

### Fund Manager's Strategy & Outlook

The Egypt Fund returns were flat for the month of November, declining 0.12% and bringing its year-to-date returns to 2.6%. The index on the other hand gained 1% on very thin volumes.

The market's second IPO for the year took center stage for part of the month; construction company Amer Group offered to the public and was 3.2x covered. The month of November saw a majority of 3Q result announcements, however with mixed reactions from analysts. On the banking front Commercial International Bank (CIB) reported negative earnings while National Societe General (NSGB) surprised on the upside. TMT giant Orascom Telecom (OT) reported overall positive operational and net profit numbers, while Orascom Construction Industries (OCI) results were more on the disappointing side, Palm Hills Developments reported above expectations results with strong off plan sales of EGP 1.8 billion due to strong demand on the second homes market, while Citadel Capital and Ezz Steel Rebars were in line with expectations.

OT did not leave investors without some handful announcements, continuing a months-long series of news. Beginning of the month the company announced that it might be seeking international arbitration to resolve the Djezzy hurdle, first time since the issue was brought to the public. Towards month end, and in addition to 3Q results, the company announced that it managed to divest 50% of its holdings in Tunisian bringing back some of the lost hope to investors and reaffirming its stance to previously announced exit plans.

On the economic front, stabilizing inflation and weakening economic growth were main drivers for the Monetary Policy Committee to leave interest rates unchanged for the 7th time this year and 9th consecutive time. Headline inflation remained stable for the third consecutive month in a row by the end of October 2010 standing at 11% as food prices fell for the first time this year.

The Investment Manager maintains a strong short-term view on the market with an eye on the political backdrop. Sharp movements will be used to trade the market's volatility which is expected to remain on the scene while shifting weights between sectors and companies.

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### Objective

The principal objective of the fund is long term capital appreciation through investing in Egyptian equity and equity-related securities.

### Fund Performance

Returns	Egypt Fund
Month to Date	-0.1%
Year to Date	2.6%
2009	12.8%
2008	-46.2%
2007	61.9%
2006	8.6%
2005	130.7%
2004	113.1%

### Fund Information

NAV per share	USD 40.00
Launch Date	August, 1996
Listing	Irish Stock Exchange
Structure	Open Ended
Management fee	1.75%
Minimum Subscription	USD 10,000
Subscription/Redemption	Monthly

### Fund Identifiers

ISIN	BMG2948Y1093
Sedol	0-306-504
Reuters Code	LCFR13, RSJA55, CLSA51, WDRIFMEA1, ABNFUNDS15
Bloomberg Ticker	EFGHEGY BH

### Fund Characteristics

No. of Holdings	21
Beta	1.03
Sharpe Ratio	0.28

### Top Holdings

Holding	Sector	% Holding
Orascom Construction Industries	Construction	19.2%
Orascom Telecom	TMT	13.0%
Telecom Egypt	TMT	9.1%

### Allocation By Economic Sector

