The EFG-Hermes Middle East & Developing Africa (MEDA) Fund
November 2012

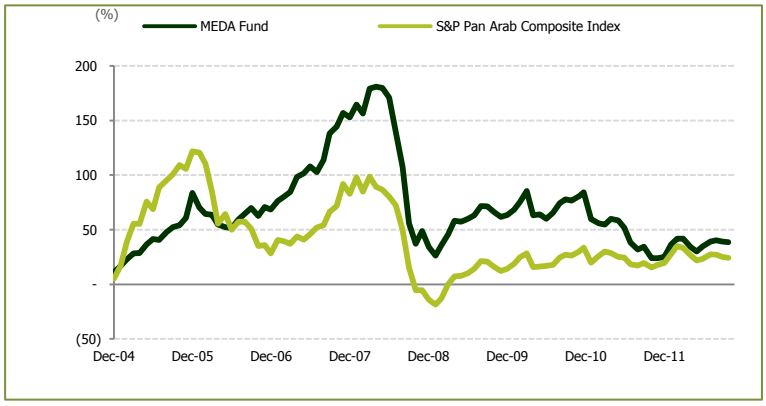
Fund Manager's Strategy & Outlook

MENA markets were mixed in November. Kuwait was the best performing market – gaining 3% largely helped by government market intervention. Saudi Arabia was amongst the worst performing markets as risk aversion dominated the market fueled by concerns on the current king's health. Egypt was the worst performing market following a constitutional declaration by President Morsi extending his powers. The MEDA Fund ended the month down 0.4%.

We have made a few changes in the portfolio going into year-end. The Investment Manager has generated solid active returns in 2012, and going into December, the focus will be on preserving the relative gains made. We have slightly increased the Fund's exposure to the Egyptian market following the acute sell off, however the focus remains on defensive, cash flow generating companies. Weak economic fundamentals and political uncertainty in the near term support our underweight thesis. We maintain our positive view on the UAE and Saudi Arabia. Political risk remains an overhang in the region and will continue to lead to short term dislocations and volatility. However, the Investment Manager believes a crucial factor next year will be differentiating between the various countries in the region.

In Kuwait, retail investors were in "risk on" mode ahead of parliamentary elections and on hopes of political stability and subsequent unlocking of infrastructure projects. We have tactically reduced the Fund's weighting following the recent rally.

The Investment Manager maintains its positive view on Qatar, and the Fund's allocation remains at 15%. Qatar's economy remains one of the most robust in the world, and the estimated USD 200 billion in infrastructure investment earmarked over the next 10 years will ensure that economic diversification remains on track.



EFG-Hermes Asset Management

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Objective

Long-term capital appreciation through investing in Middle East and North African equities and equity related securities.

Fund Performance

	MEDA Fund Class A	S&P Pan Arab*	Difference
MTD**	-0.4%	-0.6%	0.2%
YTD	11.9%	5.5%	6.4%
2011	-31.4%	-9.4%	-22.0%
2010	11.7%	16.1%	-4.4%
2009	8.7%	18.4%	-9.7%
2008	-42.1%	-50.6%	8.5%
2007	50.5%	41.1%	9.4%
2006	6.2%	-33.9%	40.1%

*Figures reflect performance since inception of S&P Pan Arab Composite Large/Mid Cap Net TR Index in Dec 2004 as of the relevant Valuation Days of the MEDA Fund
**MTD figures reflect performance between October 22nd, 2012 and November 19th, 2012

Fund Characteristics

No. of Holdings	26
Weighted Market Cap	USD 14.5 billion
Average Dividend Yield*	3.3%
P/E Ratio 2013	9.5x

*Figure reflects the weighted average yield of a dividend-bearing security in the portfolio

Fund Metrics*

Alpha	0.8%
Beta	0.7
Standard Deviation	5.7%
Information Ratio	0.05

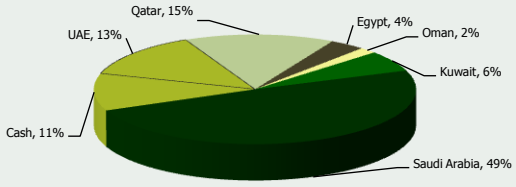
*Calculated vs. S&P Pan Arab Composite Large/Mid Cap Net TR USD since index inception in December 2004

Top Five Equity Holdings

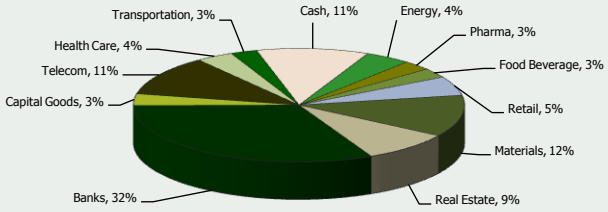
Holding	Country	% of NAV*
SABIC	Saudi Arabia	8.0%
Qatar National Bank	Qatar	6.4%
Etihad Etisalat	Saudi Arabia	6.0%
Fawaz Abdulaziz AlHokair Company	Saudi Arabia	5.6%
Emaar Properties	United Arab Emirates	5.5%

*Figures as of November 19th, 2012

Allocation By Country



Allocation By Sector



Fund Data

NAV per Share (Class A)	USD 19.52
Fund Size (USD)	USD 77 million
Launch Date	July 1999
Management Fee	1.4%
Incentive Fee	15% over 10%
Expense Ratio	2.0%
Minimum Subscription	USD 10,000
Subscription / Redemption	Weekly

Fund Identifiers

ISIN (Class A shares)	BMG294041030
Bloomberg Ticker	EFGMEAF BH

This update does not constitute an offer of shares and should not be relied upon by any person acquiring or otherwise dealing in shares of the company. Subscription of shares in the company may only currently be made on the terms of the Placing Memorandum of the company. It should be noted that investment in the fund is only suitable for sophisticated investors who are aware of the risks of investing in The EFG-Hermes Middle East & Developing Africa (MEDA) Fund and should be regarded as long term. Please remember that past performance is not necessarily a guide to the future. Market and currency movements may cause the value of shares and the income from them to fluctuate and you may get back less than you invested when you decided to sell your share.