



Al Ahli Kuwaiti Fund

Al Ahli Kuwaiti Fund FACT SHEET - JANUARY 2007

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
Custodian:	Kuwait Clearing Co.
Nominal Price:	KD 1.000 / Unit
Next Dealing Date:	28 th February 2007
Last Dealing Price:	KD 1.317933 / Unit

Current Performance Summary

NAV	Dec'07	YTD'07
KD 1.318	+0.5%	+0.5%

Monthly Performance

Jan'07	Feb'07	Mar'07	Apr'07	May'07	Jun'07
+0.5%					
Jul'07	Aug'07	Sep'07	Oct'07	Nov'07	Dec'07

Historical Performance

2006	2005 ⁽¹⁾	2004	2003	Since Inception ⁽²⁾
-15.4%	+57.48%	+2.7%	+37.8%	+83.9%

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

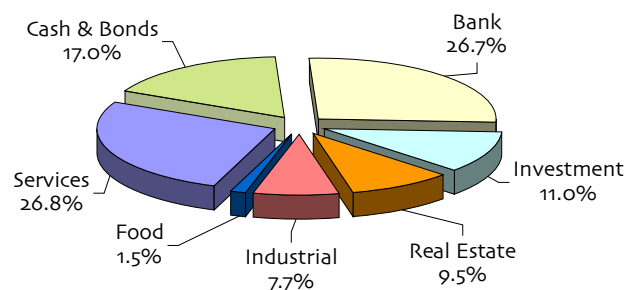
Profits Distributed

2003		2004		2005		Since Inception	
Cash	Bonus	Cash	Bonus	Cash	Bonus	Cash	Bonus
KD 0.190		KD 0.070		KD 0.105	15.6%	KD 0.365	15.6%

Performance Chart Since Inception



Sector Allocations



Fund Top 5 Positions

1	MTC
2	KFH
3	AGILITY
4	COBK
5	NBK

Fund Performance Analysis

Best Month Performance	+17.5%
Worst Month Performance	-15.2%
No. of Up Months	35
No. of Down Months	13
Average Monthly Gain	1.77%

GCC Market Performance

	MTD	YTD
Kuwait	-3.53%	-3.53%
KSA	-11.24%	-11.24%
UAE (NBAD)	+0.25%	+0.25%
Oman	+3.38%	+3.38%
Qatar	-9.80%	-9.80%
Bahrain	-2.95%	-2.95%

Market Review

Kuwait Stock Exchange ended the month of January 2007 on a negative note, with the KSE price index shedding 3.53% of its value this month, and closing at 9,711.8 points. The KSE weighted index declined 0.40% to reach 529.6 points during this month. The decline was widespread, with all the sectoral indices except for the banking index ending the month in negative territory. The Banking index advanced 1.10% and Commercial Bank Of Kuwait was notably the best performer in the sector gaining 18% during the month of January. The trading activity during January 2007 witnessed a sharp decline. The Volume and Value of shares traded on the exchange fell by 40.5% and 29.4% respectively. Total Market Capitalization stood at KD 41,856bn by month's end.

The Kuwait Stock market, like other GCC stock markets, came under selling pressure in 2006. While economic fundamentals continue to remain positive, the market participants seem worried about growing concerns on increased volatility in stock prices. In addition investors are anticipating the year-end earnings announcements and a possible liquidity squeeze. In spite of the mentioned concerns, we expect the KSE to show stable growth in 2007.

Fund Review

Al Ahli Kuwaiti Fund managed to outperform the KSE price index (-3.53%) and the weighted index (-0.40%) registering a growth of +0.5% in January 2007. In addition, the Fund outperformed its benchmark the KIC index that recorded a loss of 0.19% for the month of January. The positive performance of the Fund reconfirms the success of our conservative strategy and our focus on low risk stocks.

Kuwait market is expected to show growth and stability in 2007, which is in-line with the strong earnings growth that is expected in 2007. The recent fall in the market has been to our advantage as the Fund took the opportunity to gather strategic positions in undervalued stocks. At the current price, Kuwait market looks attractive and some of the listed large cap stocks have undervalued P/Es, which are poised for a positive rebound once the market stabilizes.

