

Al Ahli Kuwaiti Fund

FACT SHEET - JANUARY 2006



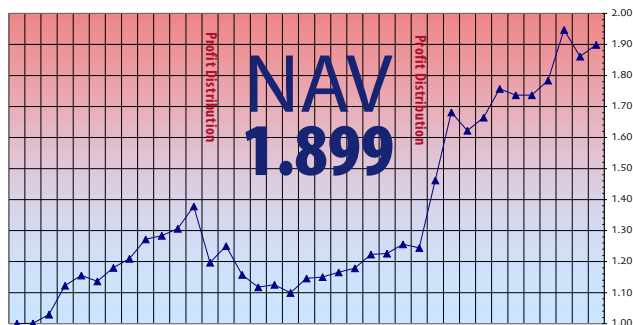
Al Ahli
Kuwaiti Fund

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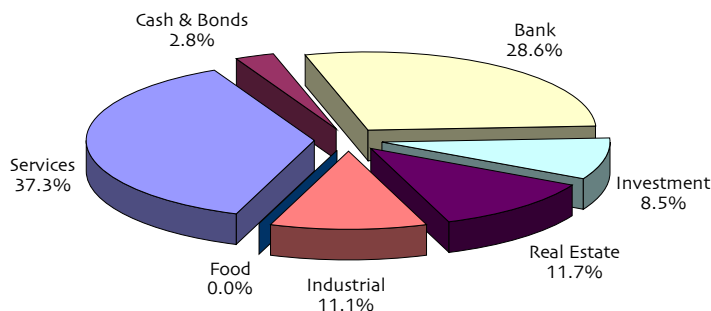
Fund Objective

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.

Performance Chart



Sector Allocation



Performance Summary

	NAV	Jan'06	YTD'06	2005	2004	2003 (11Months)	Since Inception
Fund	KD 1.899	+2.05%	+2.05%	+57.48% ⁽¹⁾	+3.2%	+37.8%	+115.86% ⁽²⁾
KIC (Kuwaiti Cos.) Index		+3.18%	+3.18%	+66.04%			

(1) Inclusive of 2004 dividends distributed during 2005 (2) Inclusive of dividends distributed since inception

Monthly Performance

Jan'06	Feb'06	Mar'06	Apr'06	May'06	Jun'06	Jul'06	Aug'06	Sept'06	Oct'06	Nov'06	Dec'06
+2.05%											

Executive Summary

Fund Type:	Open-ended						
Subscription /Redemption:	Monthly						
Launch Date:	1 st February 2003						
Management Fees:	1.50%						
Manager:	Al Ahli Bank of Kuwait						
Custodian:	Kuwait Clearing Co.						
Next Dealing Date:	22 nd February 2006						
Last Dealing Price:	KD 1.898602 / Unit						
Dividends distributed:	<table border="1"> <thead> <tr> <th>2003</th> <th>2004</th> <th>Since Inception</th> </tr> </thead> <tbody> <tr> <td>KD 0.190</td> <td>KD 0.070</td> <td>KD 0.260</td> </tr> </tbody> </table>	2003	2004	Since Inception	KD 0.190	KD 0.070	KD 0.260
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Top 5 Positions

- 1- MTC
- 2- Kuwait Finance House
- 3- PWC
- 4- NBK
- 5- National Real Estate Co.

Performance Analysis

Best Month:	17.5%
Worst Month:	-7.4%
No. of Up Months:	29
No. of Down Months:	7
Average Monthly Gain:	4.00%

Market Background

Following a stellar 2005 performance of the KSE index, the month of January was characterized by a shortened trading days for the Kuwaiti Stock Market due to holidays as a result of EID & also on account of a 3 day mourning on the sad demise of the beloved Amir of Kuwait – Sheikh Jaber Al-Ahmad Al Jaber Al Sabah.

Despite the shortened trading days, the KSE (Price) index increased by approx. 3.5% for the month. On the other hand, the KIC Index (Kuwaiti Cos) increased by approx. 3%. With the exception of the services & Food sectors that witnessed a slight correction, all the other sectors saw a positive performance with the major increases coming from the Banking and Industrial sectors. The total market capitalization at the close of the year stood at approx. KD 43.26bn.

During the month, the newsmakers included: NIG offering 20% of its wholly owned subsidiary – Ikarus to shareholders during the 1st Qtr of 2006; MTC & NMTC's mobile licenses being extended by another 6 months in Iraq; PWC & National Real Estate Co. receiving approvals to list their shares in the UAE stock market.

The month witnessed 2 new companies being listed on the KSE – both in the Services Sectors, namely – Combined Group Contracting Company, & IFA Hotels & Resorts Co. The total market cap of the newly listed companies amounted to approx. KD 423mn. As of 25-Jan-06, the number of listed companies in Kuwait reached 160. The shortened trading month saw an increase in the values of several companies with KIPCO, Industrial Investments, Sokouk Holding, NIG, & Kuwait Cement being the substantial movers.

Fund Review

The Fund witnessed a positive performance during the month of January, bringing its returns since inception to approx. 116%. The portfolio's investment strategy continues to be strengthened with the addition of undervalued stocks.

Overall, we continue to believe that in the coming months, the Kuwaiti Market will strongly benefit from the expected excellent 2006 corporate financial results; continuance of high oil prices; huge liquidity & the positive investor sentiment following the appointment of the New Amir – Sheikh Sabah Al-Ahmad Al Jaber Al Sabah. All these factors is expected to have a positive impact of the Fund's performance in the coming months.