

As of October 31, 2010

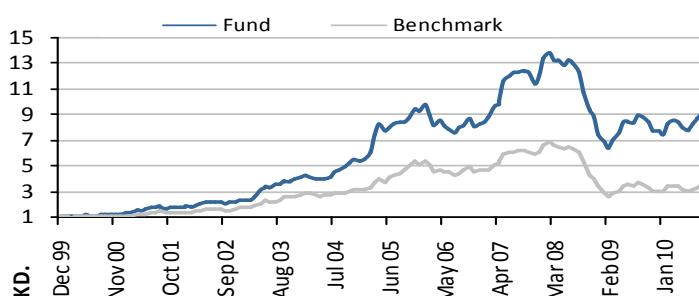
- Winner of five Lipper Fund Awards: 2010, 2008, 2007.
- Winner of Kuwait Equity Fund of the Year Award from MENA FM: 2010.
- "A" Rating from Standard & Poor's: 2009.



Fund Objective: To achieve long term capital appreciation through investing in blue-chip companies listed on the KSE.

Fund vs. Benchmark	MUMTAZ KIC Index		
Since inception (CAGR)	%	22.82	12.36
Volatility (SD)	%	20.49	19.74
Sharpe Ratio (RFR = KIBOR + 0.5%)		1.05	0.56
Information Ratio		1.21	-
Beta		0.94	1.00
Ex Post Alpha		11.07	-
Tracking Error (Annualized)		8.60	
Number of Holdings		37	
Portfolio Turnover (Annual)		0.42x	

Fund price performance



Fund Performance (Returns %)

Years	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	Index
2000	-1.7	-0.5	2.1	7.2	4.0	-1.4	-0.9	2.7	5.3	-1.0	0.7	0.5	17.9%	3.2%
2001	4.9	10.9	10.0	-0.8	2.3	8.3	3.5	3.3	-8.9	2.2	0.6	3.5	45.8%	29.2%
2002	3.8	-0.8	7.8	5.6	2.6	3.3	-2.5	1.5	-3.9	2.6	5.3	2.4	30.6%	25.0%
2003	2.2	-0.3	11.0	20.8	7.4	-2.0	6.4	2.2	5.8	0.2	3.4	4.9	79.9%	62.5%
2004	4.4	-2.4	-3.9	-0.6	-0.8	5.4	9.6	3.5	4.6	5.5	4.1	-2.2	29.9%	12.6%
2005	4.4	8.6	23.0	11.8	-6.7	4.0	3.3	0.6	0.7	3.9	7.1	-1.2	74.2%	67.3%
2006	5.5	-8.3	-9.1	5.1	-5.6	-2.1	-3.9	4.5	2.1	7.5	-7.4	2.6	-10.5%	-9.0%
2007	1.7	5.6	8.8	4.7	14.6	3.1	2.3	0.7	0.5	-0.5	-7.4	4.9	44.4%	30.4%
2008	11.6	4.0	-4.4	-0.3	-3.0	2.9	-1.5	-5.7	-12.7	-12.7	-4.9	-16.4	-37.8%	-44.8%
2009	-8.0	-6.4	9.6	8.1	10.4	0.8	-0.7	6.6	-1.5	-4.9	-6.9	-1.5	3.1%	-9.3%
2010	-2.5	11.6	2.8	-1.5	-4.9	-2.9	6.1	4.6	7.6	0.5			22.0%	17.2%

Key Facts

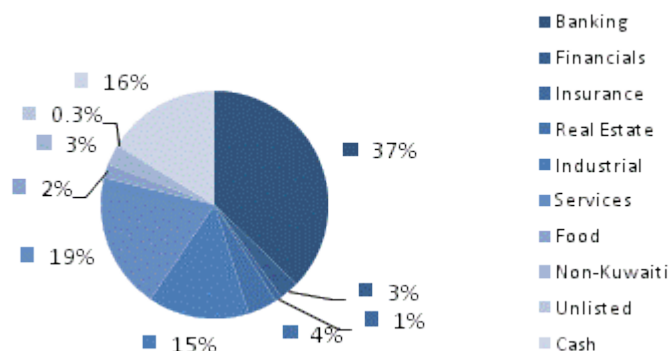
Net Assets	KD. 76.03 Million
NAV per unit	KD. 4.68543521
Type	Open-ended
Investment Manager	Kuwait Financial Centre
Fund Inception	December 1999
Management Fees	1.50% p.a.
Subscription/Redemption fee	0.25%
Minimum Subscription	100 units
Subscription/Redemption	Weekly
Fund Valuation	Weekly
Custodian	Kuwait Clearing Co
Auditor	Deloitte & Touche
ISIN	KW0EQ0903298
Bloomberg	MUMTAZF KK
Lipper Code	LP65038179
Zawya Code	KFCMUMT.MF

Latest factsheet available online at markaz.com/Mumtaz

Top 5 Holdings (54% of NAV)

National Bank of Kuwait
Kuwait Finance House
Zain Telecom
National Industries Holding Group
Mabaneer

Sector Diversification



Fund Manager commentary on page 2

Market Commentary

Kuwait Stock Exchange (KSE) made more gains in October, with KIC Index closing higher by 0.7% for the month, and by 17.18% YTD. October witnessed seasonal announcement of corporate third quarter results, constituting the main driver for market activity, especially banking sector, which achieved a notable profit growth (22.90%, compared to last year, rising from KD 333 million to KD 409 million). The growth is primarily attributable to the notable decline in provisions set aside by banks against impaired and doubtful loans, in addition to increased market values of certain pledged shares. This renders banks more assured about collaterals of certain loans. Furthermore, several debtor entities sought debt rescheduling. Some banks also acquired valuable assets against impaired loans. Local banks failed to achieve a considerable growth in their credit portfolios, despite their excessive liquidity, but without feasible investment outlets. They need mega development projects to be absorbed (after having competed in offering attractive credit packages to investment and real estate sectors).

Nomination of a new KSE Director (Mr. Hamed Al-Saif) brought about optimism to investors with regard to the Market Management tendency towards upgrading the market and solving its problems. The new Director asserted that KSE should be "cleaned" and good performing companies should be segregated from those having defaults and problems. (CBK tightened regulatory standards on investment companies as follows: debt/shareholders equity ratio (leverage ratio) 2:1, liquid assets due within a month should not be less than 10% of total liabilities, international debt should not be more than 50% of total shareholders' equity. Such standards should be applied within two years from this date).

The impending Zain deal, and its developments, played an axial role in steering the trading, especially in the aftermath of escalation and tension that emerged between two major investment poles; Securities Group, and National Investments Co. Securities Group surprised the investment community by its offer to acquire 5% of Zain shares for those holding 50,000 shares and below, at KD 1.650 instant cash. However, the offer was rejected by KSE Management as it violates the trading rules and provisions. Accordingly, Securities Group modified the offer to KSE Management. However, influential parties interfered to tranquilize the situation and eliminated the misunderstanding between both parties, particularly that the deal is not subject to the Financial Markets Authority (FMA) Law due to the fact that the executive procedures of FMA are yet to be finalized.

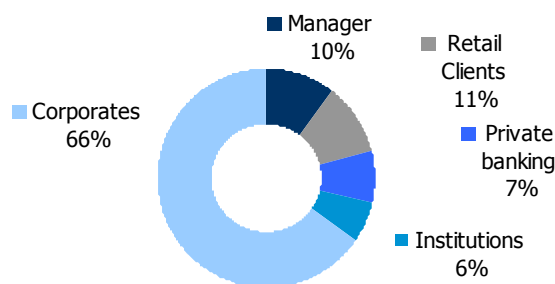
October also witnessed the commencement of the convening of the Third Round of the Thirteenth Parliamentary Session of Kuwait National Assembly, as well as finalization of the election and formation of committees. It is understood that the political activity reflects notably in the market performance, in particular, and the economy, in general. His Highness the Amir, in his sublime address, stressed that it is essential to comply with the provisions of the Constitution, and that both legislative and executive branches should cooperate towards the country's common interests.

With the expiry of the deadline to announce third quarter corporate results (mid November), the pace of volatility is expected to accelerate, lest certain companies shall be suspended, on one part, and due to concerns about those results, on the other part. However, as sale of 46% of Zain deal is approaching closing, the market will probably hold up before moving again. The deal has positive effects, whether on the banks sector, or in terms of flow of a portion of the proceeds arising from the deal, which constitutes additional market liquidity. Nevertheless, this does not preclude the need for reading and studying the declared financial results, which shall form a basis for mid and long term investment decision-making.

Fund Style Overview

	Value	Growth
Large Cap	4%	70%
Mid Cap	1%	24%
Small Cap	1%	

Fund Shareholders



Fund Manager

Amani Al-Omani
 Tel: +965 2224 8288 mid.office@markaz.com

Disclaimer – This document is prepared for general circulation and is circulated for general information only. This document is not an invitation to subscribe to units of any investment fund or program therein. At all times, prospective investors considering an investment in a fund or program should carefully review such fund's or program's prospectus describing the investment approach, operations, applicability of taxes, fees, expenses, risks of investing and review the fund's or program's performance over time.