



## Al Ahli Kuwaiti Fund

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FACT SHEET - May 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:	27 <sup>th</sup> June 2007
Last Dealing Price:	KD 1.6415250 / Unit

### Current Performance Summary

NAV	May'07	YTD'07
KD 1.642	+13.28%	+34.311%

### Monthly Performance

Jan'07	Feb'07	Mar'07	Apr'07	May'07	Jun'07
+0.5%	+3.86%	+10.34%	-2.02%	+13.28%	

Jul'07	Aug'07	Sep'07	Oct'07	Nov'07	Dec'07

Not Inclusive of 2006 dividends distributed during 2007

### Historical Performance

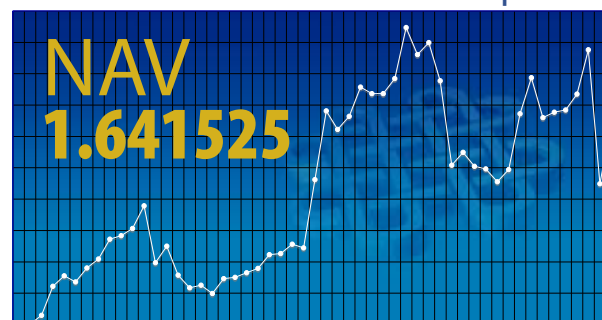
2006	2005 <sup>(1)</sup>	2004	2003	Since Inception <sup>(2)</sup>
-15.4%	+57.48%	+2.7%	+37.8%	+128.25%

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

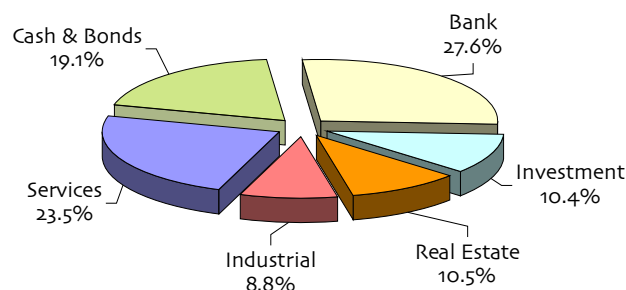
### Profits Distributed

2003	2004	2005	2006	Since Inception	
Cash	Cash	Cash	Cash	Cash	Bonus
KD 0.190	KD 0.070	KD 0.105	KD 0.120	KD 0.485	15.6%

### Performance Chart Since Inception



### Sector Allocations



### Fund Top 5 Positions

1	MTC
2	AGILITY
3	KFH
4	CBK
5	NBK

### Fund Performance Analysis

Best Month Performance	+17.5%
Worst Month Performance	-15.2%
No. of Up Months	38
No. of Down Months	14
Average Monthly Gain	2.14%

### GCC Market Performance

	MTD	YTD
Kuwait	+7.27%	+14.12%
KSA	+0.93%	-5.55%
UAE (NBAD)	+14.16%	+11.71%
Oman	+7.02%	+11.12%
Qatar	+12.15%	+2.45%
Bahrain	+10.06%	+4.56%

### Kuwaiti Fund Review

Kuwait Stock Market continued recording new heights to conclude the month at another life high combined with appreciating trading activity. The KSE price index maintained its upward trend, gaining 23.1 points since early January. The KSE weighted index posted 11.61 percent increase on monthly basis to close at 694.1 points at the end of May. The market value of traded shares hit KD 53.62 billion, up by 11.91 percent on monthly basis and 27.45% on year to date basis. The index closed at 11,489.3 points at the end of May, registering 7.3 percent increase from the previous month figures. On year to date performance, the KSE price index recorded an impressive 14.12%.

Two firms were listed on the bourse in May, namely Vending Network Co. and Hayat Communications Co., to push the number of listed companies to 185. The KSE is expected to see the listing of more companies during June as five ones have already got listing licenses. The volume of traded shares rose in May by 12.62 percent to 7.22 billion, compared to the previous month, posting a new record high during the last 16 months. The total turnover hit KD 4.54 billion, 7.79 percent up from April.

The investor confidence in Kuwaiti economy rose as a result of upbeat reports on macro economy and profits of firms in the first quarter of 2007. Overall, the market witnessed strong buying interest across-the-board, as the investors were attracted by the market valuations and good corporate earnings report. The market's indices recorded unprecedented increases in terms of volume and trades due to increasing cash flows that targeted leading shares. Another factor that positively affected the market was aborting the peg between the KD and the US Dollar and re-linking the KD with a basket of currencies. The outlook for the market remains positive as momentum builds up for the year-end 2007.

### Fund Review

Continuing its stellar growth trend, the Fund's NAV registered KD1.642 for the month of May. The Fund recorded +13.28% gain for the month, outperforming KSE price index (7.27%), the weighted index (11.61%), and its benchmark the KIC index (11.92%). As for the Fund's year to date performance, the growth was exceptional and surpassed the KIC (28.69%) index with a growth of 34.31%.

The fund team continues with strong efforts to capitalize on the Market's bullish trend for the coming months. The Funds surpassed recovery and moving forward with solid profits. Overall the portfolio remains focused on blue chip stocks with strong operational profit.

