

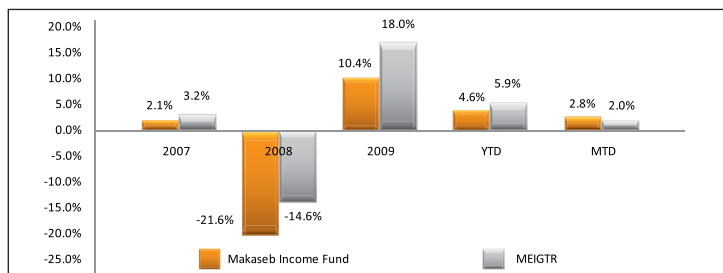
## Makaseb Income Fund (MIF)

NAV as at June 29, 2010 : USD: 9.36

### Fund Description

Makaseb Income Fund (MIF) primarily seeks to provide current income along with the stability of capital. Fund's secondary objective is to seek income growth over the long term. The Fund aims to achieve its investment objective by investing in a diversified portfolio of fixed and floating rate investments originating from countries in the GCC, MENA, South Asia and other emerging economies.

### Performance Chart



### Fund Returns

	MTD	YTD	1 YEAR	3 YEAR	Since Inception
Makaseb Income Fund	2.8%	4.6%	15.60%		
MEIGTR	2.0%	5.9%	13.34%		
	2005	2006	2007	2008	2009
Makaseb Income Fund			2.1%	-21.6%	10.4%
MEIGTR			3.2%	-14.6%	18.0%

Inception Date: November 2005

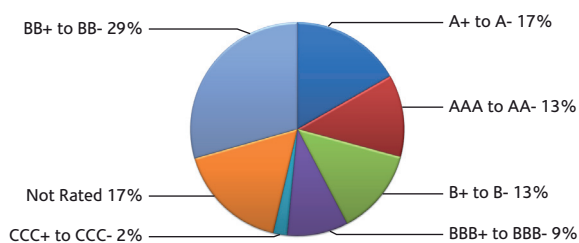
\*MEIGTR Index: HSBC/ NASDAQ Dubai Middle East Investment Grade Sukuk/ Bond Index

### Fund Managers Commentary

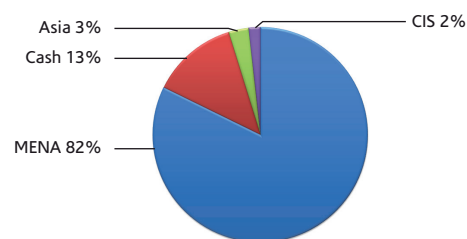
The Makaseb Income Fund (MIF) was up 2.80% in June as regional names gained some stability this month. Meanwhile, the regional benchmark was up 1.96% over the same period.

As part of the fund's strategy to invest closer to home, MIF is currently 82.27% invested in MENA and only 3.03% in Asia. Although we do not expect many new issuances over the Summer season, a few high quality issuances are expected because of which the fund has freed up some cash. Going forward, MIF will selectively participate in the primary market in quality names with decent upside.

### Ratings Breakdown



### Regional Allocation



### Top Holdings

Dar Al-Arkan Real Estate	8.98%
Qatar Telecom	7.74%
Dp World	7.22%
Commercial Bank of Qatar	7.13%
State Of Qatar	7.11%

### Fund Statistics

Coupon	6.50
BLP Rating	BBB-
Maturity	9.57
Yield	8.06
Modified Duration	5.46

### Executive Summary

Fund Type	Open Ended
Domicile	Bahrain
Currency	USD
Regulator	Central Bank of Bahrain
Investment Manager	Mashreq Capital
Net Asset Value	Weekly

Subscription/ redemption	Weekly
Management Fee	0.75% p.a.
Auditor	Deloitte & Touche
Registrar, Administrator & Custodian	HSBC Middle East
Bloomberg Ticker	MAKAINC BI
Zawya Code	MAKINCM.MF

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