

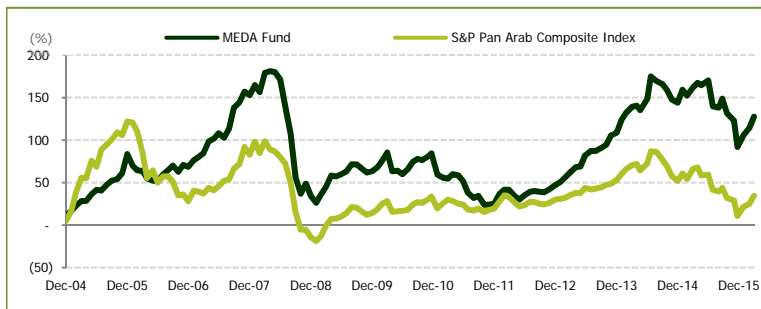
### Fund Manager's Strategy & Outlook

MENA markets continued their positive performance last month as oil prices increased by 7.4% and Saudi led the way amongst regional markets with a 9.6% gain. The UAE markets also rallied significantly as the Dubai Index was up 8.9% and the Abu Dhabi Index gained 8.2%. The Omani bourse was up 6.9% and the Turkish markets gained 5.5% in USD terms. The Egyptian and Kuwaiti markets witnessed a gain of 3.4% in USD terms, and 2.0%, respectively while the Qatari market was the worst performing with a 0.4% increase.

Saudi Arabia announced its intention to implement a T+2 settlement cycle in 1H 2017, a lower AUM restriction for QFIs from USD 5bn to USD 1bn and an increase in stock level foreign ownership for a single QFI from 5% to 10%. The pro-investor moves bring the country closer to EM Index consideration with potential inclusion occurring June 2018. If foreign ownership limits are increased, passive inflows could reach over USD 5bn as a result. The most important announcement however to come out of Saudi has been the Vision 2030 plan announced by the Deputy Crown Prince. The ambitious plans is aiming to create a roadmap for an economy not as dependent on oil revenues as Saudi Arabia has historically been. Key data points from the plan include increasing government non-oil revenue of SAR 163bn to SAR 1 trillion annually, raise FDIs from 3.8% of GDP to 5.7%, raise non-oil exports from 16.0% to over 50.0% of non-oil GDP, cut unemployment from 11.6% to 7.0%, and increase the capacity to receive religious tourists from 8mn to 30mn. A focus has been placed on the mining sector and its contribution to the economy and Aramco's parent is to be listed locally which will help in raising the AUMs of the Public Investment Fund to SAR 7 trillion. Several other goals have been stated including increasing home ownership, taxation and localizing military spending but the details of how these targets will be achieved are set to be announced later. This comes as a positive for several sectors in the economy including mining, insurance, healthcare, and tourism while we also expect a positive impact on the banking space. The petrochemical sector however maintains its overhang given further subsidy reductions are expected down the line.

Following the announcement of Vision 2030 and prior to the release of the National Transformation Plan which is expected to give five-year guidelines for the economy, the King has reshuffled his cabinet and restructured ministries to become more aligned with the implementation of economic reforms. The most notable change came in the replacement of the Oil Minister and this comes post the Doha oil summit where the world's largest oil producers were unable to strike a deal to freeze output and boost prices. After crossing the USD 47 /bbl level, Brent crude prices retraced slightly and have been recently supported by the news that the wildfire in Canada has put up to 1mn b/d or 40% of total oil sands production offline.

Egypt and Saudi Arabia have signed an agreement to establish a SAR 60bn Saudi Egyptian Investment Fund and the two country's leaders also signed several agreements for development projects including highways, a canal, agricultural projects and a university. Going forward, we should see more GCC involvement in Egypt which is a positive for the Egyptian economy on all fronts. The drawback remains the currency issue which has been hindering increased exposure.



As of April 25, 2016

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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**	6.2%	7.5%	-1.3%
YTD	2.1%	4.0%	-1.9%
2015	-10.0%	-18.0%	8.0%
2014	20.4%	6.0%	14.4%
2013	45.1%	26.3%	18.8%
2012	14.3%	6.8%	7.5%
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%
2006	6.2%	-33.9%	40.1%

\*Figures reflect performance since inception of S&P Pan Arab Composite Large/Mid Cap Net TR Index in Dec 2004 as of the relevant Valuation Days of the MEDA Fund

\*\*MTD figures reflect performance between March 28, 2016 and April 25, 2016

### Fund Characteristics

No. of Holdings	28
Weighted Market Cap	USD 4.0 billion
Average Dividend Yield*	2.6%
P/E Ratio 2015	14.4x

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

### Fund Metrics\*

Alpha	10.6%
Beta	0.91
Volatility	16.0%
Information Ratio	1.8

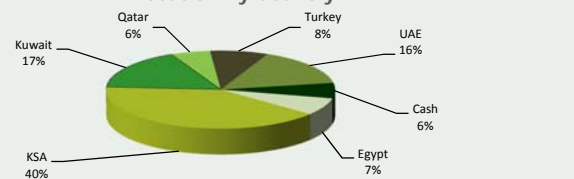
\*Calculated vs. S&P Pan Arab Composite Large/Mid Cap Net TR USD since 29<sup>th</sup> December 2011

### Top Five Holdings

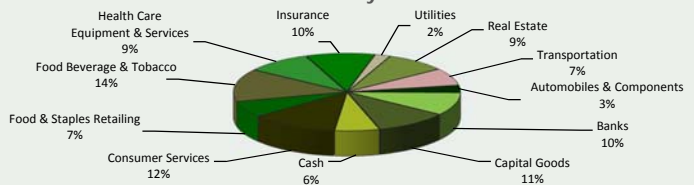
Holding	Country	% of NAV*
Mezzan Holding	Kuwait	8.4%
Saudi Marketing Co	KSA	6.7%
EISwedy Electric	Egypt	5.5%
Bupa Arabia for Cooperative Insurance	KSA	5.5%
Kuwait Food Co Americana	Kuwait	5.2%

\*Figures as of April 25, 2016

### Allocation By Country



### Allocation By Sector



### Fund Data

NAV per Share (Class A)	USD 32.04
Launch Date	July 1999
Management Fee	1.4%
Incentive Fee	15% over 10%
Expense Ratio	1.67%
Minimum Subscription	USD 10,000
Subscription / Redemption	Weekly

### Fund Identifiers

ISIN (Class A shares)	BMG294041030
Bloomberg Ticker	EFGMEAF BH
Merrill Lynch Code	EFGAT