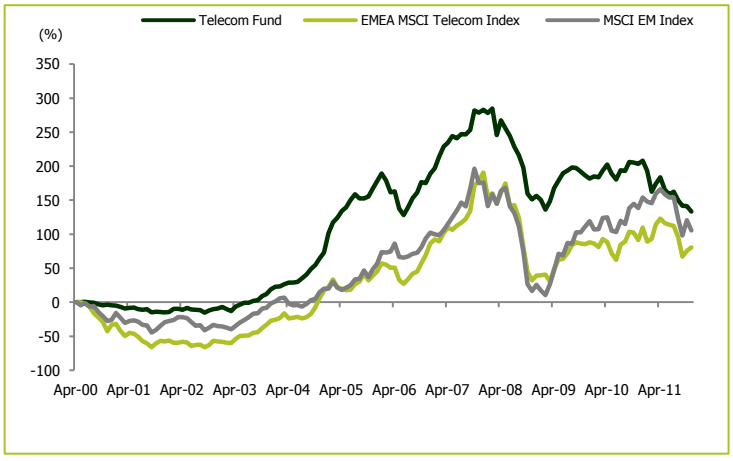
The EFG-Hermes Middle East & Africa Telecom Fund
November 2011

Fund Manager's Strategy & Outlook

The EFG Hermes Telecom Fund declined 3.4% during November as global markets retreated once again in the face of simmering European debt fears and ongoing geo-political shocks in the Middle East region. As the European Union struggles to find a sufficient solution to the rapidly deteriorating sovereign debt situation, markets gave back most of October's gains as investors chose to book profits. Coupled with ongoing political strife in Egypt and Syria, the investment terrain continued to be a tricky one to traverse, even for the relatively defensive telecom sector.

During the month, performance was adversely affected by the ongoing events in Egypt and their influence on the fund's largest holding, Orascom Telecom. As 40 people were killed in renewed clashes in Tahrir square, the entire Egyptian market retreated as fears of further unrest overrided any attractive valuations. Despite the ongoing volatility and heightened risk, the fund manager views the value proposition in OT significant enough to warrant the increased risk. Talks between Vimplecom, OT's largest shareholder, and the Algerian government are progressing and a solution is imminent. With the market currently valuing that operation at USD 1.3 BN (1.3x EBITDA), the upside on offer will be significant and will provide a fillip for the fund's investors.

As we enter the final month of what has been a tumultuous year, the fund manager continues to hold an extremely bullish medium term view as we focus on long term value creation and try not focus on short term events that are exogenous in nature. The deep pockets of value present in the fund, particularly in Egypt, Saudi Arabia and Kenya, support our conviction in the structural strength of our investable universe and our ability to extract value for our investors.



* Line Graph is as of November 2011.

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*	-3.4%
Year to Date	-24.2%
2010	9.2%
2009	9.9%
2008	-33.1%
2007	32.5%
2006	4.0%
2005	60.6%

Returns	Telecom Fund
1 year	-23.1%
3 year	-7.1%
5 year	-15.2%
Since Inception	133.3%

* MTD figures reflect performance between October 31st, 2011 and November 30th, 2011.

Fund Characteristics

No. of Holdings	9
Wtd. Market Cap	USD 7.1 billion
Dividend Yield*	4.0%
P/E Ratio 10	9.6x

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

Fund Metrics*

Beta	0.3
Annualized Standard Deviation	14.1%
Annualized Information Ratio	10.5%

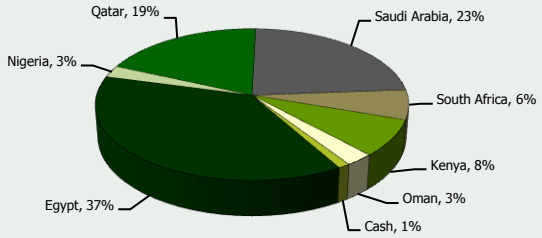
*Calculated vs. MSCI EMEA Telecom Index since Fund inception in April 2000

Top Five Equity Holdings

Holding	Country*	% of NAV
Etihad Etisalat	Saudi Arabia	18.5%
Orascom Telecom	Egypt	17.4%
Qatar Telecom	Qatar	14.8%
Telecom Egypt	Egypt	7.4%
Access Kenya	Kenya	6.1%

* Country assigned by primary listing

Allocation by Country



Fund Data

NAV per share	USD 23.33
No. of Share Certificates	680,182
Launch Date	April 2000
Management Fee	1.75%
Incentive Fee	15%
Benchmark	10% with a high watermark
Expense Ratio	2.5%
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.