

NAV: 7.69

Fund Size: USD 80.02 mn

## Investment Objective & Strategy

- The objective of the Fund is primarily to achieve medium to long-term capital appreciation through investing primarily in listed securities issued in the GCC countries in accordance with the Sharia'a Investment Guidelines.
- The Fund may also invest in shares on non-listed Sharia'a compliant companies up to 10% of its Net Asset Value.

## Performance as of 31/07/09

	Al Basha'er	Benchmark
1 Month	0.74%	0.14%
YTD	1.86%	5.96%
Since Inception	-23.09%	-61.24%

## Portfolio Analysis

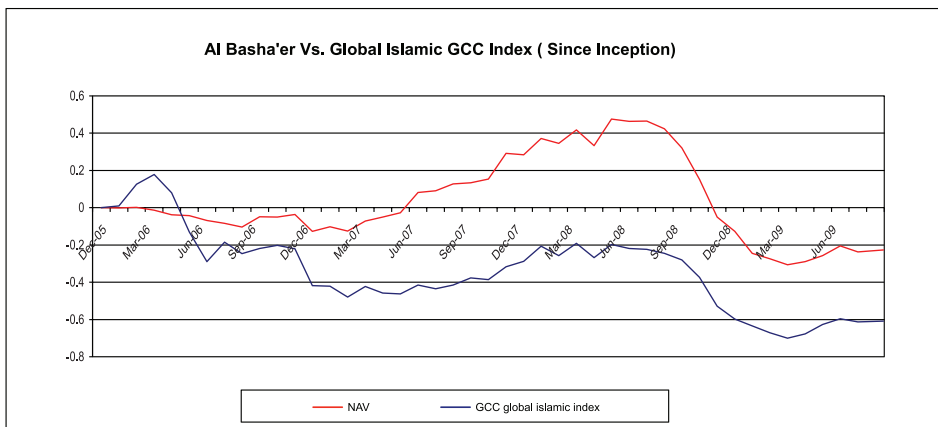
Avg PE	16.82
Avg Yield	3.03%
Avg Mkt Cap	\$ 9.79 BL
Avg Traded Value	28.41 MN



### Awards: Lipper Fund Awards

Al Basha'er GCC Equity Fund won the 'Lipper Fund Award' in 2006 & 2008 by topping the following category: Sharia'a compliant GCC Equity Fund

## Cumulative performance



### Fund Managers

Kuwait Finance & Investment Co.  
Gulf Finance House

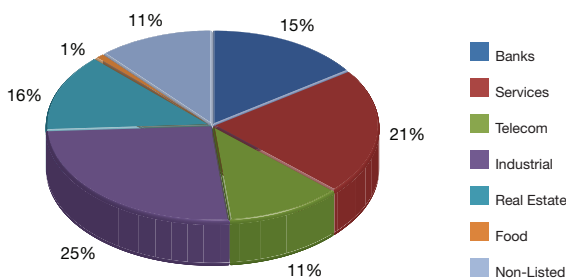
### Benchmark

Global GCC Islamic Index

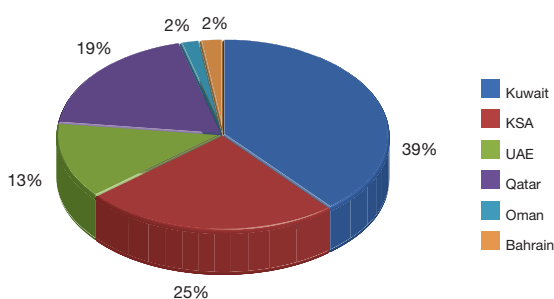
### No. of Holdings

37

## Sector Breakdown



## Geographic Breakdown



## Fund Details

Fund Sponsors:	KFIC, GFH & QIB
Placement Agents:	KFIC, KHCB, QIB, Gulf Bank, ADCB
Inception Price:	USD 10
Inception Date:	Dec 19th 2005
Jurisdiction:	Bahrain
Currency:	USD
Subscription /Redemption:	Monthly
Min Subscription:	USD 10,000
Custodian:	Gulf Clearing Company
Legal Advisor:	Haya Rashed Al-Khalifa Law Firm
Auditors:	Ernst & Young, Bahrain
Management Fee:	2.25% per annum
Performance Fee:	10% of the profits above hurdle rate
Subscription Fee:	Up to 3% of the subscription amount

## Portfolio's main holdings

Company	Country	Sector
Bayan Holding Co.	Kuwait	Real Estate
QGTS	Qatar	Industrial
SABIC	KSA	Industrial
Etisalat	UAE	Communication
QIBK	Qatar	Banking

## GCC Market Review

Nearly all markets in the Gulf recorded a gain this month except Bahrain Market, which lost 5.02% and Kuwait Market which lost around 5%. Abu Dhabi Market gained the most by 6.44% followed by Oman Market that went up by 4.17%, whereas Qatar and KSA markets gained 3.33% and 3.25% respectively while Dubai Market recorded 1.90% increase.

### Kuwait

- The Kuwaiti government may increase the capital of the "defaulters' fund" above the ceiling of KD500 mn depending on the outcome of a study by the council of ministers economic committee.
- The Bank of Bahrain and Kuwait said its shares will be de-listed from the Kuwait bourse on September 19.
- The coordinating committee of Global Investment House's creditor banks has given its initial approval to a plan to restructure the company's debts.
- National Bank of Kuwait and Securities Group Co won an auction to sell Kuwait Investment Authority's 19.8% stake in Kuwait's Boubyan Bank.
- A US court sets a hearing on 6th August for the case filed by the SEC against Al Raya Investment, Kipco and United Gulf Bank for violations in trading on US firms' shares.

### UAE

- Dubai's Aramex allowed foreigners outside of the Gulf Cooperation Council to own 49% of its shares.
- The Taqa North, the Canadian unit of Abu Dhabi National Energy Co. bought two large land blocks in Canada that are expected to become a major source of natural gas supplies.
- Emaar Properties has shut down its office in Algeria due to "a lack of progress" on its developments in the country.
- Dubai's Deyaar Development plans to close its first \$137 mn property fund for distressed assets by the end of the year.

### KSA

- The Saudi Arabia's Almarai Co. and Saudi Hail Agricultural Development Co. (Hadco) will move forward with their agreement whereby Hadco will be acquired by Almarai via a share swap in March 2010.
- Saudi Basic Industries Corp. has received official approval from China's National Development and Reform Commission to participate with China Petroleum and Chemical Corp. in a \$3 bn industrial complex currently under construction.
- Saudi oil giant Aramco is measuring contractors interest for the construction of gas facilities at two fields to meet growing domestic demand.

### Qatar

- The Qtel Group announced the official launch of its wireless broadband service in Pakistan, its largest market to date. The launch phase will include the cities of Karachi, Islamabad, Lahore, and Rawalpindi.
- Barwa Real Estate Co. plans to merge its hotel and maintenance units, Barwa Hotels & Resorts Co. and Barwa for Maintenance Services Co.
- Qatar Real Estate Investment Co. said the merger with Barwa Real Estate Co is expected to take place before the end of the current year 2009.
- KFIC has exited its investment in Qatar's Al Rayan Bank for \$241 mn.

## Market Digest

Country	Percentage Change			P/E	P/B	Market Cap (USD billion)	Average Daily Traded Value (USD mn)
	2008 (%)	Current Month (%)	YTD (%)				
KSA - Tadawul	-57.02	3.25	20.47	14.99	1.93	298.05	1,274.63
Kuwait - KSE	-38.03	-4.96	-1.32	15.36	1.63	109.98	29715
Abu Dhabi - ADSM	-47.83	6.44	17.19	9.17	1.26	74.46	51.23
Dubai - DFM	-72.42	1.90	11.13	10.97	1.22	40.14	121.02
Qatar - DSM	-28.12	3.33	-2.59	10.69	2.09	82.51	541.13
Bahrain - Share Index	-34.52	-5.02	-16.73	7.94	1.12	17.06	0.61
Oman - MSM	-39.78	4.17	7.45	11.27	1.83	16.96	21.69



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