

الصندوق
الأهلي الخليجي
Al Ahli Gulf Fund

Al Ahli Gulf Fund
FACT SHEET - AUGUST 2007

Fund Objective

To achieve long-term capital appreciation through investing in the shares of companies listed across all GCC exchanges by realizing outstanding investment returns with an acceptable level of investment risk.

Executive Summary

Fund Type:	Open-ended
Subscription /Redemption:	Monthly
Launch Date:	November 2003
Management Fees:	1.25%
Incentive Fees:	10% over 10% Hurdle
Manager:	Al Ahli Bank of Kuwait
Custodian:	Kuwait Clearing Co.
Nominal Price:	KD 1.000 / Unit
Next Dealing Date:	24 th September 2007
Last Dealing Price:	KD 1.269458 / Unit

Current Performance Summary

NAV	Aug'07	YTD'07
KD 1.269	-1.085%	+25.0%

Monthly Performance

Jan'07	Feb'07	Mar'07	Apr'07	May'07	Jun'07
-0.38%	+2.07%	+7.5%	+2.31%	+8.09%	+0.41%

Jul'07	Aug'07	Sep'07	Oct'07	Nov'07	Dec'07
+4.61%	-1.085%				

Historical Performance

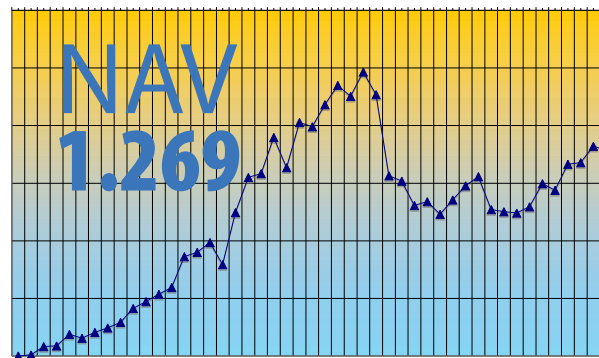
2006	2005 ⁽¹⁾	2004	Since Inception ⁽²⁾
-21.0%	+53.05%	+31.6%	+94.45%

(1) Inclusive of 2005 dividends distributed during 2006 (2) Inclusive of dividends distributed since inception

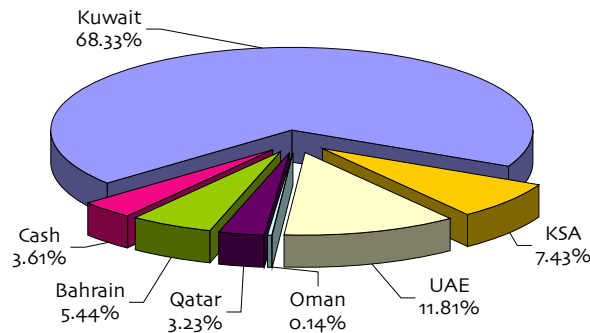
Profits Distributed

2005		2006		Since Inception	
Cash	Bonus	Cash	Bonus	Cash	Bonus
KD 0.222	22.3%	KD 0.050		KD 0.452	22.3%

Performance Chart



GCC Market Allocations



Country

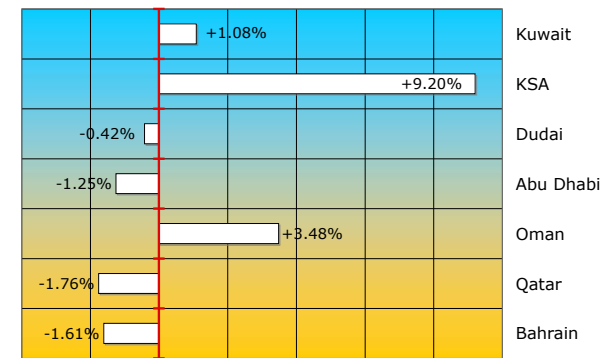
Manager

Kuwait	Al Ahli Bank of Kuwait
KSA	Saudi British Bank
UAE	NBAD/Shuaa Capital
Oman	Bank Muscat
Qatar	Shuaa Capital/Taib
Bahrain	Taib Bank

Top 3 Positions / Market

Kuwait	KSA	UAE
KFH	SABIC	Emaar
CBK	MCI	Etisalat
MTC	STC	DIB
Oman	Qatar	Bahrain
-	Indust. Qatar	BBK
-	QNB	NBB
-	Qatar Telecom	GFH

GCC Market Performances - Aug'07



Market Review:

Most of the GCC region's equity markets slowed down during August, led by Qatar which lost -1.76% followed by Abu Dhabi -1.25% and Dubai -0.42%, Bahrain -1.61% some of the decrease was seasonal just because of the summer holiday. On the other hand the Saudi market led the gain for August accomplished a stellar performance where the market increased by 9.2%, followed by Oman +3.48% and Kuwait +1.08%.

For the Kuwaiti market performance seemed to slow down with summer holidays where the speculator target the small cap company for speculation rather than the large cap. This explains why the weighted index increase by 0.88% which is less than the price index increase on percentage basis.

Fund Review:

Al-Ahli Gulf Fund recorded a NAV of KD 1.269 for the month of August with a return of +94.45% since inception, and a loss of 1.085% on month-to-month basis, due to the decrease in 4 out of 7 GCC markets.

The fund management team still believes that selected sectors and stocks in the GCC markets present a good case for stock accumulation. Moreover, the GCC markets are expected to consolidate after the third quarter of 2007 as investor expectations start to moderate and valuations appear more reasonable since corporate earnings growth is likely to remain on track. However, political tensions in the region will continue to remain a concern.

