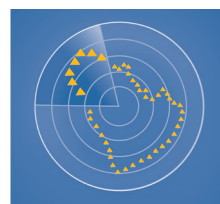


# AL AHLI GULF FUND

## FACT SHEET - FEBRUARY 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 <sup>st</sup> Feb 2014
Last dealing price:	KD 1.037648 / Unit

### Current performance summary

NAV	Feb'14	YTD'14
KD 1.038	+4.39%	+8.80%

### Monthly performance

Jan'14	Feb'14	Mar'14	Apr'14	May'14	Jun'14
+4.23%	+4.39%				
Jul'14	Aug'14	Sep'14	Oct'14	Nov'14	Dec'14

### Historical performance

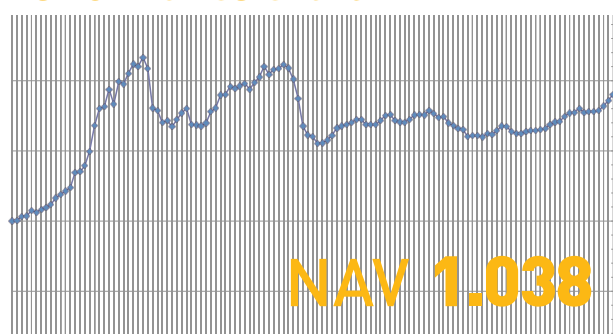
2004	2005	2006	2007	2008	2009
+31.6%	+53.1%	-21.0%	+28.8%	-28.8%	+10.8%
2010	2011	2012	2013	Since Inception	
+11.51%	-10.44%	+4.19	+23.89	+100.26%	

Returns inclusive of dividends / Bonus distributed

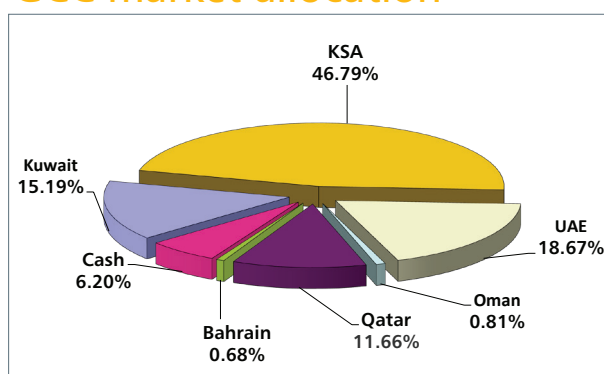
### Profits distributed

2004	2005		2006	2007
Cash	Cash	Bonus	Cash	Cash
KD 0.180	KD 0.222	22.3%	KD 0.050	KD 0.130
2009	2010	2012	Since Inception	
Cash	Cash	Cash	Cash	Bonus
KD 0.060	KD 0.070	KD 0.030	KD 0.742	22.3%

### Performance chart



### GCC market allocation



### Country

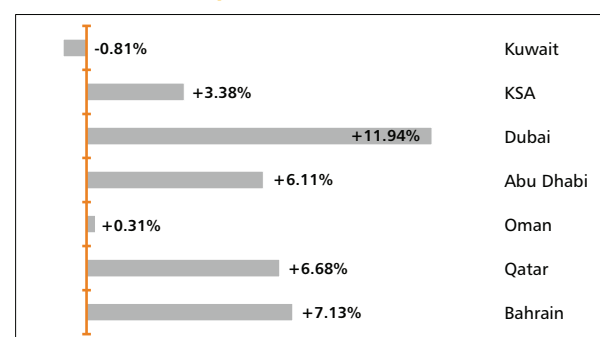
### Manager

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

### Top 3 positions / market

Kuwait	KSA	UAE
CGC	Sabir	Emaar Properties
MTC (Zain)	Al Rajhi Bank	FGB
Aqar	Etihad	ADCB
Oman	Qatar	Bahrain
Bank Muscat	QNB	Invest corp.
-	IQ	AUB
-	OOREDOO	Seef Prop.

### GCC market performance -Feb'14



### Market review:

Six of the seven GCC indices ended in the green in February. The UAE's DFM (up 11.94%) and ADX (up 6.11%) were the highest gainers. Kuwait (down 0.81%) was the sole loser.

Inflation moderated to 2.9% YoY in January 2014 from 3.0% YoY in December 2013. Saudi non-oil exports advanced 9.2% YoY in December 2013 to SAR19.9bn. The bill of imports shrank 6.5% YoY to SAR49.2bn during the same period. Saudi Arabia exported 240mn barrels of oil worth SAR96.4bn in January 2014. Domestic consumption during the same period stood at 58.9bn barrels (20% of the total output). The central bank's net foreign assets grew 10.0% YoY to a record SAR2.69tn in January 2014. Dubai's inflation rose 2.2% YoY in January 2014, primarily driven by an increase in the costs of education (up 4.0% YoY), housing and utility (3.9% YoY), and food and non-alcoholic beverages (3.7% YoY). The IMF raised its 2014 growth forecast for the UAE to 4.5%, driven by the ongoing momentum in non-oil activity. The real estate sector, in particular, witnessed a steep recovery, with prices in the residential real estate market increasing rapidly in select areas. In Qatar, inflation dropped to 2.3% YoY, its lowest since September 2012. Inflation is expected to accelerate to 3.8% in 2014 from 3.1% in 2013 due to a recovery in land prices. Qatar's trade surplus shrank 7% YoY to QAR33.92bn in December 2013. Total exports fell 3.0% YoY to QAR43.32bn due to lower exports to South Korea and India. Bahrain attracted USD114mn in foreign direct investment in 2013 from North America, Europe, and Asia, up 12% over 2012 due to favorable business conditions and strong economic fundamentals. Oman's inflation rose 1.1% YoY in 2013. The rise in inflation is ascribed to a 2.8% YoY increase in food prices during 2013.

The Al-Ahli Gulf Fund recorded a gain of +4.39% MTD and +8.80% YTD. The S&P GCC Composite Price Index on the NAV date was +3.67% MTD and +7.19% YTD. The Gulf Funds gain since inception stood at +100.26%. The NAV of the fund was KD 1.037648 on 24th February 2014.

The current GCC allocations remain stable with a selective allocation of Blue Chip stocks across the region. 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