

## Fact Sheet for April 2008

### Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Central Bank of Bahrain
Net Asset Value	Every Tuesday
Subscription	Every Wednesday
Redemption	Every Wednesday
Management Fee	1.25% p.a.*
Investment Manager	Mashreqbank psc
Share Registrar	Deloitte & Touche
Administrator	HSBC Middle East
Custodian	HSBC Middle East
Auditor	Deloitte & Touche
Listing	Bahrain Stock Exchange

\* Management fee is reduced from 1.25 % to 0.75% effective from 1st August, 2007.

### Performance Summary

NAV (March 25s, 2008)	USD 10.16
1 Month	0.08%
3 Months	-0.92%
YTD	-1.04%
Since Inception (March 29, 2006)	1.77%

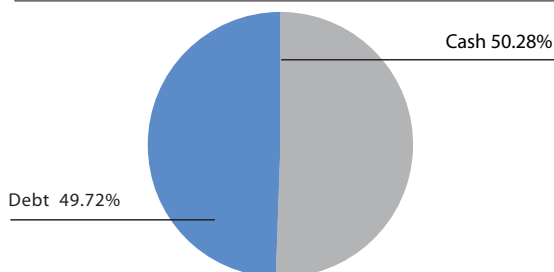
### Top 3 Holdings

Security	Maturity	% Holding
Nakheel	16-Jan-11	16.02%
Nutritek	17-Apr-09	6.8%
DIFC Sukuk	13-Jun-12	4.72%

### Income Summary

YTM	4.7181%
3 month USD Libor (Average)	2.85%
Modified Duration	0.85

### Portfolio Composition



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Investment Manager & Sponsor:  
Mashreqbank psc, Al Ghurair City,  
3rd Floor, P.O. Box 1250, Dubai, U.A.E.  
Tel +9714 2078461

Registered Office:  
14th Floor, City Gardens, P.O. Box 140, Manama,  
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Website www.makaseb.com

WKN: A0J3RR

ISIN: BH000A0J3RR6

BLOOMBERG CODE: MAKAINC BI

ZAWYA CODE: MAKINCM.MF

### Investment Philosophy

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.

### Investment Guidelines

(a) Investment in a single GCC country capped at 50% (b) Investment in a single country in MENA/South Asia capped at 50% (c) Total investment in other emerging economies capped at 20% (d) Investment in instruments issued by a single issuer capped at 20% (e) Investment in sub investment grade instruments capped at 75% (f) Investment in non rated instruments capped at 25%.

### Overview and Outlook

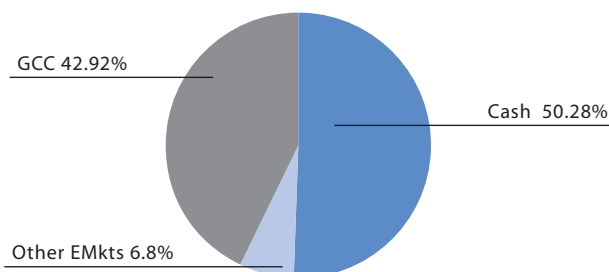
Despite the continued volatility in credit markets, this month we are pleased to announce a significant investment in our fund. This signals a big vote of confidence in our investment team and the processes we employ.

Over the past month we have seen some stability return to credit markets, as it does seem apparent that we are over the worst of the so called 'first phase'. The second phase, which has yet to be played out will draw heavily upon our extensive credit analysis, as defaults begin to appear on the radar.

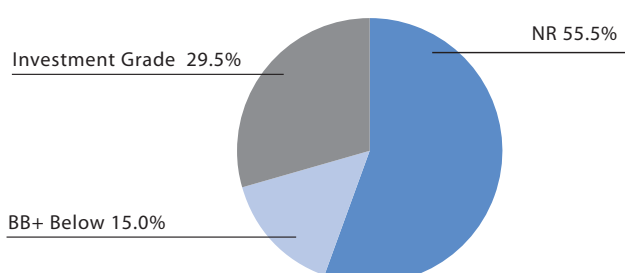
The fund in April returned 0.08%. We believe our performance this month is in part due to the large cash drag on the portfolio, and the fact that we are in the early stages of deploying the new fund. Once again we are confident that we have positioned the fund so as to try and minimize market volatility and to take advantage of a possible upturn in credit markets in the second half of 2008.

Issued on 15 May, 2008

### Regional Composition



### Portfolio Rating Profile



*Disclaimer: Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted.*