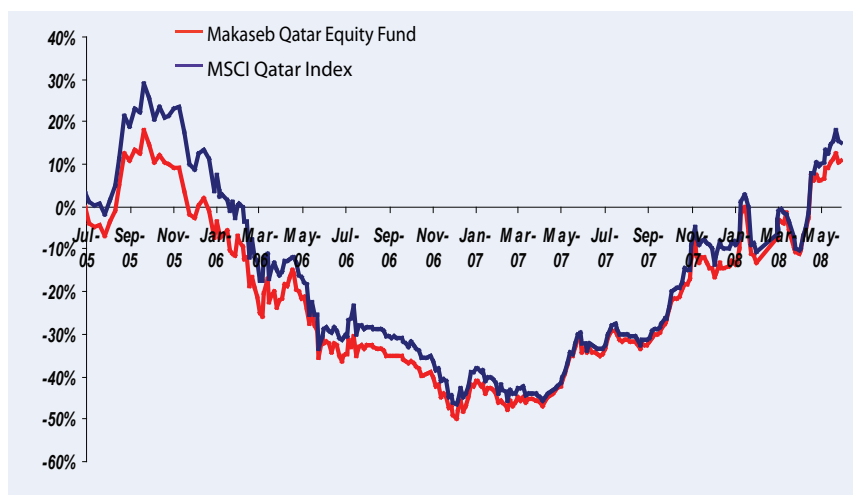
### Investment Objective

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.

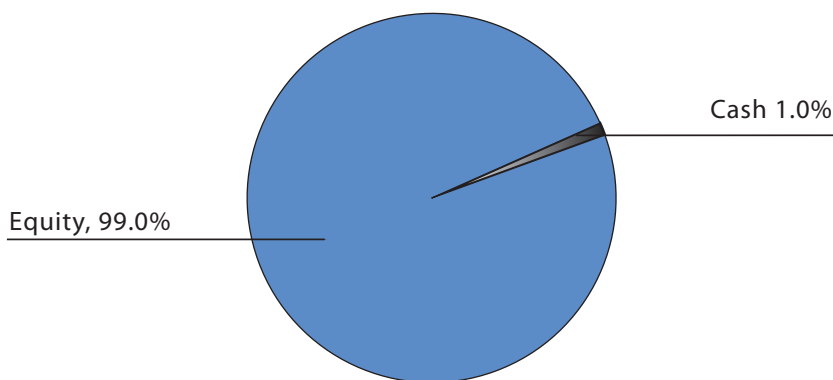
### Performance Chart since inception



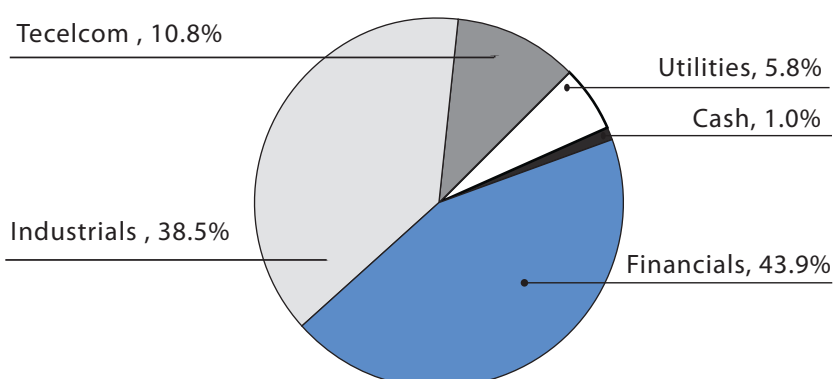
### Performance Summary

	MQEF	MSCI QATAR Index
NAV (May 28,2008)	US\$11.09	
Since inception (Jun 21, 2005)	10.9%	15.3%
YTD-2008	28.2%	26.6%
May 2008	4.3%	4.9%
Year 2007	47.1%	47.3%
Year 2006	-39.1%	-42.6%
Year 2005	-3.3%	7.7%
No. of Holdings	9	16
Max. Monthly Gain	19.7%	22.1%
Max Monthly Loss	-16.5%	-17.2%
Beta	0.9	
R-Sq	82.3%	
Standard Deviation (Since Inception)	23.0%	23.1%
Sharp Ratio	0.3	0.4
Treynor Ratio	0.1	
Information Ratio	-0.4	

### Asset Allocation



### Sector Allocation



### Top 5 Holdings

Stock	Weight
Qatar Industries	38.8%
Commercial Bank Of Qatar	14.7%
Qatar National Bank	11.3%
Qatar Telecom	8.2%
Doha Bank	7.9%

### Fund Manager's Commentary

Doha stock market followed last month's rally with the market index moved up by 5.5% mainly guided by a strong investor's interest in blue chips. The market index pulled up by smart gains in the frontline stocks namely Qatar Islamic Bank, Qatar National Bank and Doha Bank.

In line with upbeat performance of the DSM all trading activity indicators ended the month on the upside with volume and value traded registering double digit increases.

Banking sector took the lead this month underpinned by a good performance from Qatar Islamic Bank, Qatar national Bank, and Doha Bank which registered gains of 12.5%, 9%, and 10.3% respectively, meanwhile Commercial Bank of Qatar has underperformed the sector with losses of 1.5%. The main reason for CBQ underperformance was because investors got confused about the pricing of the additional rights share the bank announced towards the end of the month. The confusion resulted in selling off which put pressure on the stock price. The heavyweight Industries Qatar ended the month with moderate gains of 3.4% however the two sectors that attracted the investors attention this month were insurance and real estate. The star performers of the month were Qatar insurance and Qatar real estate which ended the month with gains of 19.7% and 16.3% respectively.

Your Fund gained 4.3% underperforming the benchmark by 0.6% mainly because of our overweight in CBQ and Qatar telecom which ended the month with losses of 2%.

The strong growth outlook and the demand for exposure to Qatar's low cost gas will continue to underpin the rich valuation multiples. As a result, we would expect the market to end the year at a substantially higher level than at present. However, we see a strong risk of profit-taking in the near term given the substantial rally YTD and its current high valuation.

#### Fund Codes:

WKN: A0J3RN

ISIN: BH000A0J3RN5

BLOOMBERG CODE: MAKQFDF BI

ZAWYA CODE: MAKQTRE.MF

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June 03, 2008

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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.