



The First Mazoon Fund

The First Mazoon Fund JIA

P O Box 974, Ruwi, Postal Code 112, Oman – Tel: +968 24790614 Fax: +968 24790 612

August 2008
135th Month

Objective s

The primary objective of the fund is to achieve capital appreciation through a diversified portfolio of equity and Bond investments in public companies listed at MSM, GCC Markets and Mena region.

Performance

	FMF	MSCI (GCC)	MSM 30 Index
For the month	-8.12%	-2.36%	-11.58%
YTD	7.00%	-16.78%	5.07%
1 year	40.59%	4.70%	42.75%
3 year	75.29%	-30.29%	82.82%
5 year	337.71%	na	278.63%
Since inception	266.85%	na	151.56%

Dividend Paid

Financial Year ended	Cash	Stock
2004	14%	14%
2005	10%	25%
2006	5%	5%
2007	10%	15%

Fund Details

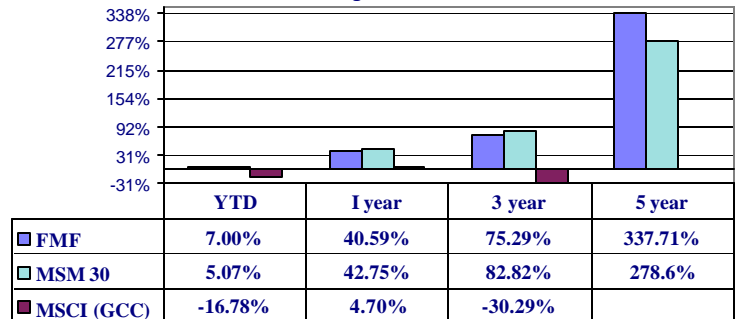
Manager	: Gulf Baader Capital Markets SAOC
Custodian	: HSBC Bank Middle East, Oman
Launch Date	: June 10, 1997
Auditors	: Moore Stephens
Current Size	: RO 5.83 million
Units outstanding	: 3,759,916
Type	: Open-ended
Subscription/redemption	: Daily
Valuation date	: Daily
Entry Fee	: 2%
Management fee	: 1.4% per annum
Performance fee	: 10%
Hurdle rate	: 10%
Redemption Fee	: 1% < 1 year
NAV/Unit	: RO 1.551

Percentage Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
1997									21.0%	3.1%	1.2%	3.8%	22.9%
1998	3.1%	-5.3%	-18.1%	-4.2%	-8.6%	-10.2%	-8.6%	-17.2%	4.4%	-4.2%	-4.9%	-16.1%	-54.6%
1999	16.7%	-10.2%	-8.5%	13.6%	-4.4%	8.8%	16.2%	-1.6%	-2.5%	-4.7%	-3.6%	-5.1%	7.9%
2000	2.3%	-2.6%	4.6%	-1.6%	-2.8%	-5.6%	-1.6%	-3.2%	0.9%	-3.9%	10.1%	-2.4%	-5.3%
2001	-2.9%	2.1%	3.8%	0.0%	-0.7%	0.7%	1.5%	-0.2%	-3.2%	-1.3%	-1.6%	1.8%	-0.2%
2002	5.6%	-0.2%	6.6%	6.0%	5.8%	2.3%	-0.5%	-2.3%	-1.8%	0.5%	2.2%	2.1%	22.8%
2003	-0.7%	-0.3%	4.6%	7.0%	0.6%	3.7%	7.0%	0.8%	-0.1%	-0.1%	1.9%	1.6%	23.9%
2004	5.2%	1.9%	0.0%	7.3%	8.6%	6.7%	0.1%	-1.1%	3.2%	0.7%	-1.4%	2.2%	32.8%
2005	6.7%	1.7%	15.7%	9.6%	2.9%	8.8%	-0.7%	-1.1%	-2.4%	-2.42	-2.78	1.87%	42.1%
2006	10.3%	-5.7%	3.76%	-2.12%	-6.34%	0.27%	-2.27%	7.64%	6.40%	4.05%	-6.02%	2.0%	11%
2007	2.93%	-0.32%	1.44%	3.34%	3.23%	2.33%	2.27%	2.61%	3.89%	8.91%	6.48%	9.12%	57.63%
2008	-0.28%	9.41%	0.73%	8.8%	2.18%	-0.11%	-4.6%	-8.12%					7.00%

Market Review and Outlook

Funds Performance- Historical
as of August 31, 2008



TOP 5 Holdings

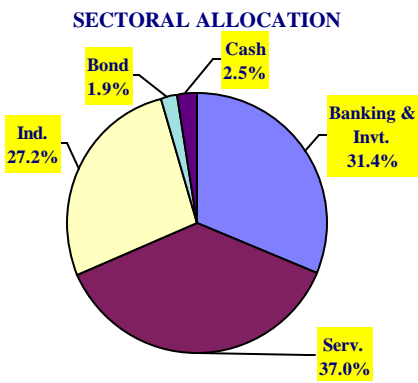
	%
Omantel	10.19
Bank Muscat	9.48
Raysut Cement	7.80
Shell Oman Marketing	5.81
Galfar Engg	5.44

Fund Review for the 135th Month

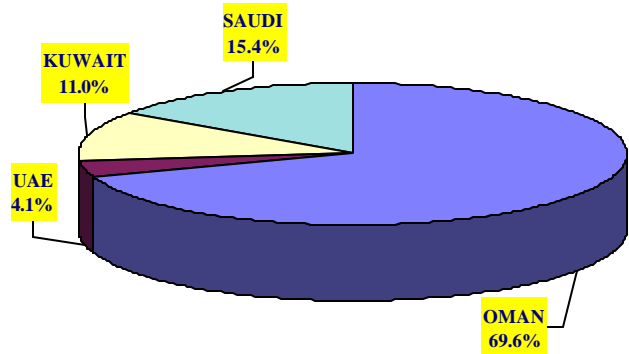
The NAV was RO 1.551 at the end of the month and was up 7% on YTD basis as against the MSM30 gain of 5.07% and regional markets represented by MSCI (GCC) return of -16.78%. The average NAV during the month was RO 1.626. A total 85 units were redeemed during this month with this the total net subscription for the year now stands at 1,709,287 units". The net asset has now increased from RO 3,609,276 from the beginning of the year to RO 5,835,876.

Past Three years				
	FMF	MSM	FMF	MSCI (GCC)
Average Monthly Return	1.9%	2.1%	1.9%	-0.18%
Monthly Maximum loss	-6.6%	-5.2%	-6.6%	-17.7%
Month of Maximum loss	May -06	Jul-08	May -06	Apr-06
Annualized Return	20.6%	22.3%	20.6%	-11.3%
Annualized Volatility	17.2%	20.0%	17.2%	25.9%
% of winning months (against benchmark)	41.7%	na	72.2%	na
% of gained months	63.9%	61.1%	63.9%	50.0%
YTD	7.0%	5.1%	7.0%	-16.8%
Sharpe (RF 5.5%)	0.88	0.84	0.88	(0.65)
Alpha	2.7%	na	19.5%	na

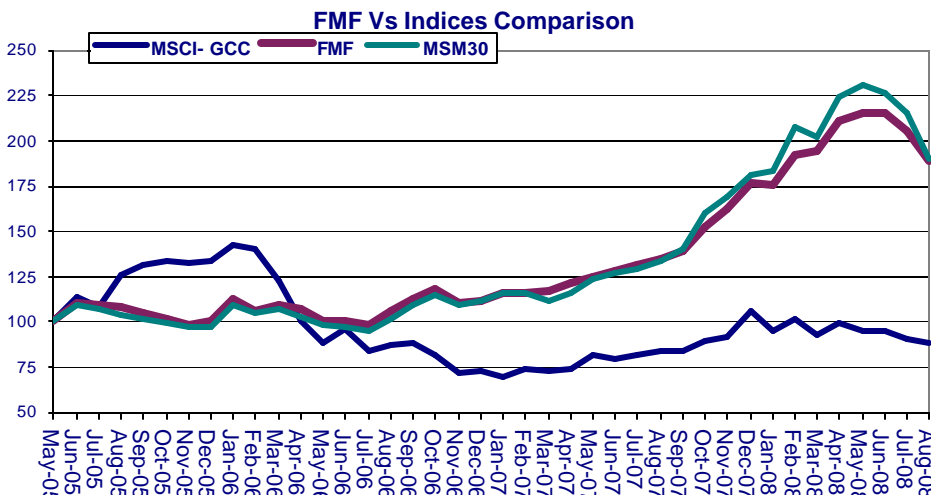
Asset Allocations:



GEOGRAPHICAL DISTRIBUTION



Performance



Contact Details:

Mr Sankar Kailasam
VP- Asset Management
Tel: +968 24790 614 Ext – 109
Gsm: +968 99887207
Email: sankar@gbcmoman.net

Mr. P.P.A. Venkateshwaran
Manager - Fund Administration
Tel: +968 24790 614 Ext – 107
Gsm: +968 99811248
Email: venkat@gbcmoman.net

Mr. Aamer Al Maashani
Executive – Asset Management
Tel: +968 24790 614 Ext – 114
Gsm: +968 96773300

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Investment Manager



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GULF BAADER CAPITAL MARKETS S.A.O.C.

P.O.Box 974, Postal Code 112, Oman – Tel: +968 24790614 Fax: +968 24790612