Aafaq Investment Funds

NBD MENA Fund

April 2007

% Return	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2005 MENA												0.59	0.59
2006 MENA	1.34	1.45	-7.26	-1.70	-14.92	-6.21	3.20	5.05	1.19	2.73	-3.97	1.47	-17.87
2007 MENA	-0.40	1.48	1.40	1.00									3.51

YTD Returns have been compounded on a monthly basis

Fund Performance

NAV/Unit (AED)	8.55
Month on Month	1.00%
Incep.(Nov. 2005)	-14.49%

Head of Asset Mgt
Farah Foustok

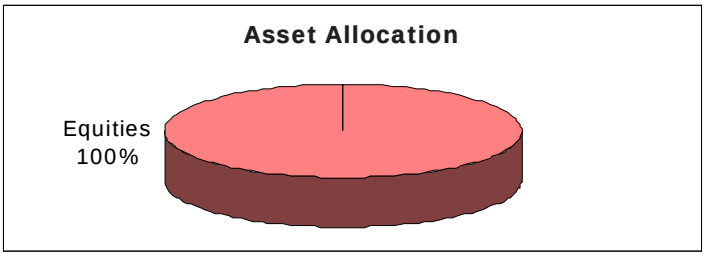
Fund Manager
Leslie Dharmasena

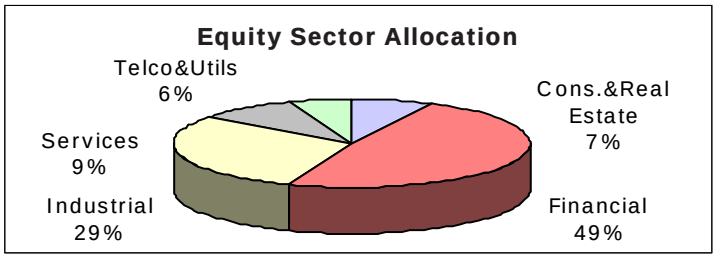
Management Team
Anita Shetty

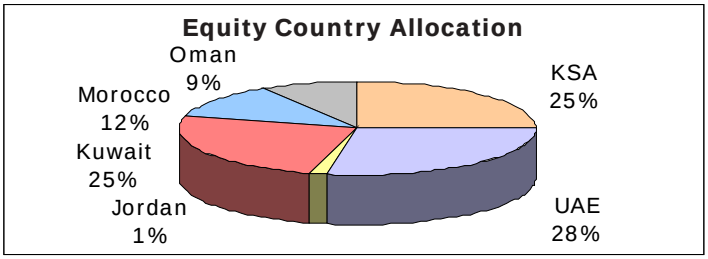
The NBD MENA Fund rose by 1.0% to close at an NAV of AED8.55 during April. The stronger performance is due to 28% exposure to the UAE market which rose by 3.8%, 25% to the Kuwaiti market which rose by 2.9%, 12% to the Morocco market which gained 7.2%. The KSA market, to which the fund had an allocation of 26%, however remained virtually flat, declining by 0.4% during the month. Meanwhile, we tactfully exited Turkey just ahead of the market correction at the end of the month, conscientiously lowering our allocation to 0% from 22% at month start.

The major gainers in our investment universe included Dubai Financial Market, Burgan Bank, CIH and Kuwait Financial Center which rose by 25.0%, 19.5%, 18.1% and 17.9% while Eastern Agriculture, Arabtec, Al Qassim Agriculture and Union Properties which lost 11.9%, 14.8%, 16.1% and 20.8% respectively.

Taking into consideration the renewed optimism in the market, we expect the GCC markets to trend upwards, however, characterized by a series of rallies and pullbacks. For the short term investor, this will provide strong trading opportunities. For bottom up and fundamental investors, we firmly believe that a carefully selected portfolio of stocks will provide superior investment returns in the medium to longer-term. Taking into consideration the political overhang in Turkey, we expect the Turkish market to remain skittish in the short term. In Egypt, we expect the Hermes Index to settle lower following a strong performance during the month.







Top Equity Holdings*

	(%)
Aabar Sukuk	5.25
CFG Morocco Fund	5.21
TAVHAVALIMANLA	4.44
Dubai Financial Market	4.41
Muscat Fund	3.76

** % of NAV*

Fund Details

Type of Fund	: Open Ended	Subscription Fee	: 1.00%
Fund Currency	: UAE Dirhams	Management Fee	: 2.00% (on non-cash assets)
Unit Price at Inception	: AED10	Performance Fee	: 10% of gains over the Hurdle Rate of 10%
Min. Initial Subscrip (AED)	: 100,000		
Min. Subsequent Subscrip (AED)	: 50,000	Redemption Fee	: 1.5% for Year 1
Dealing Day	: 1st Business Day of each month		: 1.0% for Year 2
Manager	: NBD	Bloomberg Code	: NBDMENA UH
		Zawya Code	: NBDMENA.MF

Investment Objective

The Fund seeks capital growth by investing in a portfolio of MENA equities and equity linked securities.

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