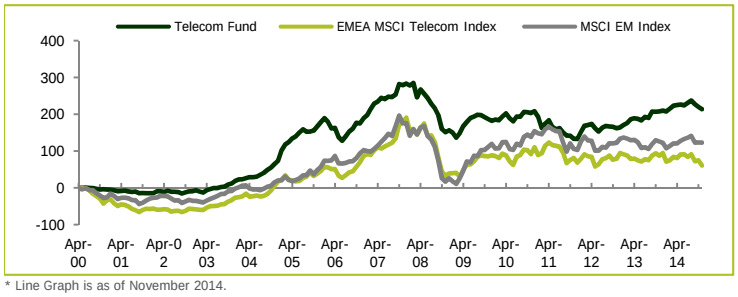
The EFG-Hermes Middle East & Africa Telecom Fund
November 2014

Fund Manager's Strategy & Outlook

Amid a rout across our regional markets, the EFG-Hermes Telecom Fund lost 1.8% during the month to bring its YTD returns 1.2%. This compares to a 17.5% decline in the MSCI EMEA Telecom Services index. Regional markets capitulated in the face of the ongoing retreat in oil prices. A clear decoupling was witnessed this month between our regional markets and global peers, driven predominantly by the perception that our markets are driven solely by oil. While the bulk of the GCC does rely heavily on oil revenues to fund their budgets, the significant surpluses built up by these countries over the past 3 years can mitigate any price fluctuations in the near term. Furthermore, with GCC countries pegging their currency to the dollar, the real value of these reserves is rising as the "King Dollar" phenomenon continues unabated. Having said all that, the investment manager does not expect demand for telephony and internet services to be affected, which creates an interesting opportunity within our investable universe.

During the month, holdings in Turkey and South Africa contributed the bulk of positive returns, which were offset by declines across our Egyptian and Omani holdings. Orascom Telecom, which reported strong operational results that were offset by FX losses in Algeria and Pakistan, adversely affected portfolio performance. In Oman, speculation that the government would increase the royalty paid by the telecom operators also hurt their respective share prices. In both cases, we see fundamental value in the companies and we have used the weakness to add to our positions.

It seems that markets are closing the year on an extremely weak footing, which is disappointing to traders but encouraging for investors. Given that we have a significant cash allocation, we will be using the weakness to buy quality assets at attractive prices. Medium to long term prospects are strong, with many stocks in our investable universe trading below intrinsic value. It will be a bumpy ride short term, but expect long term capital appreciation in the long run.



* Line Graph is as of November 2014.

EFG-Hermes Asset Management

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Objective

Long-term capital appreciation through investing in listed and unlisted equities and equity-related securities of telecommunications, media, entertainment, information technology, internet and e-commerce companies and related infrastructure companies established or operating in the Middle East and Africa.

Fund Performance

Returns	Telecom Fund
Month to Date*	-1.8%
Year to Date	1.2%
2013	17.3%
2012	13.5%
2011	-24.5%
2010	9.2%
2009	9.9%
2008	-33.1%
2007	32.5%
2006	4.0%
2005	60.6%

Returns	Telecom Fund
1 year	1.9%
3 year	19.9%
5 year	9.5%
Since Inception	213.6%

* MTD figures reflect performance between October 30, 2014 and November 30, 2014.

Fund Characteristics

No. of Holdings	13
Wtd. Market Cap	USD 7.3 billion
Dividend Yield*	4.2%
P/E Ratio 14	14.7

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

Fund Metrics*

Beta	0.3
Annualized Standard Deviation	13.3%
Annualized Information Ratio	20.9%

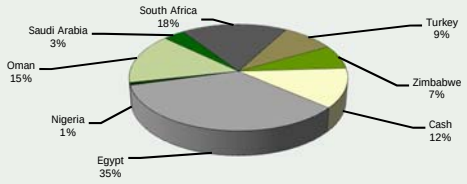
*Calculated vs. MSCI EMEA Telecom Index since Fund inception in April 2000

Top Five Equity Holdings

Holding	Country*	% of NAV
Global Telecom	Egypt	11.7%
Telecom Egypt	Egypt	8.7%
Turk cell Iletisim	Turkey	7.0%
Omani Qatari Telecom	Oman	6.7%
Econet Wireless Zimbabwe	Oman	5.8%

* Country assigned by primary listing

Allocation by Country



Fund Data

NAV per share	USD 31.36
No. of Share Certificates	618,614
Launch Date	April 2000
Management Fee	1.75%
Incentive Fee	15%
Benchmark	10% with a high watermark
Expense Ratio	3.6%
Minimum Subscription	USD 10,000
Subscription / Redemption	Monthly

Fund Identifiers

ISIN	BMG294021073
Bloomberg Ticker	EFGHTEL 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 Telecom Fund Limited 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 decide to sell your share.