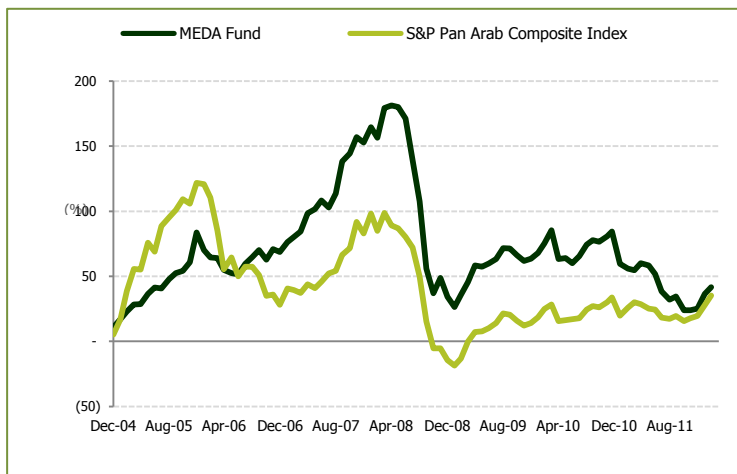


### Fund Manager's Strategy & Outlook

MENA markets put on a mixed performance during March. Saudi Arabia was the top performer, gaining 8% on the back of elevated oil prices and a more favorable growth outlook. Egypt was the worst performer, declining by 6%. Increased political tension between Egypt's military rulers and the Muslim Brotherhood continues to act as a major overhang for the political transition. We maintain our favorable view on GCC countries as elevated oil prices, higher global liquidity, and supportive fiscal policies will continue to support growth this year. Moreover, the geopolitical risk premium from the Iran standoff has declined recently as international negotiations create a window of opportunity for diplomacy.

We continue to reduce our holdings in the Egyptian market as the political uncertainty increases the risk premium in our view. The Investment Manager will continue to be selective and will monitor that market very closely as we believe that the situation in Egypt in the short term remains largely uncertain. Over the medium term, a transition to a civilian government will eventually lead to a gradual recovery.

In the GCC, the UAE seems to be recovering gradually, benefiting from its position as a safe haven from the Arab Spring. A robust external sector and a recovering real estate sector make us more constructive on the UAE, particularly Dubai- where diverted flows from the civil unrest are contributing positively to Dubai's economy as evident from the recent large pickup in tourism activity. Furthermore, Dubai's GRE continue to implement their restructuring efforts, confirming our view that a sustainable recovery is under way. Moreover, The Investment Manager maintains the Fund's current weight in the Saudi market. Government spending remains a strong driver for growth, liquidity is abundant, and the credit environment is becoming increasingly supportive.



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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**	3.7%	5.8%	-2.1%
YTD	14.3%	14.7%	-0.4%
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 February 27<sup>th</sup>, 2012 and March 26<sup>th</sup>, 2012

#### Fund Characteristics

No. of Holdings	29
Weighted Market Cap	USD 13.9 billion
Average Dividend Yield*	3.3%
P/E Ratio 2012	11.8x

\*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

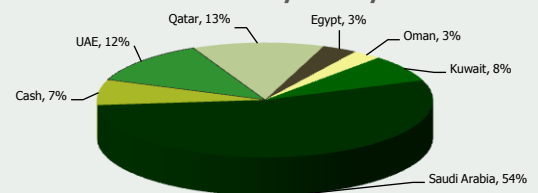
\*Calculated vs. S&P Pan Arab Composite Large/Mid Cap Net TR USD since index inception in December 2004

#### Top Five Equity Holdings

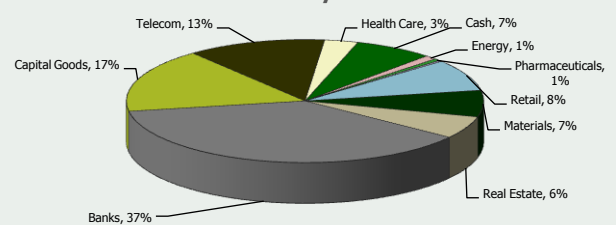
Holding	Country	% of NAV*
Rajhi Bank	Saudi Arabia	6.3%
Samba Financial Group	Saudi Arabia	6.3%
SABIC	Saudi Arabia	5.6%
First Gulf Bank	United Arab Emirates	5.3%
Bank Saudi Fransi	Saudi Arabia	5.2%

\*Figures as of February 27<sup>th</sup>, 2012

#### Allocation By Country



#### Allocation By Sector



#### Fund Data

NAV per Share (Class A)	USD 19.95
Fund Size (USD)	USD 108 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