The EFG-Hermes Middle East and Developing Africa (MEDA) Fund

April 30, 2007

EFG - Hermes

ASSET MANAGEMENT FACT SHEET

Fund Manager's Strategy & Outlook

The MEDA Fund continued to gain ground during the month, bringing its year to date gain to 8%. The NAV per share currently stands at USD 25.98

Our equity exposure has increased during the month. We have added to our holdings in Qatar, specifically in the real estate sector which is a beneficiary of a booming economy. In the financial sector, we continue to build positions as we are becoming increasingly bullish on the sector's outlook.

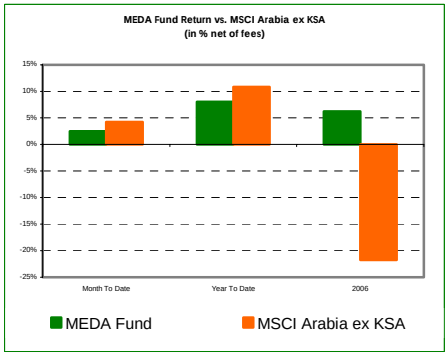
In Oman, we have identified selective mid cap stocks where we see substantial upside going forward. Furthermore, a small position has been initiated in Saudi Arabia, as the market has become reasonably priced following a severe correction which has taken the market down 65% from peak to date.

In the UAE we continued to be active in taking profits and closing positions that we believe have reached fair value. Moreover, we have focused on companies which are expected to benefit from the regional M&A frenzy by building certain positions in the financial sector where we see the potential for synergies in the future.

In Kuwait we locked profits in selective positions which we perceived as having reached fair value. Potential mergers and acquisitions within the small to mid cap banks have also presented compelling opportunities. We have increased positions in these areas to benefit from the compelling dynamics.

We maintained our relatively high exposure in the Egyptian market, but rotated from the building materials sector to the more attractive financial services and real estate sectors early in the month. The market witnessed increased interest in these sectors, as the government plans to auction land in Cairo for a price that is expected to be higher than originaly anticipated. This announcment should rerate real estate prices. On another note, the increased talk of M&A activity continued to drive the rally in the financial sector.

The Fund remains bullish on the outlook for the MENA markets, as the valuations have now become attractive and the economic fundamentals are exceptionally sound, especially in the GCC. The Investment manager believes that a favorable risk reward scenario currently exists from being overweight the GCC markets.



Objective

Long term capital appreciation through investing in listed Middle East and North African equities and equity-related securities.

Fund Performance

Returns	MEDA Fund	MSCI Arabia excl- KSA	Difference
Month to Date	2.44%	4.22%	-1.78%
Year to Date	8.02%	10.82%	-2.79
2006	6.18%	-21.73%	27.91%
2005	60.87%	NA*	NA*
2004	52.71%	NA*	NA*

Fund Information

NAV per share	USD 25.98
No of share certificates	3,688,674
Launch Date	July 2, 1999
Listing	Dubai Financial Market
Structure	Open Ended
Management fee	1.4%
Incentive fee	15% over 10%
Expense ratio	1.73%
Minimum Subscription	USD 10,000
Subscription/Redemption	Monthly
ISIN	BMG294041030
Sedol	0-675-970
Reuters Code	EDRG
Bloomberg Ticker	EFGMEAF BH

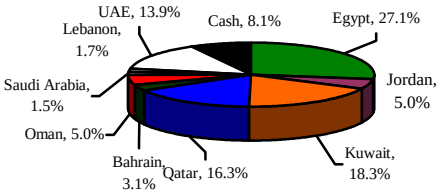
Fund Characteristics

No. of Holdings	40
Wtd. Market Cap.(mm)	USD4,898
P/E Ratio 07	11.24x
Beta	0.75
Sharpe Ratio	1.93
Tracking Error	6.87%

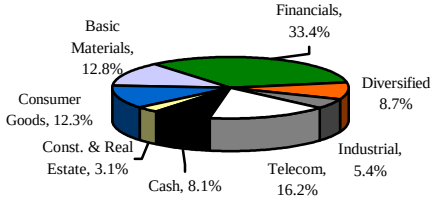
Top Holdings

Holding	Country	% of NAV
Orascom Telecom	Egypt	6.58%
KIPCO	Kuwait	4.24%
MTC	Kuwait	4.22%
Qatar Industries	Qatar	4.09%
CIB	Egypt	4.04%

Allocation By Country



Allocation By Economic Sector



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