

Fund Manager's Strategy & Outlook

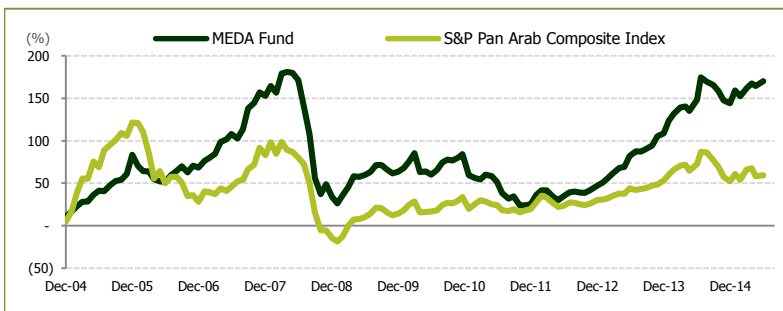
The GCC markets displayed resilient performance over the last month amid the backdrop of an 11% fall in crude oil prices, which are now trading below the USD 50 level, and weak trade data raising concern regarding China.

The U.A.E markets were the best performers with the Abu Dhabi and Dubai indices increasing by 4.1% and 2.6%, respectively. The Omani bourse gained 2.1% as the Kuwait Index increased by 1.0% and the Saudi market was relatively unchanged with a 0.2% gain. The Qatari market was the worst performing amongst GCC markets with a 0.8% drop while the Turkish and Egyptian bourses shed 5.4% and 5.8%.

In Egypt the government inaugurated its USD 8bn New Suez Canal in what can be seen as a symbol of the country's return to political stability and an attempt to boost trade and commerce. The canal should eventually be able to capture a recovery in European trade, and with faster travel times it could attract more volumes. The government expects revenues to grow to USD 13bn by 2023 relative to current revenues of approximately USD 6bn and the project is expected to be a catalyst for new ports and logistics investments. Egypt has also seen an 18% Y-o-Y increase in tax revenues for 2014/2015 and the country has secured USD 1.4bn worth of petroleum aid from Saudi. Exposure to the Egyptian market remains limited but sentiment is turning positive as the country continues its plan to revitalize its economy.

In the U.A.E. the government has cut its fuel subsidy and this comes after a hike in utility prices in Abu Dhabi. The fuel price changes is expected to result in USD 3.8bn of lower expenditures (1% of GDP). The subsidy cut is expected to have a minimal impact on the bottom line of listed companies and on private consumption. The effect will be larger on lower income workers but they are not drivers of consumer spending. A lower subsidy bill, a slowdown in public sector wage growth and new companies law come as positive signs amid weakening oil prices and a weakening real estate market. Gearing up for the Expo however has not slowed down with Dubai announcing its latest mega project Meydan One which will include several record breaking achievements.

Expectations are that the Saudi government will follow the lead of the U.A.E. in cutting fuel subsidies in the future. Currently oil production is being maintained at record levels approaching 11 mn bpd as OPEC expects demand to rise in 2016 while supply weakens from other markets. As oil breaks the USD 50 / bbl level the government has come out with a USD 5.3bn bond issue potentially increasing to USD 26.6bn by year end. The Saudi banking sector should be able to absorb the issues given their excess liquidity and pricing for 10 year debt is set at 2.65%. This comes as positive news as the government seeks to fund its 2015 deficit and reduce drawing down on foreign reserves. The market has shrugged off the two recent terrorist attacks that occurred and earnings have provided some momentum as well.



As of July 27, 2015

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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**	2.1%	0.6%	1.5%
YTD	9.2%	1.1%	8.1%
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 June 29, 2015 and July 27, 2015

Fund Characteristics

No. of Holdings	28
Weighted Market Cap	USD 5.8 billion
Average Dividend Yield*	2.5%
P/E Ratio 2015	14.1x

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

Fund Metrics*

Alpha	14.8%
Beta	0.9
Volatility	12.1%
Information Ratio	2.40

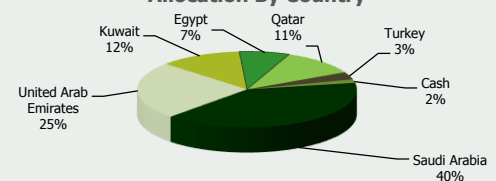
*Calculated vs. S&P Pan Arab Composite Large/Mid Cap Net TR USD since 29th December 2011

Top Five Holdings

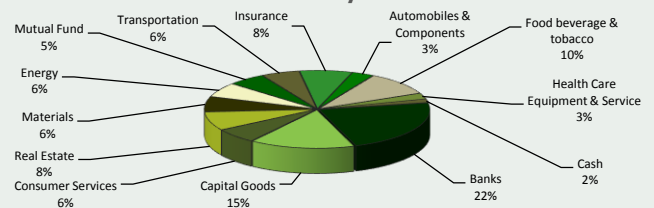
Holding	Country	% of NAV*
Mezzan Holding	Kuwait	7.2%
Orascom Construction	UAE	5.3%
Bupa Arabia	Saudi Arabia	5.2%
ElSwedy Electric	Egypt	4.4%
Saudi British Bank	Saudi Arabia	4.2%

*Figures as of July 27, 2015

Allocation By Country



Allocation By Sector



Fund Data

NAV per Share (Class A)	USD 38.05
Launch Date	July 1999
Management Fee	1.4%
Incentive Fee	15% over 10%
Expense Ratio	2.2%
Minimum Subscription	USD 10,000
Subscription / Redemption	Weekly

Fund Identifiers

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