MAKASEB EMIRATES EQUITY FUND

Fact Sheet for March 2008

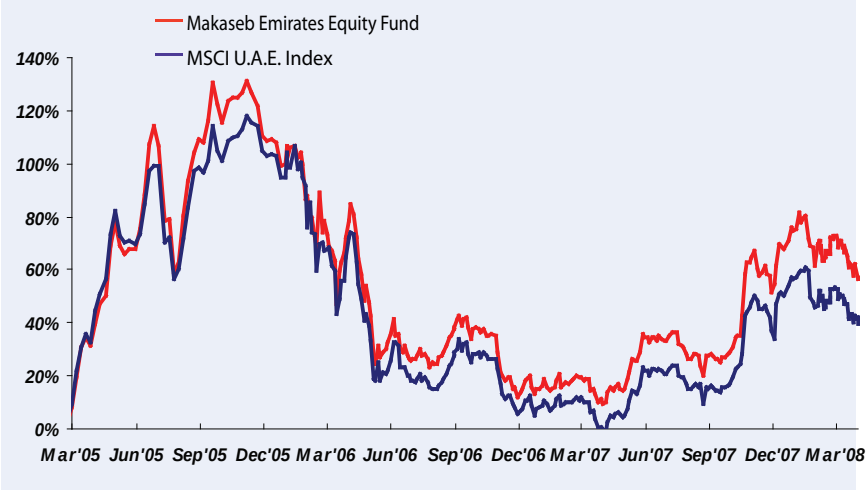
Investment Objective

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 Information

Fund type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Each Business Day
Investment Manager	Mashreqbank psc
Share Registrar	KeyPoint Consulting W.L.L., Bahrain
Administrator	HSBC Middle East
Custodian	HSBC Middle East
Auditor	Deloitte & Touche
Primary listing	Bahrain Stock Exchange
Subscription	Each Busniess Day
Redemption	Each Busniess Day
Management fee	1.5% p.a.

Performance Chart since inception

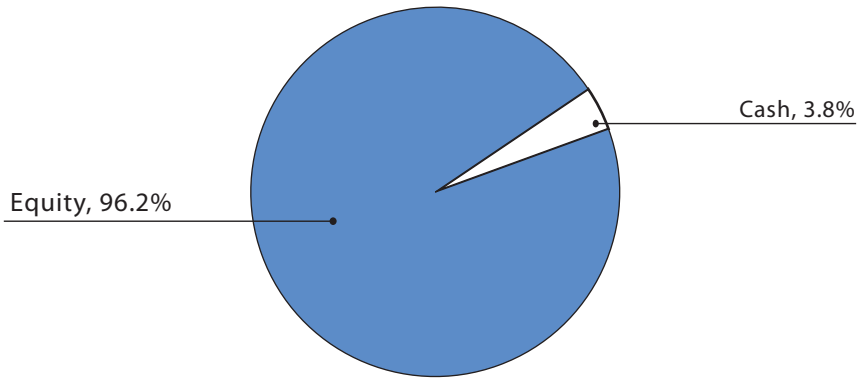


Perfomance Summary

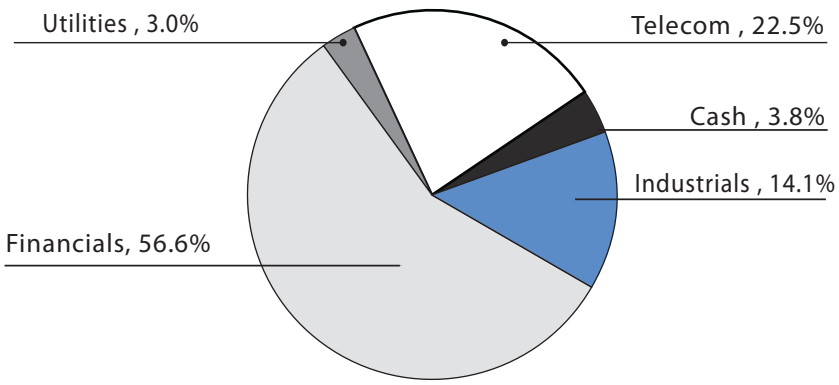
	MEEF	MSCI UAE Index
NAV (March 31,2008)	US$15.73	
Since inception (Feb 08, 2005)	57.3%	39.5%
YTD-2008	-9.1%	-9.9%
March 2008	-8.9%	-8.7%
Year 2007	50.2%	43.2%
Year 2006	-42.3%	-44.5%
Year 2005	99.9%	94.7%
No. of Holdings	14	34
Max. Monthly Gain	31.4%	31.0%
Max Monthly Loss	-25.7%	-21.4%
Beta	0.9	
R-Sq	71.0%	
Standard Deviation (Since Inception)	30.4%	29.4%
Sharp Ratio	1.7	1.1
Treynor Ratio	0.6	
Information Ratio	1.1	

STANDARD &POOR'S A FUND MANAGEMENT RATING

Asset Allocation



Sector Allocation



MAKASEB EMIRATES EQUITY FUND

Fact Sheet for March 2008 Contd.

Top 5 Holdings

Stock	Weight
Emirates Telecom Com	22.5%
Emaar Properties	21.4%
Dubai Islamic Bank	10.6%
Emirates NBD	7.1%
Dubai Financial Market PJSC	6.5%

Fund Codes:

WKN: A0J3RM
ISIN: BH000A0J3RM7
BLOOMBERG CODE: MAKEEFD BI
ZAWYA CODE: MAKEMRE.MF

Investment Manager & Sponsor:
Mashreqbank psc, Al Ghurair City,
7th Floor, P.O. Box 1250, Dubai, U.A.E.
Tel +9714 2078461

Registered Office:
14th Floor, City Gardens, P.O. Box 140, Manama,
Bahrain. Tel + 97317 535455

Fund Manager's Commentary

UAE Equity markets were weak in the month of March in terms of performance and activity. Trading value in both Abu Dhabi Securities Market and Dubai Financial Market has declined sharply by 35% and 45% respectively as investors seemed to be cautious waiting the first quarter results. Profit booking seemed to be one of the major reasons for this month's decline as both markets raked up major gains last month. The selling of was across the board and resulted in sharp losses in DFM of 10.2% compared to 5.4% in ADSM.

In the DFM market Losses in heavyweight stocks like Emaar, DIB, and ENBD which lost 12%, 13.3% and 7.9% respectively dragged the DFM index down very sharply. On the other hand the most liquid stocks like Air Arabia, and DFM psjc ended the month in a negative territory and significantly went down by 13.5% and 18.7% respectively.
In Abu Dhabi market energy stocks were the worst performers as both Aabar and Taqa lost 31.2% and 15.5% meanwhile Abu Dhabi banks except for FGB stood solid on the face of the profit taking wave and showed strong relative performance to index.

Your fund lost 9% compared to losses of MSCI UAE index of 8.7%, where the slight underperformance came from our overweight Emaar, Etisalat and DFM psjc.

The negative price action in March has taken the UAE equity markets to attractive valuation multiples territory which we believe will combined with strong first quarter results to the lift the markets up in the short term. In the medium to long run UAE economy is expected to exhibit resilience in the face of slowdown in advanced world and is expected to continue witnessing the recent trend of high economic growth.

March 06, 2008

For more information, please contact: Moomal Punjabi (+971 4 207 8396) www.makaseb.com email: contact@makaseb.com

Disclaimer: Performance data quoted represents past performance: past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted.