Monthly Fact Sheet *September 29, 2008*

AL MAL CAPITAL PSC

Bloomberg Code: MALUAEQ UH
Zawya Code: MALEQTY.MF
Currency: AED

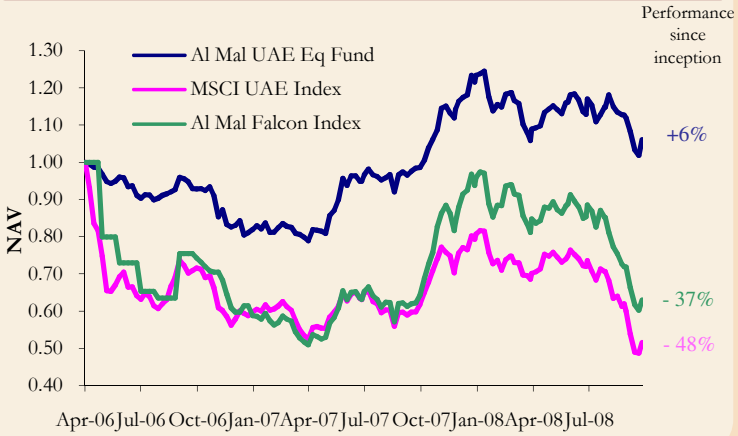
AL MAL UAE EQUITY FUND

NAV 1.061001 YTD -12.75%

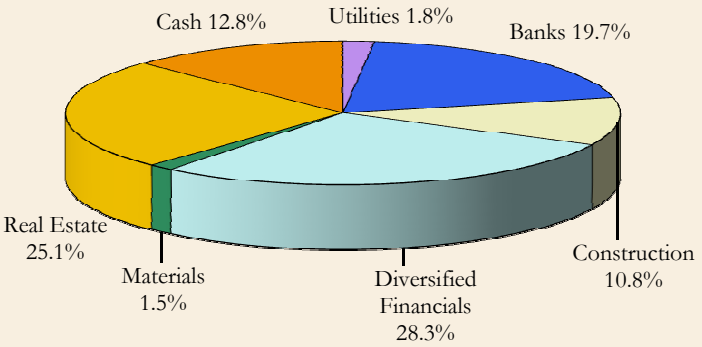
Fund Objective

The Al Mal UAE Equity Fund's objective is to achieve medium to long-term capital growth by investing primarily in equities listed on the Abu Dhabi Securities Market (ADSM) and Dubai Financial Market (DFM).

Fund Performance



Fund Allocation by Sector



Performance Track Record

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2006													
Al Mal UAE Fund				-2.7%	-1.3%	-5.4%	-0.6%	3.0%	0.1%	-0.5%	- 9.9%	-3.2%	-19.1%
MSCI UAE Index				-15.9%	-12.6%	-9.2%	-2.1%	13.9%	0.2%	-3.7%	-15.9%	3.7%	-37.4%
FALCON Index				-20.1%	-8.8%	-10.5%	-2.7%	10.6%	1.9%	-1.6%	-15.2%	-1.7%	-41.3%
2007													
Al Mal UAE Fund	0.4%	2.0%	-3.4%	1.4%	18.6%	-1.3%	0.7%	1.3%	2.1%	10.0%	5.2%	6.4%	50.4%
MSCI UAE Index	2.1%	1.6%	-13.1%	3.8%	16.7%	-2.2%	-4.2%	-1.3%	0.4%	23.5%	-2.1%	9.5%	34.5%
FALCON Index	-2.4%	0.8%	-10.5%	1.6%	24.4%	-3.3%	-1.9%	0.6%	1.2%	31.1%	1.4%	11.8%	59.7%
2008													
Al Mal UAE Fund	-6.0%	3.9%	-10.9%	8.1%	1.6%	-2.9%	1.7%	-1.8%	-5.8%				-12.8%
MSCI UAE Index	-8.4%	2.9%	-8.3%	9.1%	-0.1%	-3.6%	-1.9%	-13.3%	-15.9%				-35.0%
FALCON Index	-8.6%	9.5%	-13.7%	8.1%	1.2%	-3.9%	-0.7%	-15.5%	-12.4%				-32.8%

Manager's Comments

Against a backdrop of negative events, primarily unfolding due to excessive lending, poor quality credit oversight and irrational exuberance in the US and elsewhere, there is a lack of clarity as to the extent that these events could spill over into the real economies in the UAE and broader regional space, given the obvious differences. However, as in the short term contagion impacts all nearly equally, equity markets have been reflecting unprecedented risk premia, down over 15% for the month, and dramatically wider spreads on high quality sovereign and quasi-government debt issuances suggest a total investor aversion to risk.

It is unclear going forward as to what real impact will be felt from a long term perspective, on local economies and the infrastructure and growth buildout taking place. In the short term, all local parties, and particularly financial institutions and real estate developers, will find it difficult to finance many intended activities. The longer this situation prevails, the more this will play to the strength and deeper pockets of larger and state-backed institutions, developers and associated players, who will be able to draw on these relationships for less expensive sources of funding. Clearly for the moment, the freezing of global credit markets is going to lead to a reduction in growth forecasts globally, but the real question locally is the impact felt on prevailing property prices.

Toward the middle to end of October we should begin to have a better idea as to the extent of the problems in the global economy, and clear up any incorrect assumptions about what is happening closer to home. Our inclination is that this is an overreaction and genuine bargains, companies trading at very attractive levels from a long term perspective, are likely to present themselves in this process. Buy and hold investors for a 2-3 year period could be handsomely rewarded coming out the other side of this turmoil.

Fund Information

Fund Manager	Al Mal Capital PSC
Fund Advisor	Adel Al Hosani
Launch Date	April 5, 2006
Domicile	UAE
Auditor	KPMG
Currency	UAE Dirham (AED)
Subscription	Twice Monthly
Minimum Investment	AED 1,000,000
Management Fee	1.5%
NAV Calculation	Weekly and Monthend
NAV Publication	www.almalcapital.com Arabic: Al Khaleej
Redemption	Monthly, 15 days' notice

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