

AL AHLI KUWAITI FUND

FACT SHEET - SEPTEMBER 2013



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:	31 th Oct 2013
Last dealing price:	KD 0.911423 / Unit

Current performance summary

NAV	Sep'13	YTD'13
KD 0.911	+2.15%	+3.63%

Monthly performance

Jan'13	Feb'13	Mar'13	Apr'13	May'13	Jun'13
+1.61%	-0.33%	+0.00%	+2.54%	+1.30%	-4.20%
Jul'13	Aug'13	Sep'13	Oct'13	Nov'13	Dec'13
+1.02%	-0.25%	+2.15%			

Historical performance

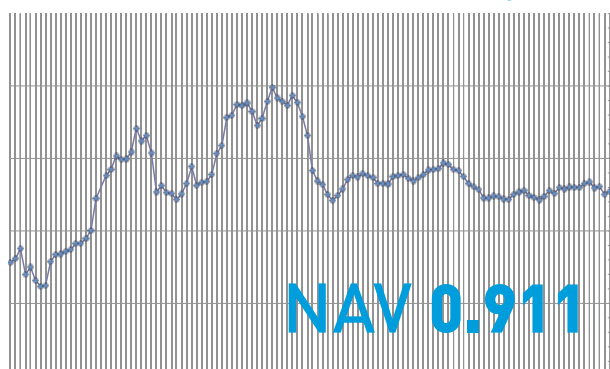
2003	2004	2005	2006	2007	Since Inception
+37.8%	+2.7%	+57.5%	-15.4%	+32.5%	
2008	2009	2010	2011	2012	+90.24%
-27.9%	+0.9%	+13.40%	-14.96%	+7.79%	

Returns inclusive of dividends / Bonus distributed

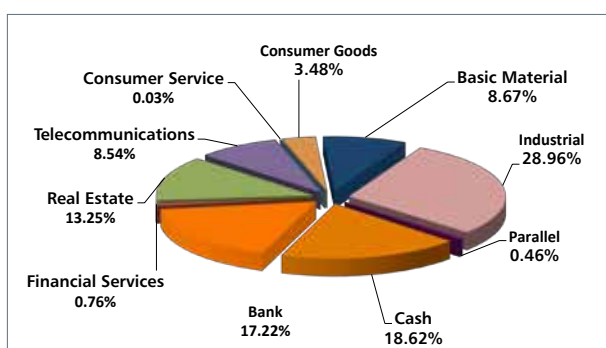
Profits distributed

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	NBK
2	CGC
3	BPCC
4	MTC (Zain)
5	ALAFCO

Fund performance analysis

Best month performance	+17.5%
Worst month performance	-17.71%
No. of up months	73
No. of down months	55
Average monthly gain	+0.705%

Market performance

	MTD	YTD
Kuwait price index	+1.76%	+30.88%
Kuwait weighted index	+2.53%	+10.80%
KIC index	+2.81%	+7.05%

Fund review:

The Fund's NAV for September 2013 was 0.911423 while the respective index closings were as follows, The KSE price index, KSE weighted index and the KIC index closed at 7,766.98, 462.77 and 529.72 points respectively.

The Al Ahli Kuwaiti fund performance was +2.15% MTD and +3.63% YTD as compared to the KSE price index which was +1.76% MTD and +30.88% YTD. The KSE weighted index was +2.53% MTD and +10.80% YTD, and its comparable benchmark the KIC recorded a gain of +2.81% MTD and +7.05% YTD.

Market review:

The Kuwait Stock Exchange (KSE) edged 134 points, or 1.76%, higher to end at 7,766.98 in September 2013. During the month, the three notable rating agencies – S&P, Fitch and Moody's – retained high credit ratings for the country with a stable outlook. Moreover, the government continued its reform process; it completed all plans for a new commercial licenses law, under which all paperwork and permits related to various state institutions and ministries would be carried out through one state body. Investors remained buoyant that the Syrian crisis could be averted after the US and Russia reached an agreement under which Syria would be obligated to place its stockpile of chemical weapons under international control. There were reports that Kuwait could post a budget surplus of KWD11.1–13.3bn (23–27% of forecasted GDP for 2013–14) in the current fiscal (FY 2013–14) due to high oil prices, thus raising the possibility of a 15th successive budget surplus.

In international markets, the US Federal Reserve (Fed) decided to continue its USD85bn per month bond buying program, in contrast with the guidance provided in June. The Federal Open Market Committee (FOMC) opined that it would await more evidence of economic growth before tapering QE3. The US trade deficit widened to USD39.1bn in July from USD34.4bn in June. The value of goods imported stood at USD228.6bn, while exports totaled USD189.4bn. The Markit manufacturing purchasing managers' index (PMI) slipped to 53.1 in August from 53.7 in July. Factory orders fell 2.4% in July, ending a three-month uptrend. However, this was mainly due to a fall in transportation equipment; excluding transportation, new orders rose 1.2%. In the Eurozone, the European Central Bank (ECB) kept its key interest rate unchanged at a record low of 0.5%. Furthermore, the bank raised its economic outlook for the Eurozone; it expects the economy to shrink 0.4% in 2013 compared with the previous forecast of 0.6%. However, for 2014, the ECB trimmed its outlook for growth by 0.1% to a mid-point of 1% from its previous forecast of 0.0–2.2% in June. Meanwhile, ECB Chief Draghi hinted that the bank could come up with another Long-Term Refinancing Option (LTRO), if needed, to maintain short-term money market rates. Separately, the Markit Eurozone Composite PMI rose to 51.5 in August (the highest since June 2011) from 50.5 in July. The Center for European Economic Research (ZEW) economic sentiment for the Eurozone rose for the fifth consecutive month by 14.6 points to 58.6 in September. The ZEW indicator of economic sentiment for Germany increased by 7.6 points to 49.6 during the same month, marking its highest level since April 2010.

Volume and value traded on the KSE increased 126.59% to 10.79bn and 102.10% to KWD948.70mn respectively. The Financial Services (4.60bn) and Real Estate (3.40bn) indices represented 74.16% of the total traded volume. The two sectors also led in terms of traded value, together accounting for 55.22%. The market capitalization grew 3.02% to KWD30.00bn.

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