

The EFG-Hermes Middle East & Developing Africa (MEDA) Fund November 30, 2007

Fund Manager's Strategy & Outlook

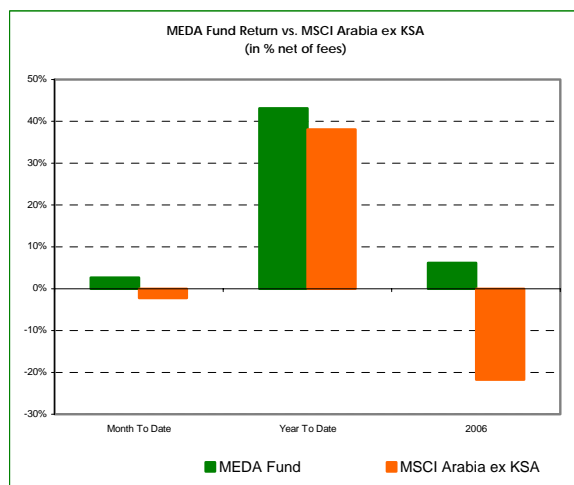
The MEDA Fund enjoyed another month of positive performance, closing the month at 2.65%, and bringing its year-to-date gain to 43.12%. The MENA markets experienced mixed fortunes in November. The Saudi Arabian market was the best performing market gaining in excess of 11%, while Abu Dhabi and Kuwait lost some ground.

In North Africa, the Egyptian market gained 3.5% with the real estate and hospitality stocks outperforming; consequently, the Fund's holdings benefited from this rally. The Fund continues to retain a small exposure in the Jordanian and Moroccan markets as well. The Investment Manager will continue to closely monitor these markets for selective opportunities.

In the GCC, the Saudi Arabian market displayed strong performance throughout the month. The rally was broad based across the major sectors, with cement and banking leading the way. The Saudi market was thus one of the top contributors to the Fund's returns.

The Dubai Financial Markets Index climbed 1.4%, and the Fund's positions benefited from this mild gain. The Investment Manager continues to have a positive view on this market, and will continue to exploit selective opportunities across different sectors. In the GCC, the Muscat Securities Market was one of the top performing for the month gaining more than 5%.

Approaching year end, the Investment Manager continues to have a positive view of the MENA markets. Robust macroeconomic conditions coupled with attractive valuations and strong foreign institutional investor interest will be the supporting catalysts for the markets going forward.



Hashem Montasser – Managing Director

Karim Nehma – Fund Manager

Mohamed Abdel Halim – Vice President
Tel: 9714-3634047 / Fax: 9714-3621171
e-mail: mahalim@efg-hermes.com

Objective

Long term capital appreciation through investing in Middle East and North African equities and equity-related securities.

Fund Performance

Returns	MEDA Fund	MSCI Arabia excl- KSA	Difference
Month to Date	2.65%	-2.26%	4.91%
Year to Date	43.12%	38.08%	5.03%
2006	6.18%	-21.73%	27.91%
2005	60.87%	NA	NA
2004	52.71%	NA	NA

Fund Information

NAV per share	USD 34.42
No of share certificates	19,194,941
Launch Date	July 2, 1999
Listing	Dubai Financial Market
Structure	Open Ended
Management fee	1.4%
Incentive fee	15% over 10%
Expense ratio	1.70%
Minimum Subscription	USD 10,000
Subscription/Redemption	Monthly
ISIN	BMG294041030
Sedol	0-675-970
Reuters Code	EDRG
Bloomberg Ticker	EFGMEAF BH

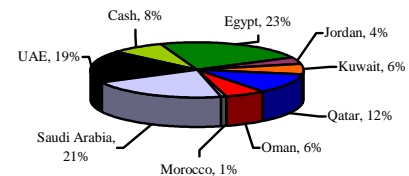
Fund Characteristics

No. of Holdings	38
Wtd. Market Cap.(mm)	USD7,851
P/E Ratio 08	11.06x
Beta	0.75
Sharpe Ratio	0.91
Tracking Error	7.76%

Top Holdings

Holding	Country	% of NAV
Talaat Mostafa Group	Egypt	6.35%
Emaar Economic City	Saudi Arabia	5.54%
Emaar	UAE	4.71%
Olympic Group	Egypt	4.30%
Arabtec	UAE	4.20%

Allocation By Country



Allocation By Economic Sector

