

## Fact Sheet for June 2008

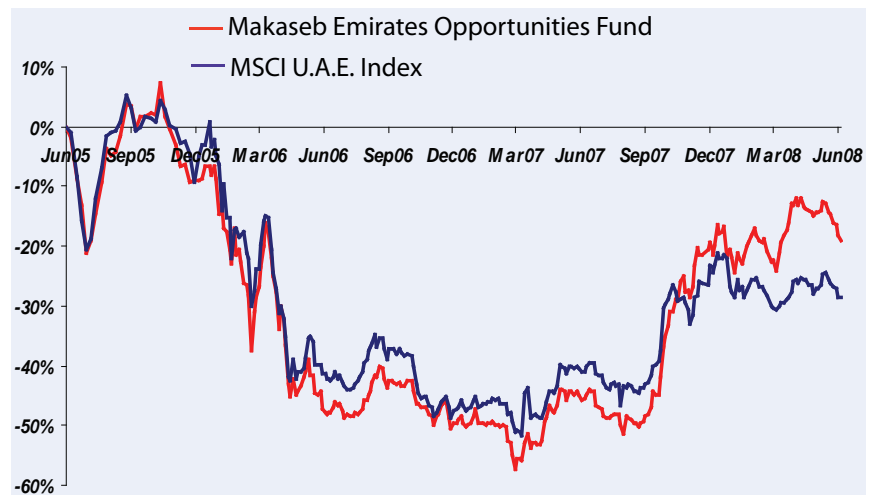
### Investment Objective

Makaseb Emirates Opportunities Fund (MEOF) aims to achieve long term capital appreciation through investment primarily in shares listed on the UAE stock exchanges by using a dynamic asset allocation strategy. The MEOF portfolio is constructed after careful evaluation of market factors including liquidity and price action to determine the optimum market exposure. The monitoring and adjustment of market exposure is dynamic, in order to take into account changing market dynamics.

### 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.

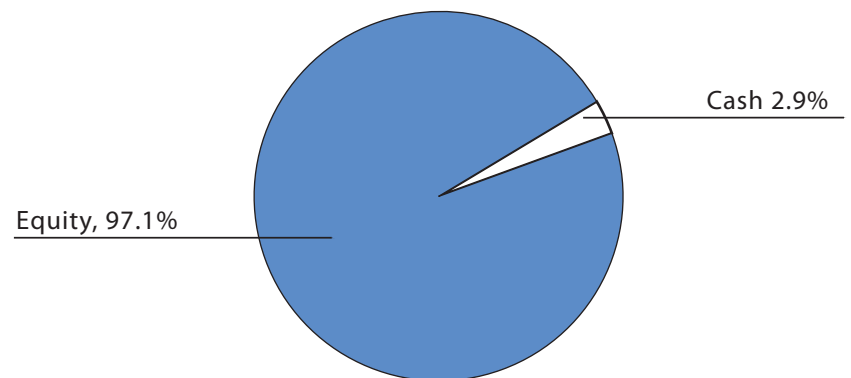
### Performance Chart since inception



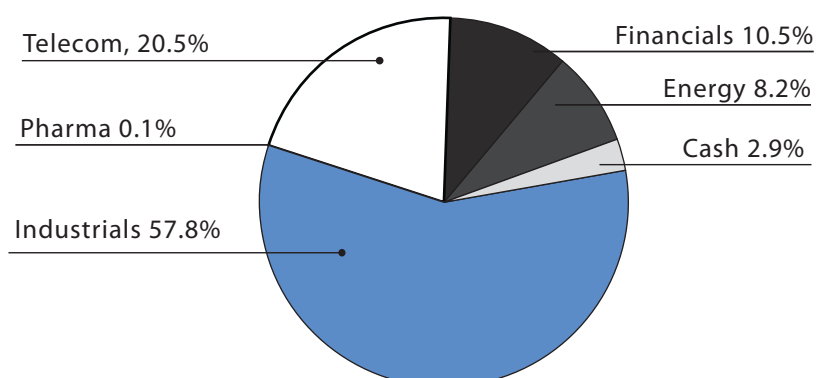
### Performance Summary

	MEOF	MSCI UAE Index
NAV (June 29, 2008)	US\$ 8.09	
Since inception (Jun 26, 2005)	-19.1%	-28.6%
June 08	-5.6%	-2.3%
YTD-2008	3.1%	-5.7%
Year 2007	55.3%	43.3%
Year 2006	-44.5%	-44.5%
Year 2005	-8.9%	-4.9%
No. of Holdings	6	23
Max. Monthly Gain	33.3%	26.2%
Max Monthly Loss	-12.9%	-16.4%
Beta	0.7	
R-Sq	53.4%	
Ann. SD (Weekly returns)	26%	25.7%
Sharp Ratio	-0.9	
Treynor Ratio	-0.3	
Information Ratio	0.4	

### Asset Allocation



### Sector Allocation



### Top 3 Holdings

Stock	Weight
Arab Int'l Logistics (Aramex)	31%
Arabtec Holding	27%
Emirates Telecommunication Co	21%

#### Fund Codes:

WKN: A0J3RP

ISIN: BH000A0J3RPO

BLOOMBERG CODE: MAKEOFD BI

ZAWYA CODE: MAKEMRO.MF

#### Investment Manager & Sponsor:

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

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### Fund Manager's Commentary

Your Fund ended June with a loss of 5.6%, compared to a decline of 2.3% for the MSCI UAE Domestic Index. Within the UAE, Dubai was down 4.8% for the month while Abu Dhabi lost 2.6%. For the year, the Fund is up 3%, while the benchmark is down 5.6%. Dubai has lost 8.9% for the year while Abu Dhabi has gained 7.7% over the same period.

June was characterized by a slow grind lower, with some of the Fund's core holdings bearing the brunt, notably Etisalat, Shuaa Capital, and even Arab Tec. Given the concentrated nature of the portfolio, such large periodic differences in performance relative to the benchmark are to be expected.

Of much more interest is the widening gulf between the performance of Abu Dhabi and Dubai. The difference for the year is now 16.6% in Abu Dhabi's favor-this on the back of outperforming Dubai for each of the last 2 years also. Interestingly, Abu Dhabi has risen thus far with Etisalat remaining flat over the period. As we strongly believe in the fundamental attractiveness of Etisalat, perhaps there is further upside in Abu Dhabi yet.

It seems the widening gap between the two main UAE markets is a function of energy prices, or more precisely the strength thereof. Investor action so far seems to suggest that the Dubai story overall has lost some luster, with Abu Dhabi becoming the favored destination for investor funds. The plight of Emaar is a good example, down 27% for the year, with Aldar, its Abu Dhabi peer, actually up a shade under 4% over the same period. Clearly, there appears to be a gradual rotation into Abu Dhabi (at the expense of Dubai) taking place. With the price of oil showing no sign of weakness, the gap between the two markets can get wider still.

July 08, 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.