

## Fact Sheet for November 2008

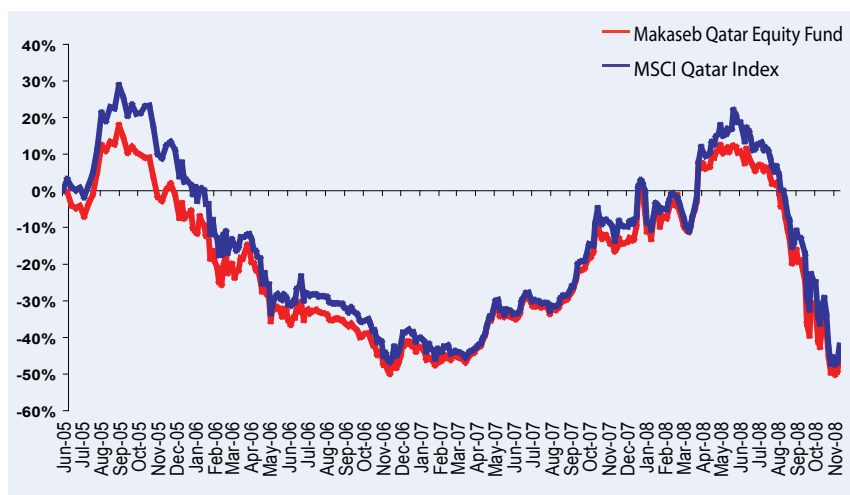
### Investment Objective

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.

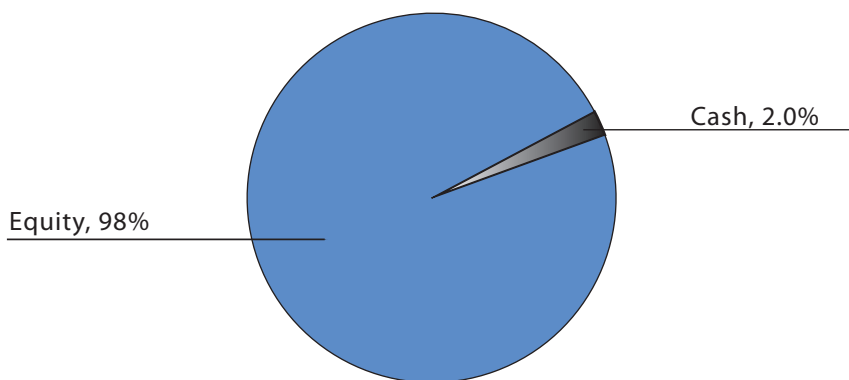
### Performance Chart since inception



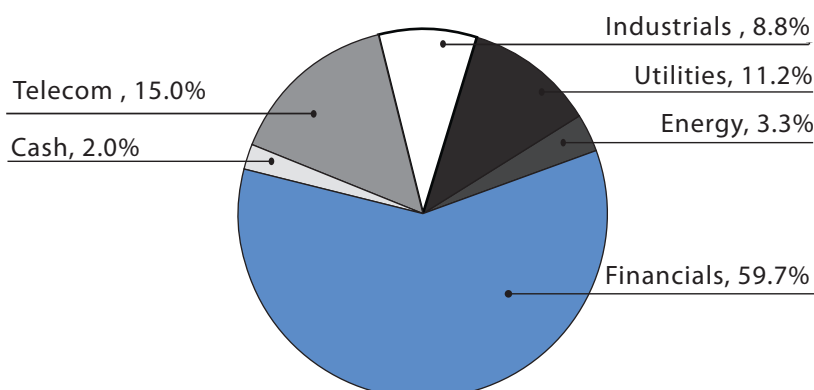
### Performance Summary

	MQEF	MSCI QATAR Index
NAV (November 30, 2008)	US\$5.42	
Since inception (Jun 21, 2005)	-45.71%	-42.18%
YTD-2008	-37.27%	-36.50%
November 2008	-5.43%	-9.27%
Year 2007	47.1%	47.3%
Year 2006	-39.1%	-42.6%
Year 2005	-3.3%	7.7%
No. of Holdings	9	13
Max. Monthly Gain	19.7%	23.4%
Max Monthly Loss	-29.1%	-26.9%
Beta	0.9	
R-Sq	85.9%	
Standard Deviation (Since Inception)	29.0%	29.2%
Sharpe Ratio	-1.75	-1.5
Treynor Ratio	-0.54	
Information Ratio	-0.24	

### Asset Allocation



### Sector Allocation



### Top 5 Holdings

Stock	Weight
Qatar National Bank	19.19 %
Commercial Bank Of Qatar	17.49 %
Qatar Telecom	14.95 %
Qatar Electric & Water	11.25 %
Qatar Islamic Bank	9.85 %

### Fund Manager's Commentary

The situation in Doha Securities Market was not entirely different from the rest of the GCC countries as poor market conditions and the fall in oil prices continued to hurt market sentiment, leading to a fall of 10.3% in the DSM index.

Banking stocks in general have dropped massively this month with Islamic banks underperforming as Qatar Islamic Bank and Qatar International Islamic Bank lost 28% and 33% respectively. Concerns over high level of exposure to the domestic real estate sector have increased the probability that Qatari banks may face significant risks from the growing real estate correction. Industries Qatar the biggest by market capitalization continued to lose ground due the sharp fall in petrochemicals, steel and fertilizers prices. Banks and Industries Qatar which constitute 66% of MSCI Qatar index contributed almost 88% of the negative performance this month.

Your fund lost 5.4% during the month but managed to outperform the MSCI Qatar index by 3.8%. Bulk of the outperformance came from our stock selection in banks and our overweight in utilities sector. Qatar Electricity and Water Company – the utility company – has significantly outperformed this month as the stock gained 35%, underpinned by expected good earnings in the next quarter due to capacity increase.

During the month Qatar Navigation Company and Qatar Shipping Company were ordered by the government to merge which will result in one of the largest listed companies in Qatar as well as one entity to dominate the maritime industry in Qatar.

We believe that none of the Qatari banks will face solvency risk as the government will support any bank that finds itself in trouble, using funds from the Qatar Investment Authority. Going forward, we expect short term weakness to prevail. Sentiment is expected to remain negative fueled by disappointing news flow both on the macro as well as on the corporate front. However, we believe that current equity prices appear to have largely discounted for the deterioration in operating fundamentals.

#### Fund Codes:

WKN: A0J3RN

ISIN: BH000A0J3RN5

BLOOMBERG CODE: MAKQEFD BI

ZAWYA CODE: MAKQTRE.MF

REUTERS ID: LP65038278

#### Investment Manager & Sponsor:

Mashreqbank psc, Al Ghurair City,  
7th Floor, P.O. Box 1250, Dubai, U.A.E.  
Tel +9714 2078461

#### Registered Office:

Flat 141, Building 3  
Road 365, Block 316  
Manama  
Kingdom of Bahrain

December 11, 2008

For more information, please contact: Moomal Punjabi (+971 4 207 8396) [www.makaseb.com](http://www.makaseb.com) email: [contact@makaseb.com](mailto:contact@makaseb.com)

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.