



# NAV

## USD 1.03442

### Objective

The Fund will seek long-term capital appreciation by investing primarily in Qatari domiciled listed equities. From time to time, and not ordinarily exceeding 20% of the NAV of the Fund, the investment manager may choose to invest in non-Qatari stocks that are deemed to have significant exposure to the Qatari economy. To help measure the success of the Fund, its performance will be measured against the MSCI Qatar Index.

### Facts

Fund Structure:	Open-ended
Liquidity:	Weekly
Currency:	US Dollars
Minimum Investment:	USD100,000 with additional investments in multiples of USD10,000
Subscription/Redemption deadline:	Every Monday of the week
Subscription Fee:	2%
Management Fee:	1.50% per annum
Performance Fee:	10% for every 1% excess return over the benchmark
Fund Manager:	Watani Investment Company K.S.C.C.
Administrator:	Keypoint Consulting W.L.L. Bahrain
Auditor:	PriceWaterhouse-Coopers, Bahrain
Custodian:	HSBC Bank Middle East, Bahrain
Distributor:	National Bank of Kuwait S.A.K.

### Contacts

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### Fund Performance

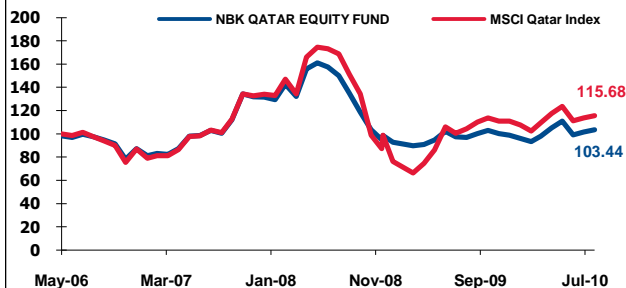
	Fund	Benchmark
1 Month	1.79%	1.86%
3 Months	-6.77%	-6.46%
YTD	7.63%	7.55%
12 Months	6.91%	10.96%
Since Inception	3.44%	15.68%
Ann. Return Since Inception	0.81%	3.49%
Ann. Standard Deviation <sup>1</sup>	25.13%	35.82%
Sharpe Ratio <sup>1,2</sup>	0.07	0.22

<sup>1</sup>: Annualized Standard Deviation is calculated since inception.  
<sup>2</sup>: Risk Free Rate used is the 1-month USD Treasury Bill

### Monthly Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-2.95%	4.95%	7.48%	5.44%	-10.81%	2.70%	1.79%						7.63%
2009	-5.86%	-3.18%	1.12%	4.33%	7.94%	-4.71%	-0.62%	3.59%	2.71%	-2.68%	-1.41%	-2.69%	-2.36%
2008	-1.73%	10.22%	-7.37%	18.07%	3.36%	-2.29%	-4.62%	-10.22%	-12.05%	-12.80%	-8.20%	3.74%	-25.18%
2007	-6.70%	2.18%	-0.90%	6.02%	12.21%	0.51%	4.68%	-2.55%	11.63%	19.83%	-1.90%	-0.18%	50.94%
2006					-1.64%	-1.41%	2.69%	-2.03%	-2.89%	-3.50%	-14.60%	11.63%	-12.84%

### Fund Performance against Benchmark<sup>1</sup>



<sup>1</sup>: Performance of USD100 invested since inception

### Manager's Comments

- The Qatar Equity Fund (QEF) slightly underperformed the MSCI Qatar Index in July as the market continued to rise. The Fund's 1.79% gain in July brought the year to date return to 7.63% slightly outperforming the benchmark.
- Our underweight in Industries Qatar and Qatar Islamic Bank where the largest negative contributors to the funds relative performance. While our underweight in Vodafone Qatar and our position in Qatar Insurance, which is not in the index, both contributed positively to the fund's performance.
- With the exception of the Kuwaiti market, as measured by the MSCI Kuwait Index, the Qatari market has been the strongest GCC market year to date. We believe that this is a reflection of the strength of the economy and the support of the government. Going forward we expect that positive performance will continue through 2010 and 2011.

### Top 5 Holdings

Company	Sector	Holdings
Qatar National Bank	Banking	17%
Qatar Telecom	Telecom	16%
Masraf Al Rayan	Banking	11%
Commercial Bank of Qatar	Banking	10%
Qatar Navigation Q.S.C.	Industrials	7%

### Sector Allocation

