



Beltone MENA Equity Fund

Fact Sheet for February 2008

Fund Objective

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

Markets Commentary

Earlier in 2008, the US released economic data confirming a slowdown in its economy and as such the fed cut its rates by 75 bps followed by another 50 bps cut in one month. Global markets reacted negatively to the announcements, witnessing losses during the month of January.

The negative sentiment in the region was reversed during February on the back of the continuing rise in oil prices breaking the \$100 psychological resistance point. Based on the previously mentioned oil price, the GCC proven oil reserves amount to a total of \$48 trillion indicating a continuation of the petrodollars oversupply. Therefore, the GCC will still show strong economic growth and the MENA region scenario remains very positive despite an expected global slowdown.

As such, all markets ended in a positive note during the month of February. Leading the markets were Oman, Qatar, Egypt and Jordan achieving 13.0%, 10.4%, 9.9% and 8.2% respectively, followed by KSA, Dubai, Morocco, Abu Dhabi, Kuwait, Bahrain and Tunisia rising by 6.4%, 6.1%, 6.1%, 5.4%, 3.8%, 2.9% and 1.4% respectively.

Fund Overview and Strategy

The MENA fund gained 6.1%.

The main contributor to the fund's performance remained to be the Saudi market followed by Kuwait, Qatar, Egypt, Abu Dhabi, Dubai and Oman.

Positive contribution to the portfolio was witnessed across all sectors, and the main contributors to the fund's positive performance were SABIC, Al Rajhi, OCI and Sorouh Real Estate increasing by 12.0%, 12.1%, 18.4% and 26.8% respectively.

SABIC, the petrochemicals giant, announced during the month of February the establishment of a 50:50 Joint Venture with China Petroleum and Chemical Corporation (expected to be finalized by 1Q 2009) to set up a 1 million ton ethylene derivatives complex with a total cost of \$1.7 billion by September 2009. The project will produce 600,000 tons of polyethylene and 400,000 tons of ethylene glycol. The project is a key milestone in SABIC's goal of establishing a manufacturing center in Asia serving customers in one of the fastest growing markets.

On another note, Orascom Construction Industries announced that it had signed an agreement with the UAE based regional private equity firm Abraaj Capital to merge its fertilizers production operations under OCI for a combined cash and shares equity consideration of \$ 1.6 billion and OCI to also assume a net debt of \$ 1.1 billion. Post the deal the fertilizers operations of OCI would be ranked among the top 5 producers of nitrogen based fertilizers and ammonia with a total combined annual capacity of 4.2 million tons by 2010.

The region remains to be attractive yet our strategy going forward entails more focus on bottom up analysis to ensure creation of value and maximization of returns for the investors.

Fund Performance

Returns	Beltone MENA Fund
October	2.5%
November	2.4%
December	9.3%
January	-5.7%
February	6.1%
Since Inception	14.8%

Fund Information

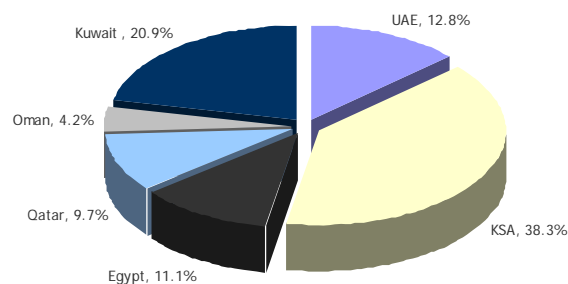
NAV per Share	11.48
Launch Date	October, 2007
Listing	ISE
Structure	Open ended
Subscription / Redemption	Monthly
Minimum Subscription	USD 10,000 with no further min. on subscriptions thereafter
Management Fees	1.75% of NAV accrued daily and paid monthly
Performance Fees	15% above a hurdle rate of 10% subject to a high watermark in the relevant performance period accrued monthly and paid yearly

Top 5 Holdings

Company	Country	% Assets
SABIC	Saudi Arabia	11.0%
SAMBA	Saudi Arabia	4.8%
Al Rajhi Bank	Saudi Arabia	4.1%
SAFCO	Saudi Arabia	3.9%
Kuwait Finance House	Kuwait	3.3%
Total		27.1%

As of 29th February 2008

Country Allocation



As of 29th February 2008