

# AL AHLI KUWAITI FUND FACT SHEET - JULY 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:	29 <sup>th</sup> Aug. 2012
Last dealing price:	KD 0.851457 / 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	49
Average monthly gain	+0.695%

## Current performance summary

NAV	July'12	YTD'12
KD 0.851	-2.38%	-1.07%

## 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
-2.38%					

## Historical performance

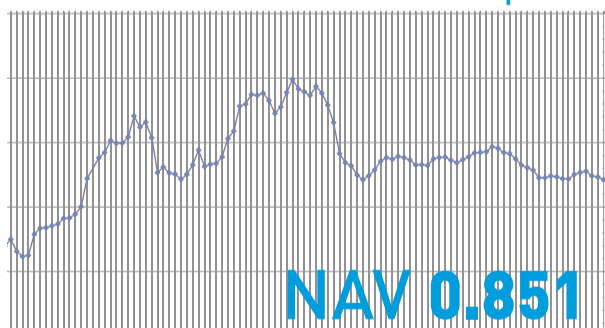
2011	2010	2009	2008	2007	2006	2005	2004	2003	Since Inception
-14.96%	+13.40%	+0.9%	-27.9%	+32.5%	-15.4%	+57.5%	+2.7%	+37.8%	+79.25%

Returns inclusive of dividends / Bonus distributed

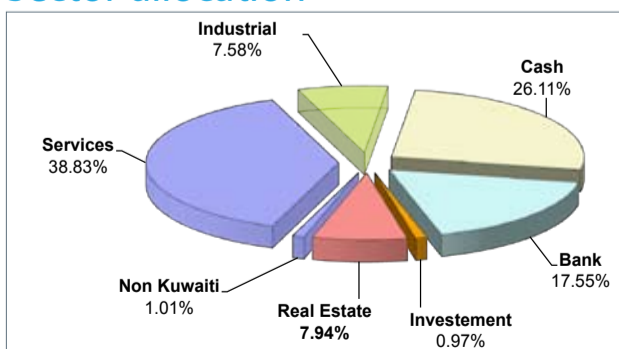
## Profits distributed

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	-1.20%	-1.08%
Kuwait weighted index	-1.74%	-2.21%
KIC index	-1.78%	-4.71%

## Market review:

The Kuwait Stock Exchange on the Fund's NAV date 25th of July 2012 closed negative. The KSE price index was -1.20% MTD and -1.08% YTD, closing at 5,751.27 points while the KSE weighted index decreased by -1.74% MTD and -2.21% YTD, ending at 396.67 points.

The daily average Volume and average value of shares traded on the exchange for the year was 358.16 million shares and KD 30.81 million respectively. Total Market Capitalization stood at KD 27.4 Billion.

The Price Index achieved a month high of 5,909.88 points on the 4th of July.

## Fund review:

The Kuwait Stock Exchange (KSE) fell 69 points, or -1.19%, to close at 5,720.37 during the month ended July 31, 2012. Oil prices rose as compared with last month. Volume and value traded on the KSE declined -20.05% and

-5.46% to 3.43bn and KWD331.94mn, respectively. Market capitalization declined by 1.93% to KWD26.67bn.

Inflation in Kuwait rose to 2.8% YoY in June from 2.78% in May. Kuwait plans to construct a USD14bn oil refinery and upgrade two existing ones attracted bids for the provision of consultation from five international companies.

In the US, the manufacturing index decreased to 51.8 in July from 52.5 a month earlier as weak European markets and slow growth in China limited the demand for US exports. The Federal Reserve, in its policy meet, did not announce any immediate steps (QE3) to revive the economy. However, economists believe that the Federal Reserve could launch another program of buying government bonds and mortgage-backed securities at its September meeting if the economy does not improve. In the Eurozone, the European Union suggested some measures to alleviate the debt crisis, which were widely accepted by the investors. These include recapitalizing needy banks without burdening the state and creation of a single banking ombudsman similar in structure to the European Central Bank (ECB).

Moody's lowered the outlook on its provisional long-term rating of the European Financial Stability Facility from 'stable' to 'negative'. The facility, which had guaranteed commitments of EUR780bn and a lending capacity of EUR440bn, was financed by Eurozone members. All major European indices surged, with the DAX, FTSE, and CAC gaining 5.55%, 1.15%, and 2.97%, respectively.

The Al Ahli Kuwaiti fund performance was -2.38% MTD and -1.07% YTD as compared to the KSE weighted index which was -1.74% MTD and -2.21% YTD, and its benchmark the KIC index that recorded -1.78% MTD and -4.71% 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.