

NAV per share : USD 25.08
 April return : +0.43%



Gulf Premier Fund

April 2007

Investment Objectives & Strategy

The Fund is designed to achieve long-term capital growth through investment in a diversified portfolio of GCC equities.

Gulf Investment Corporation, the Investment Manager, is an experienced GCC investor and will pursue active management of the fund to add value utilizing the skills of a dedicated research and trading team.

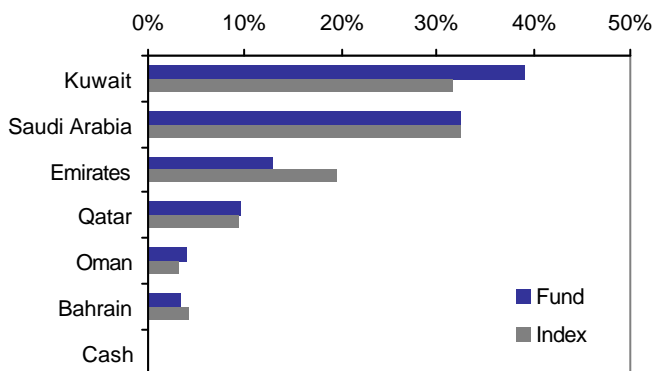
The GIC GCC Composite Index covers all six GCC markets. It is US dollar based and market cap weighted excluding government ownerships. It contains 210 companies with a total private sector cap of \$315 billion. Securities are selected based on float and trading liquidity.

General Information

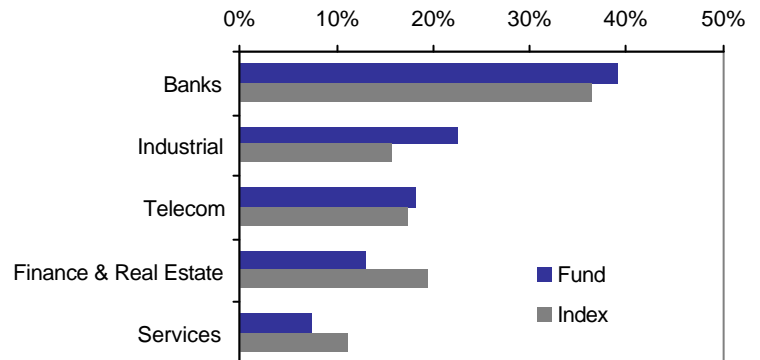
Launch Date	April 12 th , 2003
Jurisdiction	Bahrain
Currency	U.S. Dollars
Subscription / Redemptions	Weekly at NAV
Minimum Subscription	US\$ 100,000
Investment Manager	Gulf Investment Corporation
Management Fees	1.5% per annum
Performance Fees	10% of returns above 10% per annum
Subscription Fees	2%

Portfolio Structure

Country Allocation
as of 1 April 2007



Sector Allocation
as of 1 April 2007



Fund Size	\$ 133.6 MM
Number of Holdings	111

Performance Results

	April 07	YTD	Rolling 12 mths	* Since Inception	2007						2006						
					Jan	Feb	Mar	Apr	May	Jun	1Q	2Q	3Q	4Q			
**The Fund %	0.43	3.79	-21.64	150.76	-5.03	7.26	1.46	0.43				-7.3	-14.9	-6.2	-36.6		
***GIC Index %	1.99	1.61	-25.53	196.80	-6.13	8.71	-2.37	1.99				-4.8	-20.4	-3.37	-22.3		
					Jul	Aug	Sep	Oct	Nov	Dec	2005						
											1Q	2Q	3Q	4Q			
											41.3	28.9	10.1	8.1			
											2004						
											2Q	3Q	4Q	1Q	2Q	3Q	4Q
											15.0	12.8	3.2	8.6	7.7	11.5	19.9
											15.0	15.4	5.4	12.5	8.7	13.9	21.4

* Cumulative return since April 12th 2003

** Performance is net of all fees

*** The GIC GCC Composite Index is not a benchmark for measuring the performance of the fund. It is used primarily as an asset allocation tool to determine country and sector allocation.

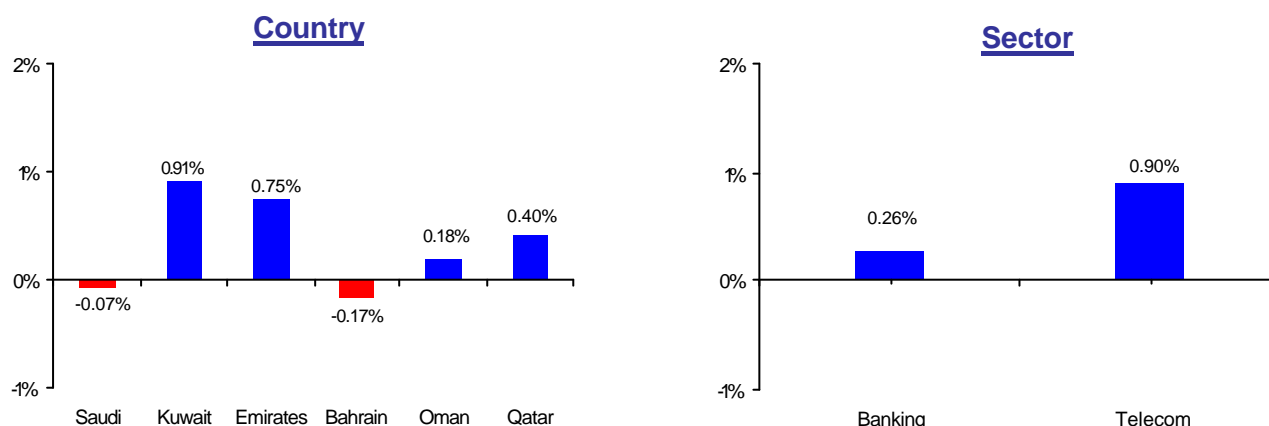
Market Performance Review

<u>Index Value</u>	<u>Composite</u>	<u>Saudi</u>	<u>Kuwait</u>	<u>Emirates</u>	<u>Qatar</u>	<u>Bahrain</u>	<u>Oman</u>	<u>Banking</u>	<u>Telecom</u>
Closing Value (April)	5265	3846	7918	5104	6569	2491	3215	5208	4350
Index Performance (%)									
April (%)	1.99	-0.38	2.90	3.84	4.29	-3.93	6.01	1.50	4.64
YTD (%)	1.61	-4.63	15.39	-3.25	-5.47	-0.87	8.89	0.49	3.84
2006 Return (%)	-43.1	-58.2	-4.0	-43.9	-40.6	8.2	2.8	-33.5	-32.6
2005 Return (%)	116.8	124.3	84.5	140.9	101.7	25.8	48.2	110.7	59.5
2004 Return (%)	69.2	94.9	13.5	114.1	49.0	46.8	36.3	70.3	41.7
2003 Return (%)	57.4	59.9	62.4	32.2	87.9	44.3	62.9	42.0	78.0
Since Fund Inception (%)	196.8	160.6	231.0	248.1	135.8	172.7	205.8	227.4	139.6

Index Technicals

GIC Composite Index Closing Value	5265.24	Rising issues	123
April Performance	1.99%	Declining issues	85
Market cap	315.5 BN	Unchanged	2
Value traded April	77.1 BN		
Value traded previous month	71.3 BN		

April Index Performance



Fund Performance Review

During April '07 the Saudi market remained volatile, and closed the month as the worst performer. While Bahrain also closed with losses, the rest of the GCC indices managed to post gains for the month. 1st Quarter earnings announcements across the GCC were mostly in line with expectations. Despite that fact, the sharp decline in earnings by Bank stocks in Saudi caused a temporary lull, as investors remained uncertain about the direction.

The Banking sector has been driving gains across the GCC markets during April, especially in Kuwait and Abu Dhabi, with the latter staging a strong recovery, as investors reacted positively to quarterly results. The sentiments towards Banking stocks in Kuwait remained very positive during the month, with select stocks such as CBK and Burgan Bank riding on corporate action news.

The Omani market staged a strong recovery during April, as investors enthused by quarterly earnings, rallied around blue-chip stocks. Qatar managed to recover some lost ground during April, as the market witnessed a strong rally. The Dubai market hit a new 52-week low during the beginning of April, but managed to recover during the month, and closed with net gains.

The Gulf Premier Fund performed +0.43% in April 2007. GPF's country allocation of overweight stance in Kuwait and underweight in UAE continued to contribute positively.

Gulf Investment Corporation

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