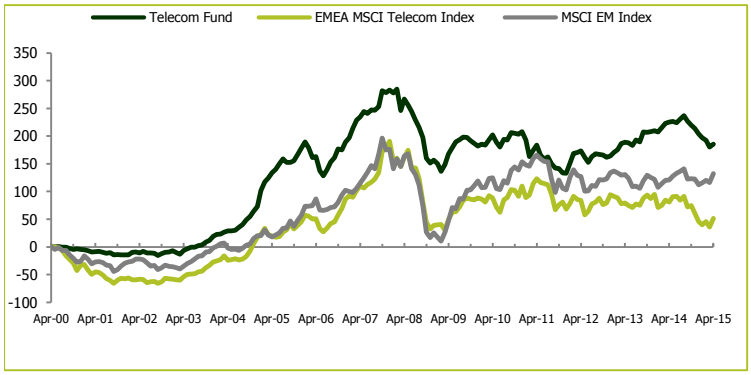
The EFG-Hermes Middle East & Africa Telecom Fund
April 2015

Fund Manager's Strategy & Outlook

The EFG-Hermes Telecom gained 1.9% during the month of April to improve its YTD returns to -6.0%. Markets enjoyed a brief respite as volatility noticeably decreased and adverse currency movements eased off a bit. Moreover, firmer oil prices improved investor sentiment in the Middle East and drove prices higher. In terms of the fund, we deployed our cash to rebalance the portfolio and added a new holding to the Fund.

During the month, we added Kuwait Telecom (VIVA) to our holdings. The company, a subsidiary of Saudi Telecom Company, was the 3rd entrant in the Kuwaiti market but has been able to capture significant market share. Its strategy of focusing on network optimization and improvement has allowed it to compete on the basis on the quality of its services. Furthermore, it has taken full advantage of the regulatory tailwinds with regards to the interconnect regime. Despite being up significantly for the year, it still trades at a nearly 20% discount to the regional sector. More importantly, we like the capital release story as the company will start paying dividends in the next 12 months. As mentioned in our previous notes, our focus will be on single country operators to mitigate currency risks to share prices and dividends.

While it was good to have a positive month after the difficult market conditions, we expect further volatility and remain cautious. Sentiment remains fragile and further currency volatility is expected. With the Greek saga continuing to make headlines, and as we enter the low volume/high volatility summer period, we proceed with diligent yet opportunistic caution.



* Line Graph is as of April 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*	1.9%
Year to Date	-6.0%
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	-12.1%
3 year	4.4%
5 year	-5.5%
Since Inception	185.6%

* MTD figures reflect performance between March 31, 2015 and April 30, 2015.

Fund Characteristics

No. of Holdings	9
Wtd. Market Cap	USD 17.2 billion
Dividend Yield*	4.8%
P/E Ratio 15	13.6

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

Fund Metrics*

Beta	0.3
Annualized Standard Deviation	13.2%
Annualized Information Ratio	21.0%

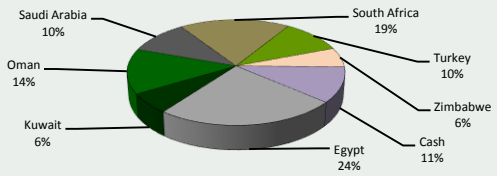
*Calculated vs. MSCI EMEA Telecom Index since Fund inception in April 2000

Top Five Equity Holdings

Holding	Country*	% of NAV
MTN Group	South Africa	14.3%
Omani Qatari Telecom	Oman	10.7%
Global Telecom	Egypt	8.8%
Turkcell	Turkey	8.1%
Saudi Telecom	South Africa	8.0%

* Country assigned by primary listing

Allocation by Country



Fund Data

NAV per share	USD 28.56
No. of Share Certificates	612,973
Launch Date	April 2000
Management Fee	1.75%
Incentive Fee	15%
Benchmark	10% with a high watermark
Expense Ratio	2.85%
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.