

CABEI Central American Fund P.L.C.

Ordinary Meeting: 29-07

Unaudited Financial Information: as at September 30, 2007.

Risk Rating:

Fund	Previous Rating	Current Rating
Costa Rica		
CABEI Central American Fund P.L.C.	scrAAAf 3	scrAAAf 3
Guatemala		
CABEI Central American Fund P.L.C.	N.A.	scrAAAf 3 (gua)
Panama		
CABEI Central American Fund P.L.C.	N.A.	scrAAAf 3 (pan)

Contacts:	Gary Barquero A.	CEO	gbarquero@scriesgo.com
	Felipe Brenes P.	COO	fbrenes@scriesgo.com
	Yin Mei Acón C.	Panama Director	ymacon@scriesgo.com
	Roy Diego Chaves R.	Junior Analyst	rchaves@scriesgo.com

1. Rating Summary

The **scr-AAAf** rating is granted to funds which quality and diversification of assets, strengths and weaknesses of the administration provide the highest security against losses originated from default on payment. Excellent Level.

With regard to the market risk, the **3 rate** is assigned to funds with "high sensitivity to changing conditions in the market".

2. Executive Summary

- On July 07 changes were approved in the Offering Circular of the CABEI Central American Fund P.L.C. (CABEI Fund or Fund), achieving to get adjusted to the investment restrictions of a Fund for Undertakings Collective Investment in Transferable Securities (UCITS), without being it.
- During the third quarter of 2007 the Fund retakes the increasing trend in the amount of assets, reaching US \$98.37 million as at September 07, after showing an increase of an 18% with regard to June 07.
- The investments portfolio does not show significant variations, concentrating in close to 77% for securities of BB issuers.
- After descending, in September 07 the Fund retakes the increase in yields showing a value YTD of a 1.89%

(without annualize), not reaching the obtained in the same date of 2006 and 2005, of a 5.37% and a 7.38%, respectively.

3. Description of the CABEI Central American Fund p.l.c

The Central CABEI American Fund P.L.C. is an open and non-seriated Investment Fund that was approved for public offering by the General Super Intendancy of Securities (SUGEVAL) in Costa Rica since July 31, 2003, by means of the SGV-R-672 Resolution. This fund was approved since March 1999 as an Investment Company in the Republic of Ireland, under the regulations established in that country and those of the European Union.

The Fund is oriented to invest mainly in securities issued by organizations and sovereign debt of the regional and extra regional country partners of the Central American Bank of Economic Integration (BCIE), in addition to Panama, Dominican Republic and Belize.

On the matter, the group of regional country members is compound by Costa Rica, Guatemala, Honduras, Nicaragua and El Salvador, as extra regional members are Argentina, Colombia, Mexico, Taiwan (Republic of China) and Spain. Up to date there are other countries

"The credit rating provides the opinion of Sociedad Calificadora de Riesgo Centroamericana S.A. based upon objective analysis made by professionals. It is not a recommendation to buy, hold or sell securities; it is not a guarantee of an investment, issues or issuer. It does not consider the liquidity of the securities in primary or secondary markets. It is recommended to analyze Offering Circulars, financial information and relevant events of the rated entity which are in the issuer offices, Superintendencia General de Valores, stock exchange and brokerage houses".

that have shown their interest in becoming part of the partner members of the BCIE.

On the other hand, the CABEL Fund's share issue was approved by the National Stock Exchange Board Meeting of Guatemala on session of February 17, 2006, and recorded into the Stock and Merchandise Market Register of that country on December 01, 2006.

In this sense should be indicated that, as was stated, the issue has been created under the legislation in force of the Republic of Ireland, for which in case of lawsuit, will be competent the courts of that country.

Additionally, in Guatemala, CABEL Fund has appointed to Central American Bank of Economic Integration (CABEL) as the agent of placement and it can assign additional sub-agents of placement so that attend in the search of investors for the portfolio. Particularly, Cuscatlán Valores, S.A. has been named sub-agent for the placement of the CABEL Fund in Guatemala.

In turn, from April 11, 2007 the National Securities Commission of Panama (CONAVAL, by its Spanish acronym) communicated that did not maintain objections to the notification of a Commercialization Relationship established by and between CABEL Central American Fund P.L.C. and Mundial Asset Management (Mundial). The no objection letter means Mundial is allowed to sell the Fund's shares by means of private sell to its clients in Panama.

Subsequently, a Sub Agent Agreement was duly signed on November 22th, 2006 by CABEL Fund and on January 19, 2007 by Mundial. The main objective of said agreement is to authorize and appoint Mundial as the local placement agent for the shares of the Fund in Panama. In this sense, once the registration process of the Fund has been duly authorized by the CONAVAL, Mundial will be entitled to offer and sell the shares of the Fund publicly.

Besides, the above mentioned Sub Agent Agreement is being now amended by the Parties. Such amendment will appoint Mundial as the Fund Sub Manager in the Republic of Panama, which is a requirement of the Panamanian Securities Laws.

Additionally, the CABEL Central American Fund's administrator/custodian, the Bank of Ireland Securities Services, has completed the agreement with HSBC Panama to serve as sub-custodian for the Fund in local currency transactions.

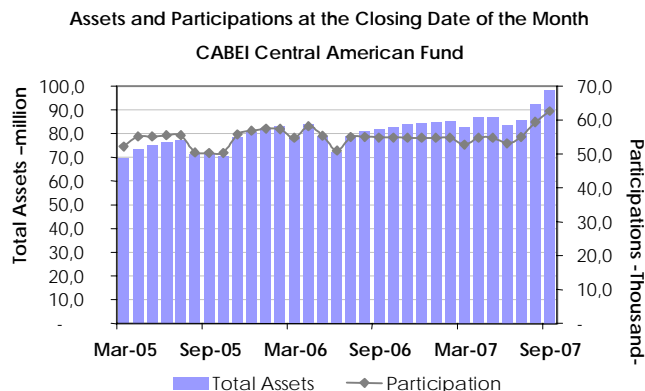
4. Managed Assets

Up to the closing date of the third quarter of 2007 the assets administered by the Fund reached US\$98.37 million, which represent a 20.00% more with regard to September

06 and an 18.00% in relation to the closing date of the previous quarter.

For September 07 appears an important increase in the number of participations, ascending to 62,643, which represents an increase of 9,474 shares in a quarterly basis (an 18.00%) and of 7,767 in inter annually manner (a 14.00%).

The monthly evolution of the assets and the participation of the Fund between March 05 and September 07 can be appreciated in the following chart.



As far as the investment portfolio, it remains concentrated mainly in public and private issuers from El Salvador, Costa Rica and Guatemala. During the last year the decrease in the participation of El Salvador has been remarkable, passing from a 36.00% to a 24.67% of the portfolio between September 06 and September 07, while on the contrary, the Costa Rican securities passed from representing a 19.00% to a 23.00% of the portfolio between the same dates.

Additionally, it is important to underline that to the closing date of September 07, an 8.30% of the net assets of the portfolio were in cash; while from the remaining portion, an 87.00% was placed in sovereign debt, a 10.50% in securities of private companies of the energetic sector, and a 2.50% in other type of instruments.

In the following picture the behavior of the distribution of investments in securities of the Fund according to issuer between September 06 and September 07 can be appreciated.

CABEL Central American Fund
Distribution of the Portfolio

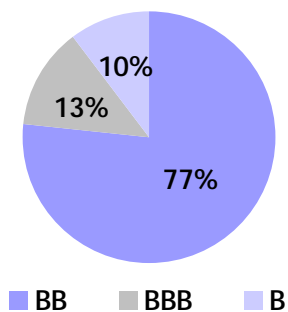
	Sept. 06	Dec. 06	Mar.07	Jun.07	Set.07
El Salvador	36%	36%	31%	25%	25%
Costa Rica	19%	21%	24%	22%	23%
Guatemala	19%	17%	19%	20%	21%
México	11%	10%	12%	14%	12%
Panamá	9%	7%	6%	6%	8%
República Dominicana	2%	3%	3%	4%	5%
Nicaragua	5%	5%	4%	3%	3%
Colombia	0%	0%	0%	3%	1%
Argentina	0%	2%	2%	2%	3%

With regard to the structure of the portfolio according to the risk rating in foreign currency; of the rated portfolio ¹ the major part has a BB risk rating (77.00%) for September 07; it is important to remember that Costa Rica, Guatemala and Panama have this country risk rating, and in the last 2 cases they also have positive perspectives. As well, El Salvador and Colombia are rated as BB+.

Additionally, at the closing date of September 07 a 13.00% of rated portfolio is invested in securities of issuers having BBB+ rating corresponding to Mexican securities. The remaining 10.00% of the rated portfolio has several levels of "B" rating, being Argentina's securities (B+) and Dominican Republic (B).

The distribution by risk rate of the rated investment portfolio of the CABEL Fund can be appreciated in the following chart.

**CABEL Central American Fund
Distribution of the Portfolio by Risk, September 07**

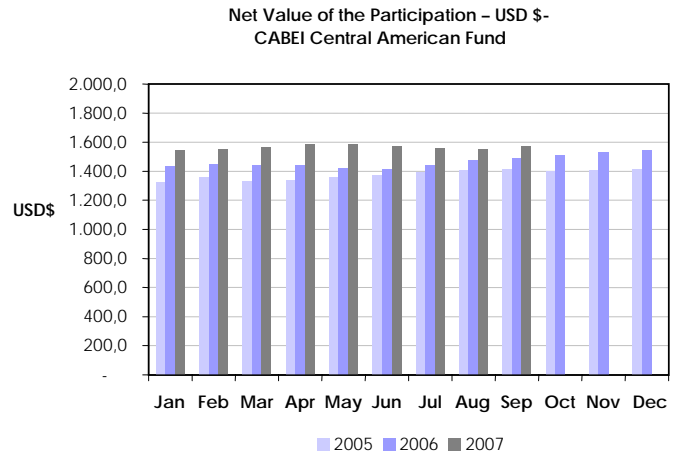


Source: "Sovereign Ratings in Latin America October 2007" by Standard & Poor's.

5. Performance of the Fund

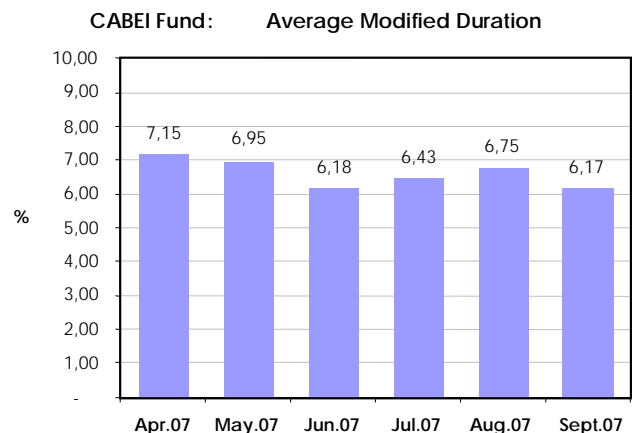
At the closing date of the third quarter of 2007, the participations of the Fund reached a value of US\$1,570.27, after having obtained an historical maximum of US\$ 1,584.65 on May 07; showing a decrease of a 0.04% with regard to June 07 as well as an increase of a 5.42% with regard to September 06.

In the following chart the behavior of the net value of the participation at the closing of each month, from January 05 to September 07, can be appreciated.



On the other hand, the modified duration of the CABEL Fund's portfolio, changing percentage in the price of the portfolio given a certain change in the average return, has shown diminishing during the last semester, passing from a 7.15% to a 6.17% between April 07 and September 07; this behavior indicates that the portfolio risk before variations in its return has been reduced in such period.

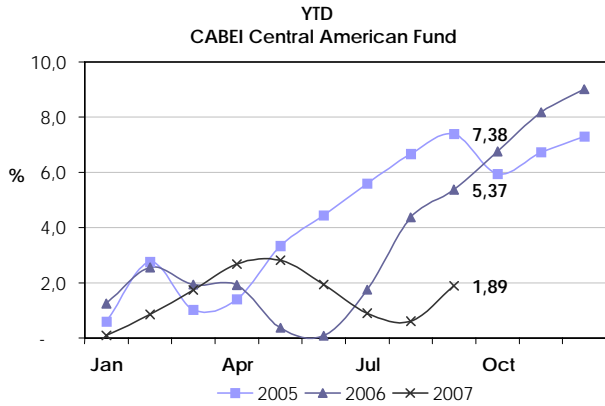
In the following graph the monthly behavior of the modified duration of the CABEL Fund during the last semester is presented.



As far as the yield obtained by the Fund, after the decrease in the YTD value during the second quarter of 2007 and until August 07, when a non-annualized value of a 0.61% was registered, the indicator was increased to a 1.89% for September 07. With these results the Fund does not reach the values registered as at September 06, when the return during the 2006 had been accumulated up to a 7.38%, while the accumulated for September 05 had been of a 5.37%.

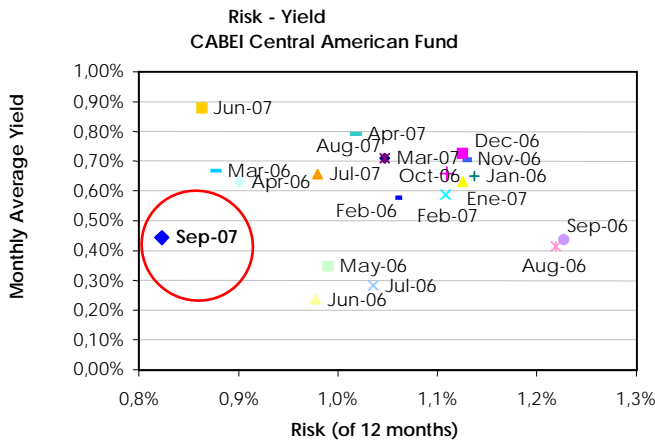
In the following chart the monthly behavior of the accumulated yield that the Fund has shown for years 2005, 2006 and during the 3 first quarters of the 2007 can be appreciated.

¹ The risk ratings referred have been granted by Standard & Poor's, except for Nicaragua, which is described as B3 by Moody's. The distribution of ratings refers to the risk of sovereign /corporate issuer of the security and it does not include future possessions of cash or contracts.



As far as the ratio offered by the CABEL Fund between its average yield of the last 12 months and the standard deviation of this one, it must stand out that during the third quarter of 2007 both the yield as well as its volatileness decreased; since while the monthly average return was reduced from a 0.88% to a 0.44%, its standard deviation was slightly contracted from a 0.86 to a 0.82 percentage points, with which it reaches the smallest volatileness of the last 21 months.

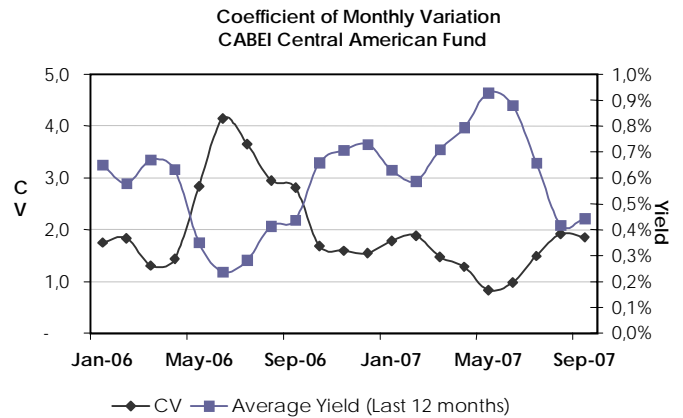
The monthly risk-yield ratio of the Fund for different periods between January 06 and September 07 appears in the following chart.



In this individual case, it is important to indicate that after the coefficient of variation (CV) decreased to a 0.83% up to May 07; it ascends to 1.85 risk units by yield unit for September 07, due to the highest decrease undergone by the yield in comparison with the reduction of its volatileness in the last quarterly.

In any case, the coefficient as at September 07 is lower to the coefficient shown in the same date of the previous year, of a 2.81%; the above-mentioned indicates that the investor is assuming smaller risk levels by each yield unit received a year back.

In the following chart it is possible to appreciate the behavior of the coefficient of variation and the monthly average yield of the Fund for last the 21 months.



6. Rating Scales

6.1. Ranking Categories of Investment Funds

6.1.1. LEVEL OF INVESTMENT DEGREE

scr-AAAf: The quality and diversification of the Fund's assets, as well as strengths and weaknesses of the management, provide the highest security against losses coming from default on payment. Excellent Level.

scr-AAf: The quality and diversification of the Fund's assets, as well as strengths and weaknesses of the management, provide a very high security against losses coming from default on payment. Very Good Level.

scr-Af: The quality and diversification of the Fund's assets, as well as strengths and weaknesses of the management, provide a good security against losses coming from default on payment. Good Level.

scr-BBBf: The quality and diversification of the Fund's assets, as well as strengths and weaknesses of the management, provide sufficient security against losses coming from default on payment. Satisfactory Level.

6.1.2. LEVEL UNDER THE INVESTMENT DEGREE

scr-BBf: The quality and diversification of the Fund's assets, as well as strengths and weaknesses of the management provide an uncertain security against losses coming from default on payment.

scr-Bf: The quality and diversification of the Fund's assets, as well as strengths and weaknesses of the management, show vulnerability against losses coming from default on payment.

scr-Cf: Investment funds that have suspended the payment of the principal under conditions and terms agreed.

scr-Df: Investment funds that do not provide valid and representative information to carry out the rating process before or during the term of the Fund.

(+) o (-): Ratings from " scr-AAf " to " scr- Cf " can be modified by the addition of the positive (+) or negative (-) symbol in order to indicate the relative position within the different categories.

6.2. Rating Categories of the Market Risk.

Category 1: Low sensitivity to changing conditions in the Market.

Category 2: Moderate sensitivity to changing conditions in the Market.

Category 3: High sensitivity to changing conditions in the Market.

Category 4: Very high sensitivity to changing conditions in the Market.