

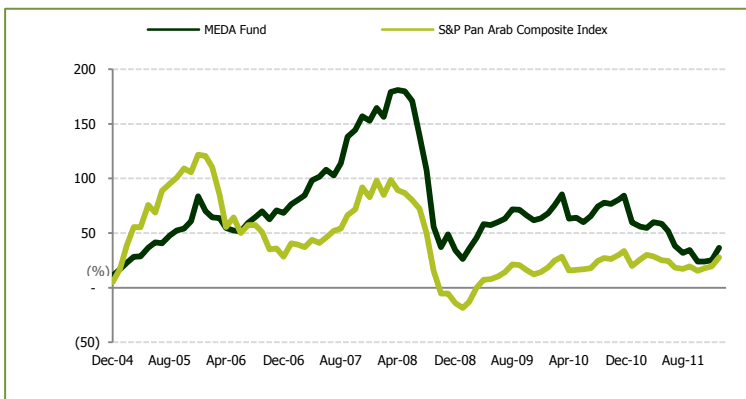
Fund Manager's Strategy & Outlook

The MENA markets maintained their strong performance in February, on the back of firm oil prices, an increase in risk appetite, and strong performance in global markets. All of the regional markets ended the month in positive territory with Dubai, Egypt, and Saudi Arabia leading the gains. The MEDA Fund had its best month since May 2009, gaining 9.2%.

The Saudi index hit a 41 month high while volumes hit a 49 month high coming in at USD 4.3bn, as oil prices rose by almost 11%. The economic outlook remains highly favorable in Saudi; bank lending in the kingdom to the private sector rose 11.7% in January, its fastest growth rate since May 2009, and up from 10.6% in December 2011. The latest GDP data reflects a move away from government and oil sector dominated expansion. The oil sector grew by 18% in Q4 2011, just slightly higher than the non-oil sector's 15% expansion, and both manufacturing and construction outperformed with growth of 24% Y-o-Y respectively. The recent trends in the banking sector along with the positive economic data suggest that stimulus plans are trickling through to the wider economy. Further stimulus approved by the government that commenced in January of this year is expected to positively affect the retail and consumer segments in 2012.

In Egypt, the political environment has improved, but policymaking and budget funding are key points that investors are focusing on. February foreign reserve data showed the smallest drop since the uprising, a fall of USD 0.6bn. The IMF agreement remains essential and may be accompanied by an austerity program furthermore, the currency remains vulnerable given the dwindling reserves. The Investment Manager has used the strength in the Egyptian market to sell down some of the Fund's holdings, while reallocating the proceeds to the Saudi market. We will continue to adopt a cautious stance on that market given the YTD gains registered so far.

We believe selectivity will remain a major factor in our approach to investing in the MENA region this year. Within the GCC, we remain positive on Saudi Arabia and Qatar, and we are gradually becoming more constructive on the UAE given the improving economic backdrop. An Iran related event will continue to be the major geopolitical risk for the GCC countries; however, we do not expect to see an escalation in tensions in the near term. For several countries in the MENA region, 2012 will be a crucial year for government policy as new governments and political transitions take shape. The Investment Manager continues to monitor regional politics very closely as that will likely play a large role in our country allocation throughout 2012.



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Objective

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

Fund Performance

	MEDA Fund Class A	S&P Pan Arab*	Difference
MTD**	9.2%	6.9%	2.3%
YTD	10.2%	8.4%	1.8%
2011	-31.4%	-9.4%	-22.0%
2010	11.7%	16.1%	-4.4%
2009	8.7%	18.4%	-9.7%
2008	-42.1%	-50.6%	8.5%
2007	50.5%	41.1%	9.4%

*Figures reflect performance since inception of S&P Pan Arab Composite Large/Mid Cap Net TR Index in Dec 2004
 **MTD figures reflect performance between January 30th, 2012 and February 27th, 2012

Fund Characteristics

No. of Holdings	31
Weighted Market Cap	USD 11.7 billion
Average Dividend Yield*	3.2%
P/E Ratio 2012	12.2x

*Figure reflects the weighted average yield of a dividend-bearing security in the portfolio

Fund Metrics*

Alpha	0.5%
Beta	0.7
Standard Deviation	5.9%
Information Ratio	0.0

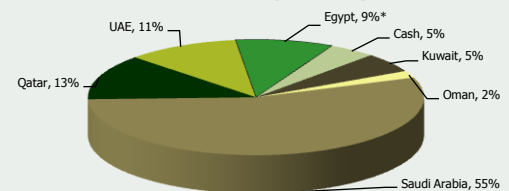
*Calculated vs. S&P Pan Arab Composite Large/Mid Cap Net TR USD since index inception in December 2004

Top Five Equity Holdings

Holding	Country	% of NAV*
Samba Financial Group	Saudi Arabia	5.8%
Etiihad Etisalat	Saudi Arabia	5.7%
First Gulf Bank	United Arab Emirates	5.4%
SABIC	Saudi Arabia	5.3%
Talaat Mustafa Group Holding	Egypt	5.0%

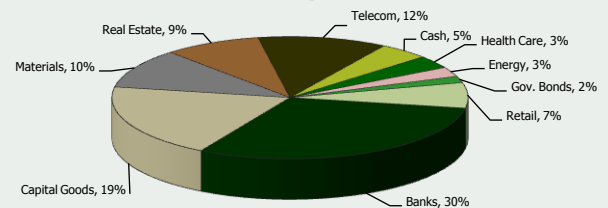
*Figures as of February 27th, 2012

Allocation By Country



*Includes Egypt Government Bond, 1.7%

Allocation By Sector



Fund Data

NAV per Share (Class A)	USD 19.23
Fund Size (USD)	USD 109 million
Launch Date	July 1999
Management Fee	1.4%
Incentive Fee	15% over 10%
Expense Ratio	2.0%
Minimum Subscription	USD 10,000
Subscription / Redemption	Weekly

Fund Identifiers

ISIN (Class A shares)	BMG294041030
Bloomberg Ticker	EFGMEAF BH