

الصندوق
الأهلي الكويتي

Al Ahli Kuwaiti Fund

Al Ahli Kuwaiti Fund
FACT SHEET - MARCH 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: | 26 th April 2007 |
| Last Dealing Price: | KD 1.510274 / Unit |

Current Performance Summary

| NAV | Mar'07 | YTD'07 |
|----------|---------|---------|
| KD 1.510 | +10.34% | +15.15% |

Monthly Performance

| Jan'07 | Feb'07 | Mar'07 | Apr'07 | May'07 | Jun'07 |
|--------|--------|---------|--------|--------|--------|
| +0.5% | +3.86% | +10.34% | | | |
| 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% | +103.12% |

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

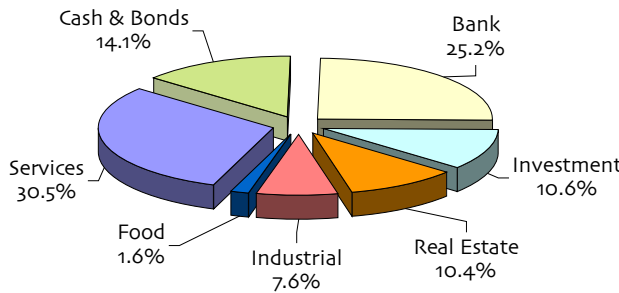
Profits Distributed

| 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 | CBK |
| 5 | NBK |

Fund Performance Analysis

| | |
|-------------------------|--------|
| Best Month Performance | +17.5% |
| Worst Month Performance | -15.2% |
| No. of Up Months | 37 |
| No. of Down Months | 13 |
| Average Monthly Gain | 2.06% |

GCC Market Performance

| | MTD | YTD |
|------------|--------|---------|
| Kuwait | +4.81% | +1.53% |
| KSA | -6.24% | -3.37% |
| UAE (NBAD) | -6.7% | -3.86% |
| Oman | -3.86% | -0.56% |
| Qatar | -4.04% | -15.18% |
| Bahrain | +0.73% | -2.61% |

Market Review

Kuwait Stock Exchange continued its positive performance in March 2007 regaining the losses accumulated from the beginning of the year. The KSE price index recorded a stellar performance increasing 4.18% and closing at 10,222 points. As for the KSE weighted index increased twice as much recording 7.77% to reach 591.60 points during this month. In addition, gains were manifested across all KSE sectors and the food sector lead the advances with 27% increase for the month of March. The services sector followed in second place registering a growth of 10.3%. Investors exchanged 5.2bn shares at a total value of KD2.8bn during the month of March. The Volume and Value of shares traded on the exchange jumped 131% and 115% respectively. Total Market Capitalization grew 6.20% to reach KD 46,041bn by month's end.

Overall, the market movements reflect aggressive trading activity even though the last two days of the month moved to negative territory due to selling pressures and profit taking behavior. Fortunately, there was also evidence of bottom fishing opportunities, which offset the month end selling pressure and managed to support the KSE index. Although market behavior seems to point toward broad-based selling pressures, market participants continue to build strong positions in large cap companies on account of strong profits declared for the year 2006.

Fund Review

The month of March was an exceptional month for the Kuwaiti fund, which accomplished a growth of 10.3% compared to February. Fortunately, the Fund managed to counteract last year's losses and regain strong position in the KSE. Al Ahli Kuwaiti Fund managed to outperform the KSE price index (4.81%) and the weighted index (7.77%) in March 2007. In addition, the Fund outperformed its benchmark the KIC index that recorded a gain of 6.82% during this month. Significantly, the positive growth is due to the concentration of the fund in the banking, industrial, and service sector, which recorded strong trading activity and strong profit for the year-end 2006.

The fund team continues to believe that the market is poised for greater returns in terms of profits and trading activity, which would support positive market growth. The Fund's overall return in the portfolio will remain in positive territory supported by the blue chip companies' resilient performance.

