

Fact Sheet for June 2006

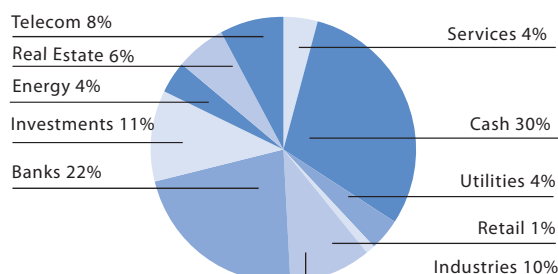
Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Bahrain Monetary Agency
Net Asset Value	Bi weekly
Subscription	Bi weekly
Redemption	Bi weekly
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

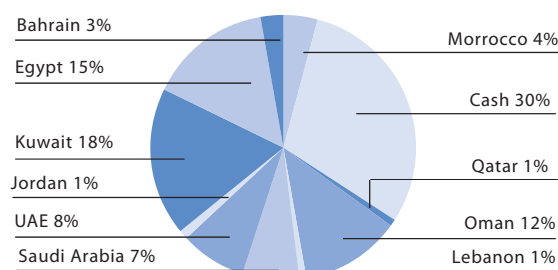
Performance Summary

NAV (June 28, 2006)	USD 7.97
June 2006	-2.88%
May 2006	-9.85%
Apr 2006	-1.55%
Mar 2006	-4.40%
Since Inception(Nov 22, 2006)	-20.32%

Sector Allocation



Region Allocation



Investment Manager & Sponsor:
Mashreqbank psc, Al Ghurair City,
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Tel +9714 2078461

Registered Office:
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WKN: A0J3RQ
ISIN: BH000A0J3RQ8
BLOOMBERG CODE:MAKATFD BI

Investment Philosophy

Makaseb Arab Tigers Fund (MATF) aims to achieve long term capital appreciation through investing mainly in shares of companies listed on the Stock Exchanges of the Middle East and North Africa region.

Overview and Outlook

Saudi Arabia led the MSCI Arabian Index up by 7.1% during June, bucking the recent trend and the out turn of other regional markets. Your fund was down 2.9% over the same period, underperforming the market by almost 10% during the month. Market activity generally remained low, more so in the UAE, where Dubai lost 10.1% on meager volumes. Elsewhere, Egypt was a bit lower, down 10.0% for the month.

Currently, Dubai is now trading at an 18 month low. Liquidity has been conspicuous by its almost complete absence, which makes Emaar's intention to buy back 10% of its outstanding stock important over the short term. However, longer term, a share buy back is not a bullish signal per se, as it represents a turnaround for a company which raised USD 3.9 bn last year via a highly successful capital increase only last year.

Saudi Arabia put in a tremendous rebound, with a rally across the board. Your Fund Manager did not participate in this rally as we are unable to identify any value in Saudi Arabia. Stocks remain expensive on any valuation matrix, before or after the recent market strength. The leaders in the June's rally have been the following stocks:

	% Chg-June	P/BV	PER*
Saudi Basic Industries Corp.	19.2	6.8	24.9
Savola Group	39.6	8.5	37.1
Saudi Electric	31.9	2.3	76.4
Saudi Arabian Fertilizers Company	17.8	7.1	31.4
National Industrialization Company	51.5	8.1	45.4
Makkah Construction	33.4	6.7	94.7
Saudi Telecom	3.0	6.9	19.5
Yanbu Cement	31.8	6.9	25.6

* based on trailing earnings

Though the macro fundamentals in Saudi Arabia remain exceptionally strong, the prospects of sustainable positive returns in the capital markets appear bleak given the high level of current valuations.

Globally, risk aversion has been rising, which does not augur well for emerging markets as an asset class. Here MENA markets are at a relative advantage, as international fund flows are absent from the largest markets. Your Fund is still defensively positioned, ready to become fully invested as and when attractive investment opportunities arise.