

Fact Sheet for March 2007

Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Each Sunday and Wednesday
Subscription	Each Monday and Thursday
Redemption	Each Monday and Thursday
Management fee	1.5% p.a.
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

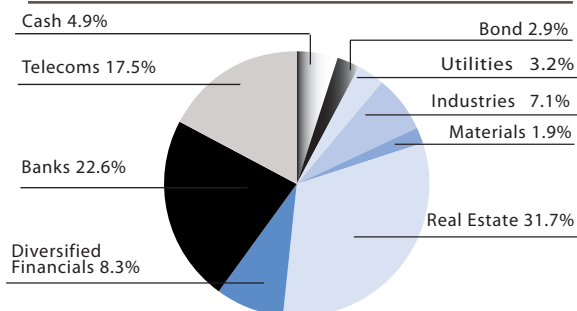
Performance Summary

	Makaseb Emirates Equity Fund	MSCI U.A.E Index
NAV (March 28, 2007)	USD 11.11	
March 2007	-7.2%	-9.9%
February 2007	3.2%	2.9%
January 2007	0.9%	1.0%
December 2006	3.0%	1.8%
Since Inception (Feb 8, 2005)	11.1%	0.6%

Top 5 Holdings

Stocks	Weight
Emaar Properties	30.2%
Emirates Telecom Corp	17.5%
Dubai Islamic Bank	7.2%
Abu Dhabi Commercial Bank	6.6%
Emirates Bank International	5.3%

Sector Allocation



For more information please contact

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Investment Manager & Sponsor:
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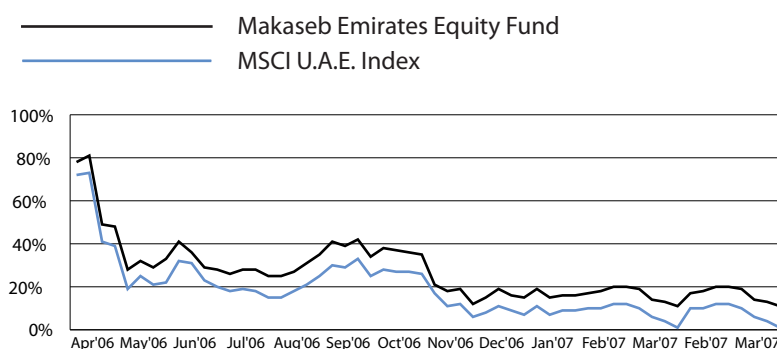
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WKN: A0J3RM
ISIN: BH000A0J3RM7
BLOOMBERG CODE: MAKEFD BI
ZAWYA CODE: MAKEMRE.MF

Investment Philosophy

Makaseb Emirates Equity Fund (MEEF) aims to achieve long term capital appreciation through investment primarily in shares listed on the UAE stock exchanges. The MEEF 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

UAE stock markets reversed its positive trend for the last three months to end the month in a negative territory with Dubai General Index and Abu Dhabi Securities Index declining by 10.3% and 6.2% respectively.

There was a huge sell off in Emaar's shares due to poor dividend payout. In addition, there is a certain amount of ambiguity in a deal involving Emaar and Dubai Holding which lead to fears of dilution by common investor. The two combined resulted in Emaar's share plunging by 13% during the month.

In addition to Emaar's fiasco, retail investors also liquidated part of their portfolios to subscribe Air Arabia IPO. Hence, resulting in another wave of sell off in some of the most liquid scripts traded on DFM and ADSM. The most affected stocks were Dubai Islamic bank, Amlak, and the small caps in both markets.

Real estate sector was the biggest loser this month followed by banks and diversified financial, while telecommunication, materials, and Insurance ended the month slightly up.

Your fund lost 7.2% on March outperformed the benchmark by 2.7% thanks to our overweight in telecommunication and materials sectors.

We expect UAE equities to remain range bound in the short term as sentiments are still very negative. Recent developments in geopolitical tension between Iran and US have also weighted in investors sentiment and appetite for regional equities. For the first quarter results we expect Emaar and Etisalat to continue with the healthy performance, however banks are expected to post negative growth this quarter due to relatively poor response to Air Arabia IPO, which was oversubscribed by only 1.5 times while the first quarter results last year were inflated by two heavily oversubscribed IPOs.

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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.