

Fact Sheet for July 2007

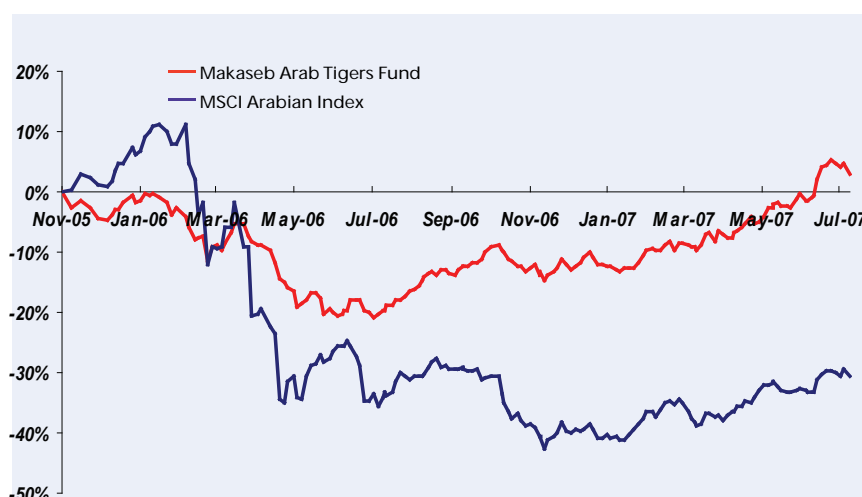
Investment Objective

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.

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.

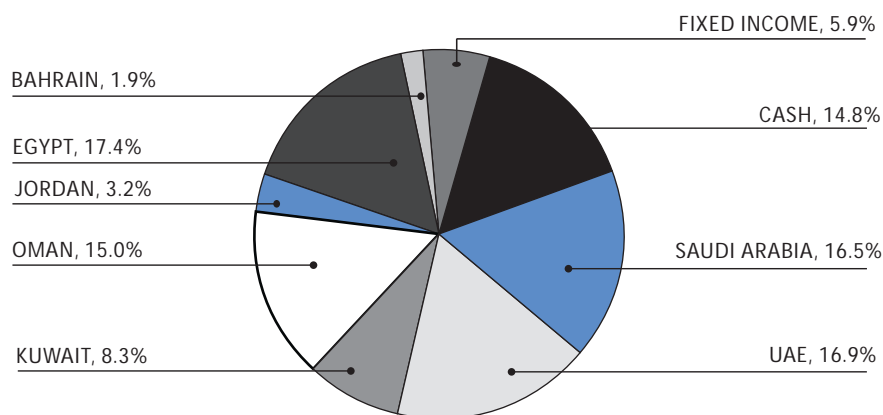
Performance Chart since inception



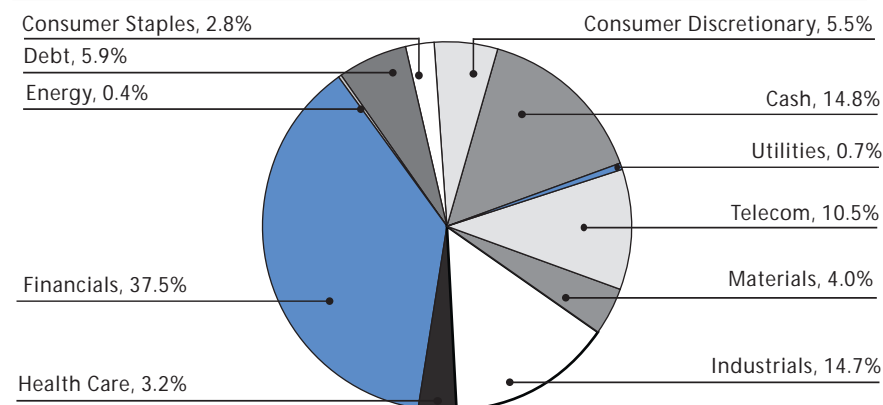
Performance Summary

	MATF	MSCI Arabian Index
NAV (July 29, 2007)	US\$10.29	
Since inception (Nov 22, 2005)	3.5%	-30.0%
YTD-2007	16.5%	15.2%
July 2007	4.3%	4.2%
Year 2006	-8.1%	-40.7%
Year 2005	-3.8%	1.8%
No. of Holdings	24	173
Max. Monthly Gain	6.8%	8.0%
Min Monthly Loss	-9.9%	-15.5%
Beta	0.24	
R-Sq	29.4%	
Ann. SD	11.0%	23.1%
Sharp Ratio	-0.5	
Treynor Ratio	-0.2	
Information Ratio	1.7	

Regional Allocation



Sector Allocation



Fact Sheet for July 2007 Contd.

Top 5 Holdings

Stock	Weight
Emaar Properties	11.2%
Etihad Etisalat Company	5.9%
PCFC Development	5.9%
Agility	5.7%
National Bank of Oman	5.6%

Fund Codes:
WKN: A0J3RQ
ISIN: BH000A0J3RQ8
BLOOMBERG CODE: MAKATFD BI
ZAWYA CODE: MAKARBT.MF

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

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Fund Manager's Commentary

July was surprisingly an active month for markets in the Middle East. The month started with positive market action backed by corporate earnings expectations for the first half of 2007. Towards the end of the month, global equity markets corrected sharply creating ripples in local equities. However, majority of the regional markets managed to close the month in black.

Region	Markets	Performance	
		Month to date	Year to date
GCC	Dubai	-3.8%	+3.0%
	Abu Dhabi	-0.5%	+17.6%
	Qatar	+3.4%	+6.1%
	Kuwait	+3.3%	+23.9%
	Oman	+1.5%	+15.1%
	Bahrain	+6.9%	+15.3%
	Saudi Arabia	+8.3%	-4.3%
	Jordan	-1.3%	+3.0%
North Africa	Morocco	+0.9%	+18.4%
	Egypt	+4.4%	+18.2%
	Tunisia	-3.2%	+4.6%

Source: Bloomberg. All shares indices used in calculation where available
MTF: June 27, 2007 - July 29, 2007
YTD: December 31, 2006 - July 29, 2007

Corporate earnings for the second quarter have been quite encouraging. Usually, the GCC companies are the first to announce their financial performance. Following is an aggregate of the second quarter corporate earnings announced by the GCC companies to date.

Markets	Sequential Growth in Profit	Year on Year growth in Profit
United Arab Emirates	16.2%	24.8%
Saudi Arabia	19.0%	3.6%
Qatar	5.0%	29.4%
Oman	20.4%	40.8%
Kuwait	-16.4%	133.6%
Bahrain	-3.4%	44.9%
GCC companies	7.2%	29.0%

Source: Bloomberg

1. Based on Half year numbers

Kuwait's QoQ negative earnings growth is primarily due to KIPCO's 1Q results which booked gains on sale of NMTC

Bahrain's QoQ negative earnings growth is due to United Gulf Bank's exceptional 1Q07. UGB increased in earnings 5 folds, during 2007, earnings growth YoY was over 130%

Keeping in mind seasonality in earnings for Saudi companies, earnings growth both sequential and year on year has been quite strong. This bodes well for the health of the corporate sector and should inspire investor confidence both at micro and macro level. North African companies are yet to announce their first half 2007 financial performance. We expect to see similar performance there as well.

Your Fund earned a return of 4.3%, largely tracking the benchmark MSCI Arabian Index. The Fund's performance was helped by our overweight in Egypt however, our overweight in UAE, which performed poorly, held back some of the gains.

Markets	MATF	Benchmark	Performance
Egypt	2.1%	0.7%	1.4%
Oman	0.2%	0.0%	0.2%
Jordan	0.2%	0.0%	0.0%
Qatar	0.0%	0.3%	-0.3%
Morocco	0.0%	0.1%	-0.1%
Bahrain	0.3%	0.0%	0.2%
United Arab Emirates	-1.3%	-0.5%	-0.8%
Kuwait	1.1%	1.1%	0.0%
Saudi Arabia	1.7%	2.6%	-0.9%
Fixed Income	0.1%	0.0%	0.1%
Return during the month	4.3%	4.2%	0.1%

Note: Period: June 27, 2007 - July 29, 2007

Cont'd

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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.

