

Fact Sheet for November 2006

Executive Summary

Fund Type	Open-End Fund
Domicile	Bahrain
Currency	US Dollar
Regulator	Bahrain Monetary Agency
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

Performance Summary

NAV (November 28, 2006)	USD 10.04
1 Month	0.75%
3 Months	1.54%
6 Months	0.42%
Since Inception (March 29, 2006)	0.42%

Top 3 Holdings

Security	Maturity	% Holding
PCFC Sukuk	23-Jan-08	22.12%
Tabreed	20-Jul-11	21.75%
Kuwait Investment Projects	12-Apr-11	20.37%

Income Summary

YTM	6.40%
3 month USD Libor (Average)	5.37%
Weighted Average Tenor	4.53 Years

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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

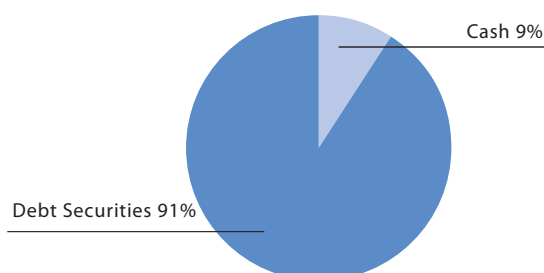
(a) Investment in a single GCC country capped at 50% (b) Investment in a single country in MENA/South Asia capped at 50% (c) Total investment in other emerging economies capped at 20% (d) Investment in instruments issued by a single issuer capped at 20% (e) Investment in sub investment grade instruments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

Overview and Outlook

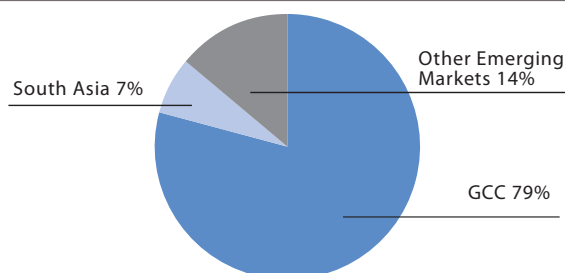
The Fund was up 75 bps in the month of November (9% annualized), its best performing month for the second month running. Fund performance in this month has been driven by the underlying performance of its holdings. The PCFC Sukuk continued its positive trend, and further returns were added from the solid performance of bonds in South Asia, the remaining Emerging Markets and bonds from the MENA region like Tabreed. The fund also benefited from a declining interest rate environment as the yield on the UST 10-Yr bond fell from a high of 4.71% in early November to 4.47% at the end of the month. We expect yields to remain range bound in the mid 4% range and we believe the fund's underlying investments will continue to show good performance into year end.

Issued on December 6, 2006

Portfolio Composition



Regional Composition



Portfolio Rating Profile

