

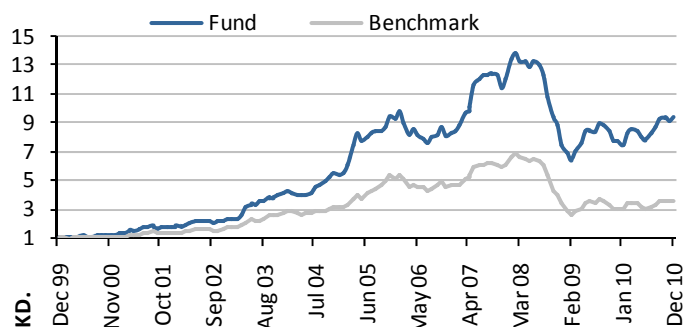
- Winner of five Lipper Fund Awards: 2010, 2008, 2007.
- Winner of Kuwait Equity Fund of the Year Award from MENA FM: 2010.
- "A" Rating from Standard & Poor's: 2009.



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)	%	22.51	12.18
Volatility (SD)	%	20.41	19.64
Sharpe Ratio (RFR = KIBOR + 0.5%)		1.04	0.55
Information Ratio		1.20	-
Beta		0.94	1.00
Ex Post Alpha		10.93	-
Tracking Error (Annualized)		8.60	-
Number of Holdings		38	-
Portfolio Turnover (Annual)		0.45x	-

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	-3.0	3.7	22.8%	17.4%

Key Facts

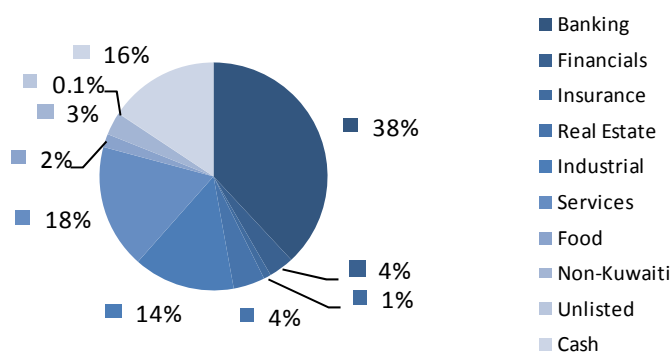
Net Assets	KD. 75.93 Million
NAV per unit	KD. 4.71538948
Type	Open-ended
Investment Manager	Kuwait Financial Centre
Fund Inception	December 1999
Management Fees	1.50% p.a.
Subscription/Redemption fee	0.25%
Minimum Subscription	100 units
Subscription/Redemption	Weekly
Fund Valuation	Weekly
Custodian	Kuwait 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 (55% 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) added new gains in December, amidst dealings characterized by weakness in general; as investors shun any core movements with the approach of financial year end. The negative implications of legal disputes between the major owners of Zain about the legitimacy of the actions applicable towards completing the sale of 46% Zain shares in favor of Etisalat weighed heavily on dealings. The political arena was not better, amidst insistence of certain deputies to interpellate the Prime Minister, exploiting the street as means of ousting the government. Banking was the only compact sector, persistently realizing gains during the month. The KIC Index posted MTD gains of 1.26%, bringing the total YTD returns to 17.4% for 2010.

In the process of rearranging their conditions, certain companies resorted to debt restructuring. By the end of the year, some banks performed restructuring for the debts of several companies based on the extent of payment of their debts. The step taken by banks was to avoid setting aside more provisions.

The Interim Committee of KSE drew a recommendation to the Market Administrator to add two more markets to the two existing markets, bringing the total to four financial markets. The recommendation took place within the framework of main market filtration, leaving ground for the companies with strong financial positions, in addition to the parallel market (secondary) and carpet market for unlisted companies. The aim was to regulate buying and selling, and to preserve the shareholders' equity. As for the suspended companies, there is a special mechanism for dealing with those companies, having identified the reasons for their suspension.

In order to sustain growth for the longest possible period, it is a requirement to unify or merge the economic reality and strong finance of the state with KSE performance. However, there is a large gap between the two. The gains realized in KSE are attributable to deals made and completed by the private sector. Meanwhile, oil returns couldn't make their way to local companies in general. In other words, a financial expansionary developmental policy should be adopted.

After a year full of events and developments (adoption of development plan, capital market, Zain deal) during which the investors rewarded the excellent performers and expelled the companies with doubtful survival, the trend is expected to continue for the forthcoming period. Banking sector remains as the safe investment destination, preferred by investors.

In view of the expected global growth of about 4%, and the optimistic atmosphere for more improvement with the continuity of tax reduction policy and the new quantitative incentive package in major economies, this positive perspective towards the global economy will lead to stabilization of the prices of oil and other commodities, thus reflecting positively on the countries of the region, in particular.

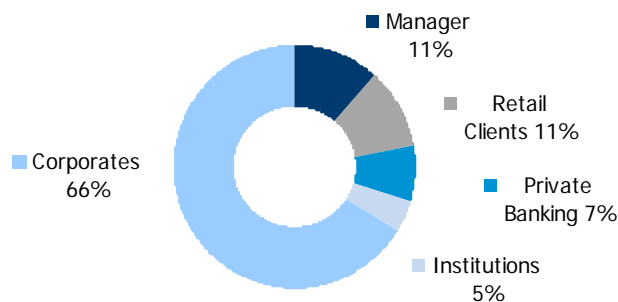
Fund Style Overview

	Value	Growth
Large Cap	3%	65%
Mid Cap	3%	27%
Small Cap	1%	1%

Fund Manager

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Fund Shareholders



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