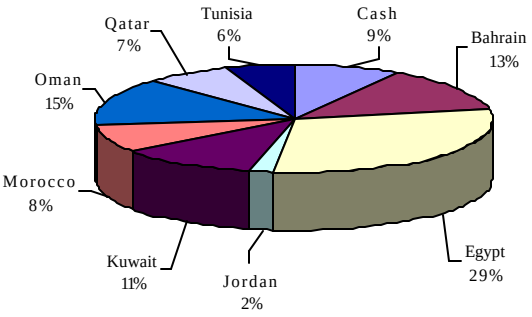
The EFG-Hermes Middle East and Developing Africa Fund Limited

13 December 2004 *Covering November 2004*

The MEDA Fund continued to gain ground in October, adding a further 3.4% to reach $13.53, supported primarily by gains in the Qatari market (QTel) and a recovery in the Moroccan market. Here, our building materials holdings Sonasid and Lafarge Morocco each increased by more than 10% while BCP inched ahead only by 3%. We started to book some profits in the Egyptian market, with the intention of shifting exposure to the Kuwaiti market. We have reduced our holding in Eastern Tobacco, which paused after a recent sharp rally. In Kuwait, we have added to our holdings in Commercial Facilities and Burgan Bank as we believe they are undervalued and have underperformed during the recent rise in the Kuwaiti market.
Also among the best performers during this month was MTC, the mobile company, which jumped more than 10% after it posted impressive 3Q04 consolidated results. All the other markets covered by the fund closed virtually unchanged..

Top 10 Holdings	% Net Assets
OCI	8.6%
OT	7.8%
Qtel	6.9%
Eastern	5.6%
Bank Muscat	5.5%
Alliance Housing Bank	5.2%
Burgan Bank	4.5%
Bahrain Commercial Facilities	4.0%
Vodafone	3.7%
National Bank of Bahrain	3.4%

Asset Allocation by Country



BACKGROUND:

The EFG-Hermes Middle East and Developing Africa Fund Limited is an investment company incorporated in Bermuda for the purpose of providing Shareholders with the opportunity of investing indirectly in the Middle East and Developing Africa.
EFG-Hermes Financial Management (Egypt) Limited (HFM), a wholly owned subsidiary of EFG Hermes Holding Company, is the investment manager. Tethys Advisors Ltd acts as investment advisor to HFM.

ADMINISTRATION, SECRETARY AND REGISTRAR:

MQ Services Limited
Chancery Hall, 52 Reid Street, Hamilton, HM12, Bermuda.
Tel: 1441-295-9294 Fax: 1441-292-8899

SEDOL Code:

0-675-970

Bloomberg Ticker: EFGMEAF BH

THE FOLLOWING MAKE A MARKET IN THE FUND'S SHARES:

UBS Warburg / Mr. David Bliff	Tel: 44-207-568-4587	**REUTERS PAGE :** WDRIFMEA1
Jefferies International Limited / Mr. Norman C. Crighton	Tel: 44-207-618-3620	**REUTERS PAGE :** JEF03
LCF Rothschild Securities/ Ms. Claire Heathfield	Tel: 44-207-845-5960	**REUTERS PAGE :** EDRG
JP Morgan / Mr. Richard Crawford / Simon Ronan	Tel: 44-207-742-8463/8497	**REUTERS PAGE :** RSJA55
ABN-AMRO/ Mr. Andrew Cade	Tel: 44-207-678-5413	**REUTERS PAGE :** ABNFUND15

Shares can be redeemed on a quarterly basis and subscribed for on a monthly basis from June 2000. The subscription price is the last published NAV for the month plus a front-end charge of up to 2%. The redemption price is the last published NAV for the month less a charge of up to 4%. During the life of the fund redemption charges ranged between 0 and 2% and are a function of the liquidity of the portfolio at time of redemption. Redemption requests have to be submitted to MQ Services 14 working days before month end. Subscription requests have to be submitted to MQ Services 7 working days before month end.

FACT FILE:

First launched: August 1999
Fund restructured to MENA Fund in 2002

NAV as of end of November 2004 US$ 13.53

The company distributed dividends of:
US$ 0.19 per share as of 30 November 2000
US$ 0.21 per share as of 17 December 2002

ENQUIRIES:

EFG-Hermes Asset Management

Tristan Clube- Investment Advisor
Tel: 44-131-6237800 Fax:44-131-6237804
e-mail: tclube@wwmail.co.uk

Karim Nehma - Portfolio Manager
Tel: 202-3318217 Fax: 202-3365589
e-mail: knehma@efg-hermes.com

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 Middle East and Developing Africa 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.