



Beltone MENA Equity Fund

Fact Sheet for October 2007

It is Beltone's pleasure to announce the successful launch of the Beltone MENA Equity Fund in September. The initial subscription period ended on October 11th and investment started thereafter. The Fund is currently fully invested with an exposure of 97% as of end of October.

Fund Objective

The fund seeks long term capital appreciation through investing in listed Middle East and North African equity markets.

Markets Commentary

For the month of October, regional markets recorded positive gains due to increasing foreign interest coupled with positive third quarter results beating consensus estimates. After a period of slow growth in the Dubai market, it witnessed outstanding growth recording gains of 25% for the month, driven mainly by the positive earnings announcements and the increased foreign interest caused by the DP World IPO, one of the largest IPOs to take place in the Middle East. As for the KSA market, a laggard to the GCC markets for the past two years, the market ended the month on a positive note, up 10%. The rest of the regional markets followed the trend with the exception of Kuwait remaining flat.

Going forward the markets still pose a strong upside potential on the back of strong corporate earnings, cheap valuations and increasing foreign interest.

Fund Overview and Strategy

The Fund achieved 2.5% over the two week portfolio build up period which ended on October 31st, 2007. Going forward, as we are positive on the regional markets, we will maintain a high equity exposure seeking to capture the opportunities inherent in year end rallies.

Fund Performance

Returns	Beltone MENA	S&P Pan Arab Index
Since Inception*	2.5%	3.8%

* The fund started equity investments on the 16th October, 2007

Fund Information

NAV per Share	10.25
Initial Offer Closing Date	October 11 th , 2007
Listing	ISE & DIFX
Subscription / Redemption	Monthly
Minimum Subscription	USD 10,000 with no further min. on subscriptions thereafter
Management Fees	1.75% of NAV accrued daily and paid monthly
Performance Fees	15% above a hurdle rate of 10% subject to a high watermark in the relevant performance period accrued monthly and paid yearly

Top 5 Holdings

Company	MENA Fund
SABIC	10.4%
STC	7.1%
Al Rajhi Bank	6.4%
SAFCO	5.2%
OCI	3.2%
Total	32.3%

Country Allocation

