



The First Mazoon Fund

The First Mazoon Fund JIA

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November 2007
126th Month

Objectives

The Fund provides investors with the opportunity to invest in a basket of predominantly blue-chip Omani equities in order to achieve substantial capital gains.

Performance

	FMF *	MSM 30 Index
For the month	6.48%	5.26%
YTD	44.45%	51.26%
1 year	46.71%	54.43%
3 year	148.05%	150.01%
5 year	418.60%	351.56%
Since inception+	192.27%	123.71%

* The First Mazoon Fund JIA

Dividend Paid

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

Fund Details

Manager	: Gulf Investment Services Co SAOG
Custodian	: HSBC Bank Middle East, Oman
Launch Date	: June 10, 1997
Auditors	: Moore Stephens
Current Size	: RO 3.33 million
Units outstanding	: 2,066,661
Type	: Open-ended
Listing	: Muscat Securities Market (MSM)
Subscription/redemption	: Monthly (First Thursday)
Valuation date	: Second Thursday of each month
Management fee	: 1.4% per annum
NAV/Unit	: RO 1.611
Market Price	: RO 1.320
Last Dealing price/unit	: Bid: RO 1.431 Offer: RO 1.487

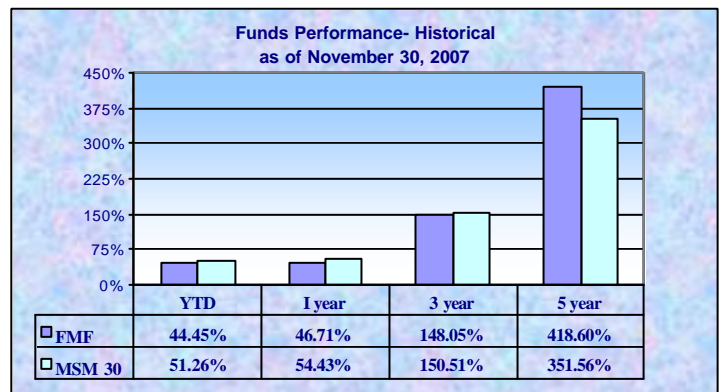
Percentage Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
1997									21.0%	3.1%	1.2%	3.8%
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%
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%
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%
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%
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%
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%
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%
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%
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%
2007	2.93%	-0.32%	1.44%	3.34%	3.23%	2.33%	2.27%	2.61%	3.89%	8.91%	6.48%	

Market Review and Outlook

The month of November saw the MSM Index appreciate by 5.26% in all to close at a historic high of 8442.75 points. The YTD returns from the Index at the end of the month stood at an impressive 51.26%. Results of various companies poured in during the month. The much awaited Galfar IPO took place in the last week of October, and since then the volumes at the MSM have increased dramatically. Growing interest from regional investors in the Omani market, excess liquidity in the region and healthy third quarter performance have all contributed to this increase in volumes and turnover at the MSM. A total of 477 million shares got traded during the month amounting to an aggregate turnover of RO 312 million. The Banking & Investment Sector, with a return of 8.80% for the month was the best performing sector from among its peers in terms of return. The Industry Index followed next with a gain of 7.49% for the month, while the Service & Insurance Index appreciated by 3.30% during the month. Among the Regional markets, Saudi was the out performer with a return of 10% for the month of November. Infact, it was the only market besides Oman which gave positive results. The rest of the markets all closed in the red. UAE was down by 0.18%, Qatar was down by 0.58%, Kuwait and Bahrain was down by 5.6% and 1.75% respectively. On a YTD basis, however, all the markets are in the positive zone, thus indicating the healthy regional economic performance owing to Oil.

Moving forward buying activity by foreigners in the market backed by healthy economic growth in Oman as well as the region may lift the Index up in the long-term, however, some correction is likely to occur towards the close of next month which also marks the end of year 2007, as investors especially those from outside Oman, look to realize profits before closing their books for the year.



TOP 5 Holdings

	%
Renaissance Services	12.59
Raysut Cement	10.64
National Bank of Oman	10.14
Shell Oman Marketing	6.27
OMINVEST	5.07

Fund Review for the 126th Month

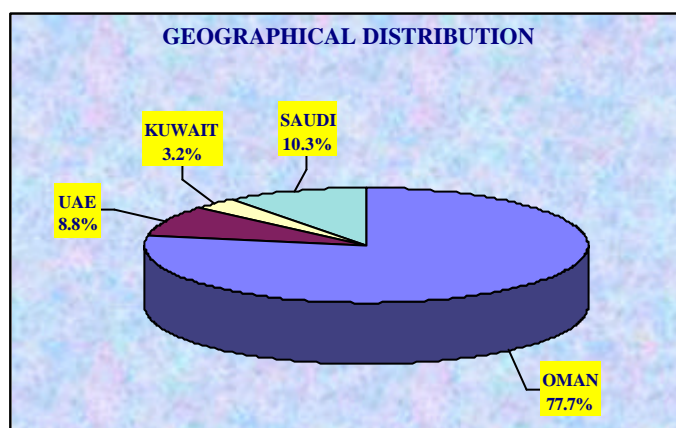
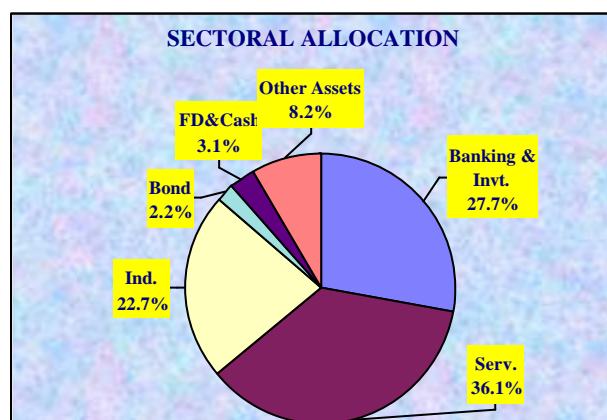
The NAV was RO 1.611 at the end of the month and was up 44.45% on YTD basis as against the market gain of 51.26%. The average NAV during the month was RO 1.588 and the fund quoted at an average discount of 17.8% in the Market. A total of 70,530 units were redeemed during this month. The fund is to be delisted from the Jan'2008.

We will continue to actively manage our portfolios owing to market volatility and look for trading opportunities in local and all regional markets.

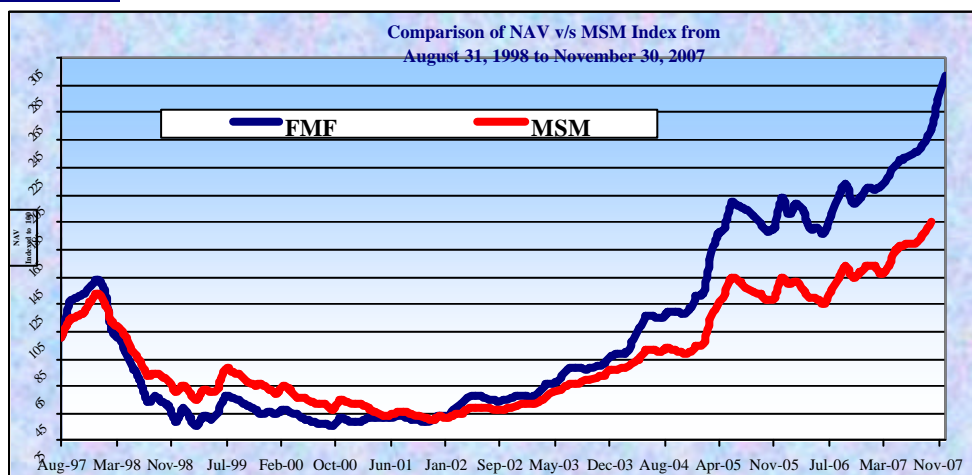
52-week	High	Low
MSM 30.Index	8442.750	5399.290
Market Price+	RO 1.320	RO 0.900
NAV per Unit+	RO 1.613	RO 1.079

+ Adjusted for 10%, 35% and 28% dividend for 2006, 2005 and 2004 respectively.

Asset Allocations:



Performance



Asset Management Team:

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Investment Manager



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