



## Fund Overview

The Fund is shaped to procure long-term capital gains through investment in a concentrated Islamic compliant portfolio of GCC equities.

Gulf Investment Corporation, the Investment Manager, is an experienced GCC investor and pursues an active management strategy of 'Growth at Reasonable Price'. The Fund Management team is competently supported by a team of dedicated GCC research analysts.

The Fund is tailored to provide un-benchmarked absolute return.

## Fund Information

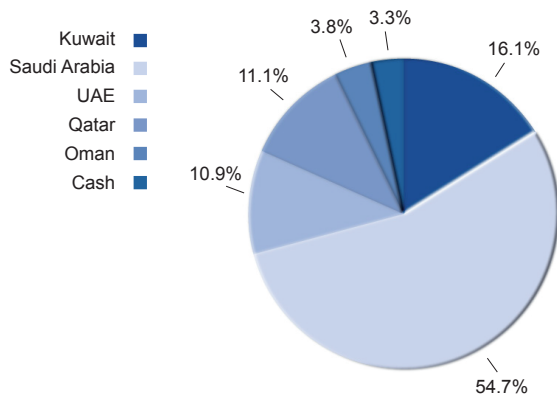
Launch Date	January, 2008
Jurisdiction	Bahrain
Currency	US Dollars
Subscriptions & Redemption	USD 100,000
Minimum Subscription	Weekly at NAV
Investment Manager	Gulf Investment Corporation
Management Fees	1.5 % per annum
Incentive Fees	10% over 10% performance per annum
Subscription Fees	2%

## Portfolio Structure

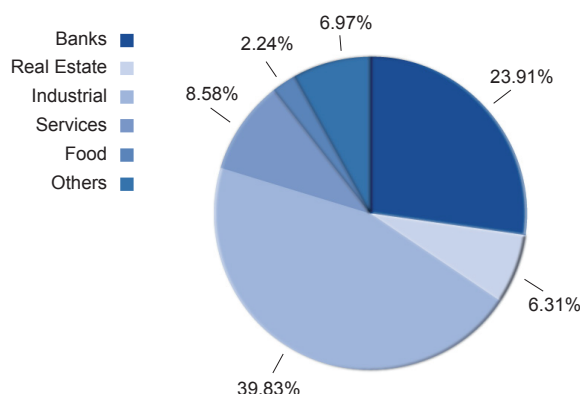
Fund Size : \$ 9.83 MM

Number of Holdings : 22

### Country Allocation as of 31st October 2009



### Sector Allocation as of 31st October 2009



## Monthly Performance

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2008		3.31	0.28	7.92	3.49	2.69	3.38	-10.32	-14.20	-31.11	-10.03	-8.02	-49.67
2009	-9.39	-0.94	3.73	21.27	18.98	-3.44	-0.02*	2.04	4.22	-2.10			32.03

## Market Review

The month of October marked a correction across the GCC region, partially offsetting the positive run during the Jul-Sep quarter. While the initial half of the month retained some of the momentum from the past few weeks, a reversal of sentiment during the latter half led all the GCC indices, with the exception of the MSCI Saudi Index, to edge down on closing. Global cues during the penultimate week, that paved the way for the decline in the last few days of the month, caused a shift in the regional markets as well. Though the earnings announcements across the region were a mixed bag, they fuelled some of the uptrend during the initial weeks.

Saudi was the sole gainer during October, with the MSCI Saudi Index notching gains of 2.49% for the month, with PetChem companies featuring prominently amongst the gainers. Meanwhile, the MSCI Kuwait Index was the worst performing for the month, with only four of the twenty constituents of the MSCI Kuwait Index registering gains, while the index itself shed 8.52% for the month. The MSCI Oman Index followed with a net loss of 3.19%. While the MSCI Bahrain Index edged down by a further 2.77%, and remained the only GCC Index to record YTD losses (-27.75%), the MSCI Qatar Index shed 2.56%, and the MSCI UAE Index was dragged down by 2.14% following some lacklustre performance from select Banks.

During October '09, the GIF closed with returns of -2.10%.

\* A dividend distribution of 5% was paid in July 2009.