

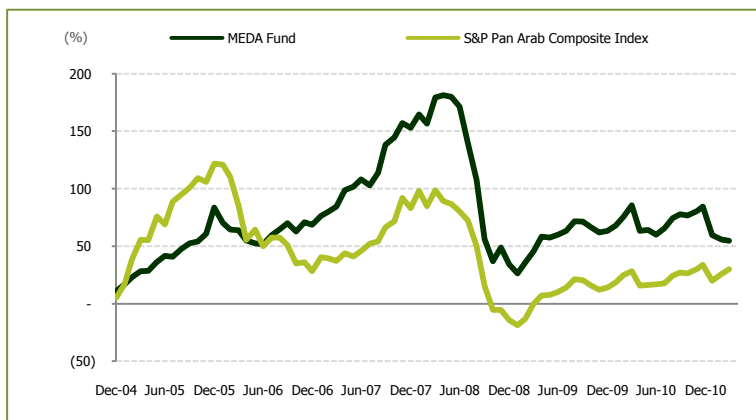
Fund Manager's Strategy & Outlook

GCC markets continued to rebound in April while MENA markets in North Africa and the Levant lost ground. The Dubai Financial Market gained 5% followed by Kuwait and Abu Dhabi which rose 3.6% and 3.4%, respectively. The Egyptian bourse continued to be the worst-performing losing 8.4% along with Tunisia which shed 2.7% over the period. Investor sentiment and performance continued to be driven largely by political developments in the region, as well as the release of corporate earnings.

The UAE markets were strong outperformers in April largely due to investor perception of the country as a safe haven amid regional political unrest. Furthermore, impending implementation of DvP on both the Dubai and Abu Dhabi bourses boosted investor confidence as this development is an important pre-requisite for UAE inclusion in the MSCI EM Index. Largely strong Q1 2011 earnings from the UAE banking sector was also received as a positive indication of the country's improving macroeconomic drivers along with increased business activity, tourism arrivals and higher consumer spending. The Dubai 5 years CDS is now trading at its lowest level since the emirate's debt crisis in November 2009.

The Investment Manager remains substantially overweight in Egypt, which was the main driver of underperformance in April. Travel bans for businessmen and pending corruption investigations weighed heavily on the financial and real estate sectors. Negative political headlines continue to drive dislocations as some names are trading significantly below bear case scenarios. The Fund's largest position is Talaat Mustafa Group, which is the largest real estate developer in Egypt. The company has lost 60% of its market value since the revolution and currently offers significant upside even if assuming zero new sales in 2011, and government confiscation of all its undeveloped land.

In Saudi Arabia, the Investment Manager remains largely defensive building exposure to discretionary consumer and building materials names while reducing overall exposure to the petrochemical/fertilizer space after the recent rally. Companies in these sectors should benefit from increased fiscal spending and higher oil prices.



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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**	-0.7%	3.3%	-4.0%
YTD	-14.4%	-0.1%	-14.3%
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%
2006	6.2%	-33.9%	40.1%

	MEDA Fund Class A	S&P Pan Arab*	Difference
1 year	-16.6%	1.2%	-17.8%
3 year	-44.6%	-34.6%	-10.0%
5 year	-5.6%	-29.8%	24.2%
Since Inception*	54.7%	30.0%	24.7%

*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 March 28th, 2011 and April 25th, 2011

Fund Characteristics

No. of Holdings	24
Weighted Market Cap	USD 5.3 billion
Average Dividend Yield*	3.4%
P/E Ratio 2011	9.0x

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

Fund Metrics*

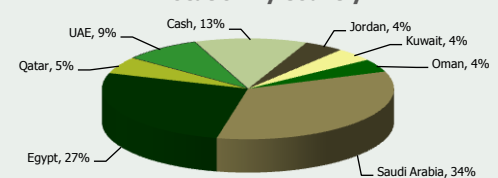
Alpha	3.4%
Beta	0.6
Standard Deviation	16.0%
Information Ratio	0.1

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

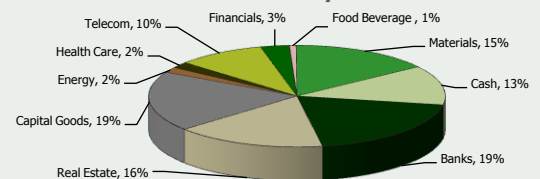
Top Five Equity Holdings

Holding	Country	% of NAV
Talaat Mustafa	Egypt	9.2%
Drake & Scull	United Arab Emirates	6.4%
Al Inmaa Bank	Saudi Arabia	5.5%
Qatar Telecom	Qatar	5.5%
Samba Financial Group	Saudi Arabia	4.9%

Allocation By Country



Allocation By Sector



Fund Data

NAV per Share (Class A)	USD 21.78
Fund Size (USD)	USD 226 million
Launch Date	July 1999
Management Fee	1.4%
Incentive Fee	15% over 10%
Expense Ratio	1.9%
Minimum Subscription	USD 10,000
Subscription / Redemption	Weekly

Fund Identifiers

ISIN (Class A shares)	BMG294041030
Bloomberg Ticker	EFGMEAF BH