mashreq
Asset Management

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NAV at May 31, 2012: USD 4.72

Makaseb Emirates Equity Fund (MEEF)

Fund Description

Makaseb Emirates Equity Fund (MEEF) aims to achieve long term capital appreciation through investment primarily in shares listed on the UAE stock exchanges. The MEEF portfolio is constructed after careful evaluation of various factors including the liquidity of the stock, company fundamentals, profitability, and overall portfolio risk considerations.

Fund Managers Commentary

- Your fund lost 4.2% this month, outperforming S&P UAE Index by 3.9%. YTD return is 6.8% underperforming the benchmark by 1.1%.
- Exposure to Telecommunications and stock selection in Transportation has added performance.
- Overweight Position in Capital Goods and underweight position in Banks has underperformed this month.
- Exposure to Fixed Income along with tactical asset allocation has added performance.

Fund Returns

	MTD	YTD	1 Year	3 Years	SI
MEEF	-4.2%	6.8%	-8.4%	-28.4%	-52.8%
Benchmark*	-8.0%	7.9%	-9.8%	-11.3%	-47.9%

	2006	2007	2008	2009	2010	2011
MEEF	-42.4%	50.2%	-72.7%	12.3%	-3.8%	-13.5%
Benchmark*	-44.5%	43.3%	-68.9%	27.9%	-4.1%	-17.4%

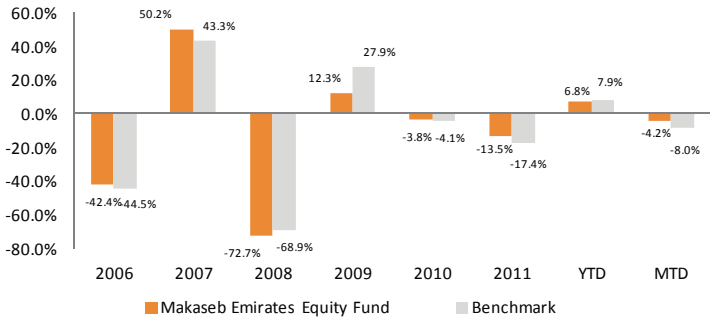
Top Holdings

National Bank of Abu Dhabi	9.9%
Abu Dhabi Islamic Bank	8.9%
Agthia Group	8.9%
Emirates Integrated Telecom	8.6%
Emaar Properties	8.3%

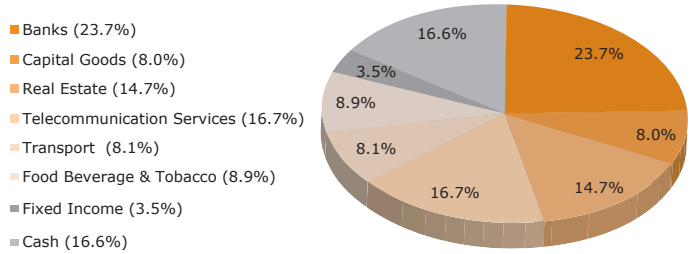
Risk/Return Profile Since Inception

	Fund	Benchmark		vs Benchmark
Excess Return	-4.9%		R Squared	77.0%
Beta	0.9		Information Ratio	(0.3)
Sharpe Ratio	(1.9)	(1.8)	Treynor Ratio	(0.6)
Skewness	0.1	(0.1)	Tracking Error	15.0%
Kurtosis	7.0	7.6	Correlation	0.9
SD	29.1%	29.3%		

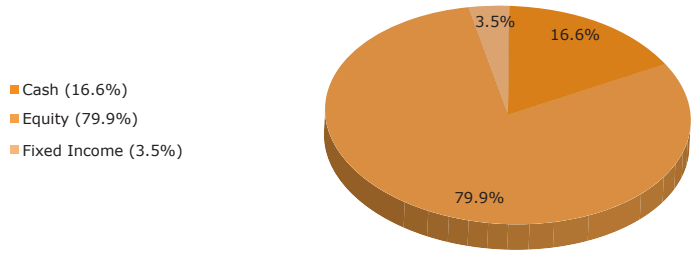
Performance (Chart)



Industry Allocation



Asset Allocation



Fund Details

Fund Type	Open Ended
Domicile	Bahrain
Inception Date	Feb 08, 2005
Currency	USD
Regulator	Central Bank of Bahrain
Investment Manager	Mashreq bank PSC
Net Asset Value	Each Business day
Subscription/ redemption	Each Business day**
Management Fee	1.5% p.a.

Performance Fee	"Up to 10% of the appreciation in the Net Asset Value (NAV) of the fund which exceeds 10% p.a. during a calendar year"
Auditor	Deloitte & Touche
Registrar	KeyPoint Consulting W.L.L, Bahrain
Administrator & Custodian	HSBC Middle East
Bloomberg Ticker	MAKEEFD BI
Zawya Code	MAKEMRE.MF

* MSCI UAE Domestic Index was the funds benchmark until Sep 29, 2010. Since Sep. 30, 2010 the S&P UAE Composite Index is the benchmark

** 2 business days notice

SI: Since Inception, SD: Standard Deviation, MTD: Month to Date, YTD: Year to Date

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