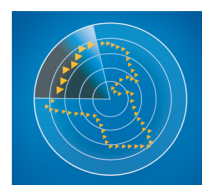


AL AHLI KUWAITI FUND

FACT SHEET - MARCH 2014



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:	30 th April 2014
Last dealing price:	KD 0.921635 / Unit

Current performance summary

NAV	Mar'2014	YTD'14
KD 0.908	+1.46%	+2.06%

Monthly performance

Jan'14	Feb'14	Mar'14	Apr'14	May'14	Jun'14
-0.28%	+0.91%	+1.46%			
Jul'14	Aug'14	Sep'14	Oct'14	Nov'14	Dec'14

Historical performance

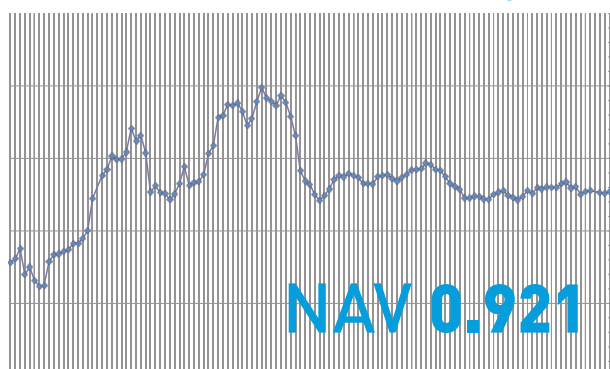
2003	2004	2005	2006	2007	2008	2009
+37.8%	+2.7%	+57.5%	-15.4%	+32.5%	-27.9%	+0.9%
2010	2011	2012	2013	Since Inception		
+13.40%	-14.96%	+7.79%	+2.70%	+91.26%		

Returns inclusive of dividends / Bonus distributed

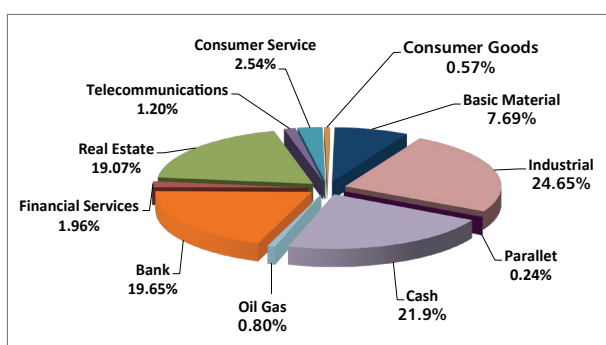
Profits distributed

2003	2004	2005	2006	2007
Cash	Cash	Cash	Bonus	Cash
KD 0.190	KD 0.070	KD 0.105	15.6%	KD 0.120
				KD 0.160
2009	2010	2012	Since Inception	
Cash	Cash	Cash	Cash	Bonus
KD 0.060	KD 0.080	KD 0.050	KD 0.835	15.6%

Performance chart since inception



Sector allocation



Fund top 5 positions

1	CGC
2	NBK
3	BPCC
4	Mabanee
5	ALAFCO

Fund performance analysis

Best month performance	+17.5%
Worst month performance	-17.71%
No. of up months	77
No. of down months	57
Average monthly gain	+68.10%

Market performance

	MTD	YTD
Kuwait price index	-1.56%	+0.31%
Kuwait weighted index	+3.91%	+6.68%
KIC index	+2.86%	+5.28%

Fund review:

The Fund's NAV for March 2014 was 0.921635 while the respective index closings were as follows, The KSE price index, KSE weighted index and the KIC index closed at 7,572.81, 483.13 and 537.54 points respectively.

The Al Ahli Kuwaiti fund performance was +1.46% MTD and +2.09 YTD as compared to KSE price index -1.56% MTD and +0.31 YTD, KSE Weighted Index +3.91% MTD and +6.68 YTD and KIC Index +2.86% MTD and +5.28 YTD.

Market review:

The Kuwait Stock Exchange (KSE) fell 120 points, or 1.56%, to end at 7,572.81 in March 2014. Investor sentiment remained negative due to the heightened war-like situation between Ukraine and Russia, leading to selling pressure. On the domestic front, Kuwait's Capital Market Authority (CMA) crack down on improper trading led to sell-off in small cap stocks. The CMA has been actively pushing for reforms within a stipulated timeframe. On a positive note, Kuwait recorded a trade surplus of KWD 24.3bn in 2013 (48% of 2013 GDP), the second highest on record, as oil exports totaled KWD 30.8bn.

In international markets, the US Federal Reserve (Fed) reduced its monthly asset purchases to USD 55bn from USD 65bn. Moreover, the Fed indicated the bond-buying program would be wound down by the end of 2014, followed by a rate hike within six months. The Fed lowered the 2014 forecast for GDP growth to 2.8-3.0% YoY (December forecast: 2.8-3.2% YoY) and unemployment rate to 6.1-6.3% (December forecast: 6.3-6.6%). On the data front, US current account deficit narrowed sharply to a 14-year low of USD 81.1bn (1.9% of GDP) in Q4 2013 (consensus: deficit of USD 88.1bn), ascribed to higher investment income and lower oil imports due to an increase in domestic production. Meanwhile, US retail sales rose 0.3% (consensus: +0.2%) in February, ending two months of decline. This was ascribed to higher wages and rising home values. The Bureau of Labor Statistics (BLS) announced that employers added 175,000 jobs in February (consensus: +150,000). The US Commerce Department housing starts declined 0.2% to an annualized 907,000 units in February [consensus: 910,000, January: 909,000 (revised)]. In the Eurozone, the European Central Bank (ECB) kept the benchmark interest rates unchanged at a record low of 0.25% despite fears of inflation being stuck in a 'danger zone' below 1%. For 2014, the ECB raised GDP growth forecast to 1.2%, but lowered the inflation estimate to 1%. Fitch affirmed European Stability Mechanism (ESM)'s long-term issuer default rating (IDR) at 'AAA' with a stable outlook and short-term IDR at 'F1+'. Meanwhile, ECB President Mario Draghi hinted at providing additional stimulus to cushion the impact of falling prices in the Eurozone. In Italy, industrial production rose 1% MoM in January on a 3.9% MoM increase in capital goods production, reflecting the intention of companies at home and abroad to boost their investments. Consumer price inflation in the UK fell to 1.7% in February, the lowest since October 2009. The drop, which matched economists' estimates, was mainly ascribed to a decline in fuel prices.

The volume of shares traded on the KSE rose 2.17% to 4.58bn, while the value traded increased 14.76% to KWD 611.27mn. The Financial Services (1.81bn) and Real Estate (1.40bn) indices represented 69.90% of the total traded volume. In terms of traded value, Banking (KWD 202.64mn) and Financial Services (KWD 154.41mn) together accounted for 58.41% of the total. Market capitalization grew 1.36% to KWD 30.68bn.

The fund managers constantly take into account the volatility of the stock market as a whole in deciding the asset mix and cash percentages the strategy has helped in controlling volatility in the fund's performance.