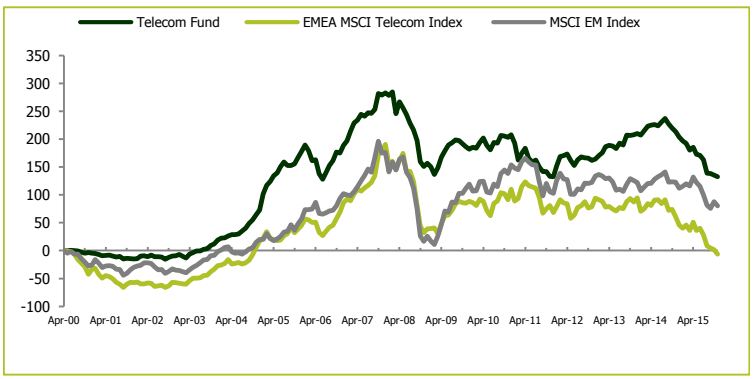
The EFG-Hermes Middle East & Africa Telecom Fund
November 2015

Fund Manager's Strategy & Outlook

The EFG-Hermes Telecom Fund lost 1.2% during the month to bring its YTD returns to -23.4%. This compares to an 8% and 35.6% decline for the MSCI EMEA Telecom Services index on a MTD and YTD basis, respectively. An ugly year got even less attractive as oil price weakness and a general emerging market malaise continued to pressure global and regional markets. Investor sentiment in our region – fragile as it is – has been battered by the precipitous decline in oil prices over the last 16 months. Most markets, and the telecom sector especially, are at 2 year lows. Our view continues to be that demand and industry fundamentals deserve a premium in this environment, but unfortunately the market thinks otherwise. We do not think this is sustainable, and some news flow during the month reaffirmed that belief.

In Kuwait, VIVA Telecom received a bid from Saudi Telecom Company (STC) to buy the rest of the shares it does not already own in the Kuwait operator. STC has a 26% stake in the company, and is seeking to capitalize on the attractive valuation the company trades at. It makes sense for STC, given that the cost of their license equals around KWD 1.900 per share, while the company trades at around one dinar today. Furthermore, the company is expecting to start paying dividends in the near future. We still await more clarity on the offer price, but are happy with the rally in the company's share price during the month. More encouraging is that someone is finally taking advantage of the depressed valuations on offer.

As we have reiterated throughout the year, opportunities are out there, but sentiment continues to override logic. In the short term, we fear this will persist, driven by a generally gloomy back drop. However, as the M&A announced this month shows, over the medium to long term value price efficiency cannot be suppressed. We await patiently and look forward to taking advantage.



* Line Graph is as of November 2015

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*	-1.2%
Year to Date	-23.4%
2014	-2.0%
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	-25.8%
3 year	-11.1%
5 year	-23.3%
Since Inception	132.6%

* MTD figures reflect performance between October 31, 2015 and November 30, 2015.

Fund Characteristics

No. of Holdings	6
Wtd. Market Cap	USD 22.9 billion
Dividend Yield*	2.5%
P/E Ratio 15	10.9p

*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	28.4%

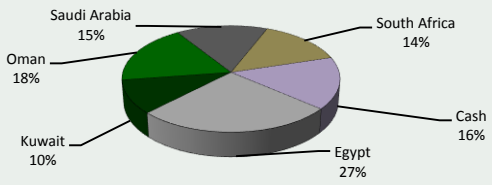
*Calculated vs. MSCI EMEA Telecom Index since Fund inception in April 2000

Top Five Equity Holdings

Holding	Country*	% of NAV
Telecom Egypt	Egypt	14.7%
Ooreedo Oman	Oman	12.9%
Saudi Telecom	Saudi Arabia	10.9%
MTN Group	South Africa	10.1%
VIVA Kuwait Telecom	Kuwait	7.3%

* Country assigned by primary listing

Allocation by Country



Fund Data

NAV per share	USD 23.26
No. of Share Certificates	610,412
Launch Date	April 2000
Management Fee	1.75%
Incentive Fee	15%
Benchmark	10% with a high watermark
Expense Ratio	2.4%
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.