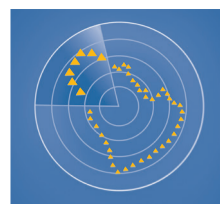


AL AHLI GULF FUND

FACT SHEET - DECEMBER 2014



الصندوق
الأهلي الخليجي
Al Ahli Gulf Fund

Fund objective

To achieve long-term capital appreciation through investing in the shares of companies listed across all GCC exchanges by realizing outstanding investment returns with an acceptable level of investment risk.

Executive summary

Fund type:	Open-ended
Subscription /Redemption:	Monthly
Launch date:	November 2003
Management fees:	1.25%
Incentive fees:	10% over 10% Hurdle
Manager:	Al Ahli Bank of Kuwait
Custodian:	Kuwait Clearing Co.
Nominal price:	KD 1.000 / Unit
Next dealing date:	31 st Jan. 2015
Last dealing price:	KD 0.993513 / Unit

Current performance summary

NAV	Dec.'14	YTD'14
KD 0.994	-2.37%	+7.32%

Monthly performance

Jan'14	Feb'14	Mar'14	Apr'14	May'14	Jun'14
+4.23%	+4.39%	+2.64%	+2.86%	+0.97%	-6.39%
Jul'14	Aug'14	Sep'14	Oct'14	Nov'14	Dec'14
+6.73%	+6.55%	+0.03%	-4.33%	-7.35%	-2.37%

Historical performance

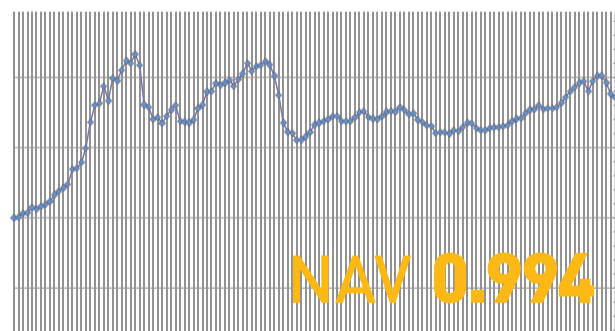
2004	2005	2006	2007	2008	2009
+31.6%	+53.1%	-21.0%	+28.8%	-28.8%	+10.8%
2010	2011	2012	2013	Since Inception	
+11.51%	-10.44%	+4.19	+23.89	+98.85%	

Returns inclusive of dividends / Bonus distributed

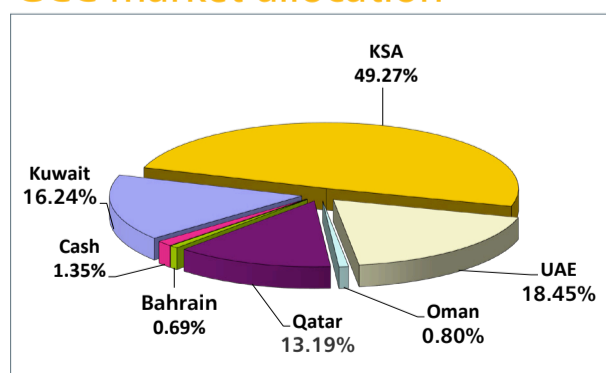
Profits distributed

2004	2005		2006	2007	2009
Cash	Cash	Bonus	Cash	Cash	Cash
KD 0.180	KD 0.222	22.3%	KD 0.050	KD 0.130	KD 0.060
2010	2012	2013	Since Inception		
Cash	Cash	Cash	Cash	Bonus	
KD 0.070	KD 0.030	KD 0.030	KD 0.772	22.3%	

Performance chart



GCC market allocation



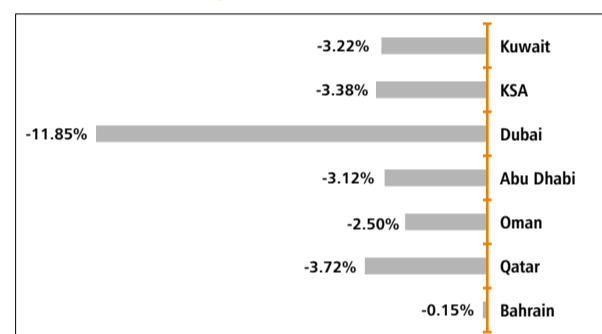
Country

Country	Manager
Kuwait	Ahli Capital Investment Co.
KSA	Sico
UAE	NBAD
Oman	Bank Muscat
Qatar	Sico
Bahrain	Sico

Top 3 positions / market

Kuwait	KSA	UAE
CGC	Samba	Emaar Properties
Gulf Bank	Bupa	FGB
Aqar	ACC	ADCB
Oman	Qatar	Bahrain
Bank Muscat	QNB	Invest corp.
-	QIB	AUB
-	Al Meera	Seef Prop.

GCC market performance - Dec.'14



Market review:

All of the GCC indices ended December in the red. Dubai's market was the weakest performance (down 11.85%), followed by the Qatar's market (down 3.72%).

The Al-Ahli Gulf Fund recorded a loss of -2.37% MTD and +7.32% YTD. The S&P GCC Composite Price Index on the NAV date was -4.42% MTD and -2.51% YTD. The Gulf Funds gain since inception stood at +98.85%. The NAV of the fund was KD 0.993513 on 31st December 2014.

Saudi Arabia's total revenues in FY 2014 are estimated to have reached SAR 1,046bn. Total expenditure has increased by SAR 245bn to SAR 1,100bn (28.7% higher than the budgeted amount of SAR 855bn), causing a deficit of SAR 54bn. The budgeted expenditure for FY 2015 is expected to be SAR 860bn, whereas revenues are expected to be SAR 715bn, implying a deficit of SAR 145bn. The UAE's HSBC Purchasing Managers' Index (PMI) declined to 58.3 in November from 61.2 in October. Output growth of the firms in the UAE decelerated to 62.8 points in November from an all-time high of 66.1 points in October. RAM Ratings has assigned gAA3(pi)/stable and seaAAA(pi)/stable global- and ASEAN-scale sovereign ratings to Qatar. The high ratings are supported by the country's strong economic performance, high liquidity, vast sovereign wealth fund (SWF) savings, and superior government finances. However, the higher ratings are moderated by Qatar's heavy dependence on the hydrocarbon sector and exposure to geopolitical risks in the GCC region. According to the Ministry of Development Planning and Statistics, Qatar's economy is expected to grow 7.7% in 2015 as compared to 6.3% growth forecast for 2014. The country's fiscal surplus is projected to jump to 8.7% of GDP in 2015 against a projection of 5.5% in June 2014. Fitch revised the outlook on Bahrain's long-term foreign and local currency Issuer Default Ratings (IDR) to 'negative' from 'stable' and affirmed the IDRs at 'BBB' and 'BBB+', respectively. The issue ratings on Bahrain's senior unsecured foreign and local currency bonds have also been affirmed at 'BBB' and 'BBB+', respectively. Total exports from Oman declined 5.5% YoY at the end of September 2014 to OMR 15.4bn from OMR 16.3bn recorded during the same period in 2013. Exports fell primarily due to a decrease in the value of oil and gas exports by 7.2%.

The fund holdings are constantly monitored for the various risk factors by our investment team and appropriate action to rebalance the country allocation, cash percentages, as well as sector allocations is taken when needed.