

# AL AHLI KUWAITI FUND FACT SHEET - JUNE 2012



الصندوق  
الأهلي الكويتي  
Al Ahli Kuwaiti Fund

## Fund objective

To achieve capital growth through investing in the shares of companies registered at the Kuwait Stock Exchange by realizing outstanding investment returns above the market average with an acceptable level of investment risk.

## Executive summary

Fund type:	Open-Ended
Subscription /Redemption:	Monthly
Launch date:	February 2003
Management fees:	1.50%
Manager:	Al Ahli Bank of Kuwait
Local Manager	Ahli Capital Investment Co.
Custodian:	Kuwait Clearing Co.
Nominal price:	KD 1.000 / Unit
Next dealing date:	25 <sup>th</sup> July, 2012
Last dealing price:	KD 0.872222 / Unit

## Fund top 5 positions

1	NBK
2	CGC
3	MTC (Zain)
4	PCEM
5	ALAFCO

## Fund performance analysis

Best month performance	+17.5%
Worst month performance	-17.71%
No. of up months	65
No. of down months	48
Average monthly gain	+0.719%

## Current performance summary

NAV	Jun'12	YTD'12
KD 0.872	-1.07%	+1.34%

## Monthly performance

Jan'12	Feb'12	Mar'12	Apr'12	May'12	Jun'12
-0.45%	+4.17%	+1.63%	+1.09%	-3.85%	-1.07%
Jul'12	Aug'12	Sep'12	Oct'12	Nov'12	Dec'12

## Historical performance

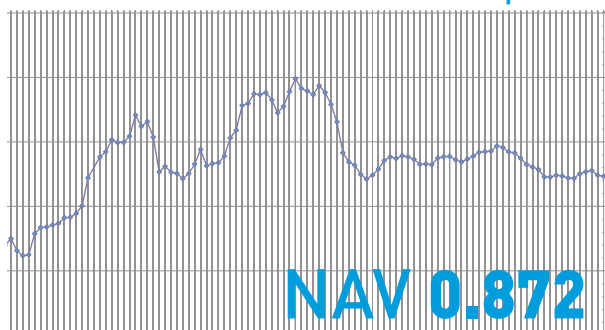
2011	2010	2009	2008	2007	2006	2005	2004	2003	Since Inception
-14.96%	+13.40%	+0.9%	-27.9%	+32.5%	-15.4%	+57.5%	+2.7%	+37.8%	+81.32%

Returns inclusive of dividends / Bonus distributed

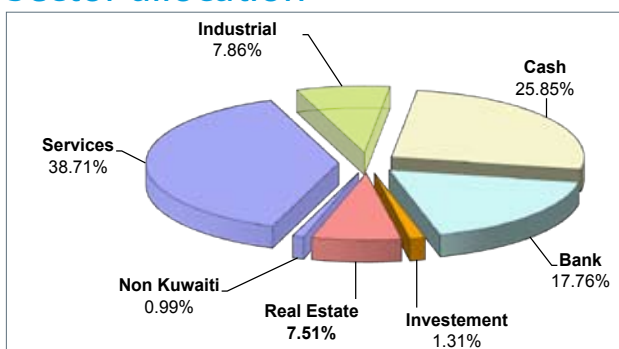
## Profits distributed

2003	2004	2005	2006
Cash	Cash	Cash	Bonus
KD 0.190	KD 0.070	KD 0.105	15.6%
2007	2009	2010	Since Inception
Cash	Cash	Cash	Cash
KD 0.160	KD 0.060	KD 0.080	KD 0.785
			15.6%

## Performance chart since inception



## Sector allocation



## Market performance

	MTD	YTD
Kuwait price index	-6.74%	+0.12%
Kuwait weighted index	-1.17%	-0.47%
KIC index	-0.69%	-2.98%

## Market review:

The Kuwait Stock Exchange on the Fund's NAV date 27th of June 2012 closed negative. The KSE price index was -6.74% MTD and +0.12% YTD, closing at 8,820.94 points while the KSE weighted index decreased by -1.17% MTD and -0.47% YTD, ending at 403.71 points.

The daily average Volume and average value of shares traded on the exchange for the year was 390.06 million shares and KD 33.44 million respectively. Total Market Capitalization stood at KD 28.1 Billion.

The Price Index achieved a month high of 6,193.04 points on the 3rd of June.

## Fund review:

The Kuwait Stock Exchange (KSE) fell 405 points, or 6.53%, to close at 5,789.21 during the month ended June 30, 2012. The index slipped below the 6,000 mark due to the countries unstable political conditions. Kuwait's continuous political problems have stalled the key investment projects. The slide in oil prices (below USD90 per barrel) added to the bearish sentiment. On the economic front, the IMF forecasted that Kuwait's economic growth would decelerate to 6.6% in 2012 (8.25% in 2011) although high oil revenues could result in economic surpluses in the future.

In global markets, Spain and Cyprus became the fourth and fifth of the 17 Eurozone's 17 member states to call for external aid. The European Central Bank (ECB) expects Eurozone's annual real GDP growth to range from 0.5-0.3% in 2012 and 0-2% in 2013. However, markets were cheered by Greece's election results, showing that the pro-bailout New Democratic Party had won the elections. The results eased fears that Greece would exit the Eurozone.

The US real GDP grew at an annualized rate of 1.9% in Q1, 2012 (3.0% in Q4, 2011). Exports grew 4.2% YoY, while consumer spending, which accounts for over two-thirds of all economic activity, increased 2.5%. Imports surged 2.7% in the first quarter compared to 6.1% in the previous quarter. Meanwhile, Moody's downgraded 15 financial institutions, including Bank of America and Goldman Sachs. The Thompson Reuters/University of Michigan's final reading on the overall index on consumer sentiment fell to the lowest level since December (73.2 in June from 79.3 in May) and short of economist's expectations of 74.1.

All major European indices surged with the DAX, FTSE and CAC gaining 2.42%, 4.70% and 5.95% respectively. China's Shanghai index, down 6.19% MoM, was the worst performer among emerging markets. HSBC Flash Purchasing Managers Index (PMI), an indicator of industrial activity, fell to a seven-month low of 48.1 in June from 48.4 in May.

The Al Ahli Kuwaiti fund performance was -1.07% MTD and +1.34% YTD as compared to the KSE weighted index which was -1.17% MTD and -0.47% YTD, and its benchmark the KIC index that recorded -0.69% MTD and -2.98% YTD.

The fund managers constantly take into account the volatility of the stock market as a whole in deciding the asset mix and cash percentages in this volatile period, this approach in turn has and will continue to reflect on the Fund's overall future performance. We believe that an extremely careful stock selection criteria needs to be continuously adopted in the future with risk aversion at its peak. The fund holdings are monitored regularly, various risk factors are taken into account by our investment team and appropriate action to rebalance both stock and cash allocations is taken when needed.