

AWRAQ FUND

A Fund of the Awraq World Investments Fund Company B.S.C (closed)

NAV / Share

Dec-13

62.12

Fund Objective & Strategy

The Fund seeks to achieve long term capital appreciation by investing in a diversified portfolio of stocks listed on the MENA stock exchanges. The Fund employs a semi-active fund management style with a blend of growth and value and is benchmarked to a customized S&P Pan Arab Index limited to a country maximum of 30% and a position maximum of 7% to reflect the Fund's investment guidelines. The investment process is based on a bottom-up stock selection methodology coupled with a thorough analysis of top-down macro economic drivers.

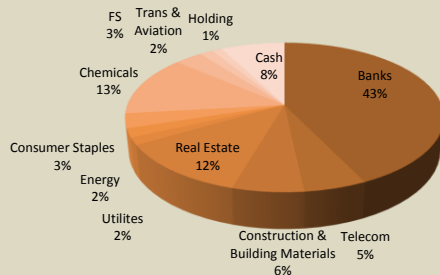
Fund Information

Asset Type	Equity
Fund Manager	Awraq Investments
Sponsor	Cairo Amman Bank
Custodian	Gulf Custody Company
Fund Listing	Bahrain
Fund Structure	Open Ended
Fund Size	USD 6,242,414
Liquidity	Bi Weekly
Indv. Min Sub	USD 25,000
Corp. Min Sub	USD 100,000
Management Fee	2.0% p.a.
Performance Fees	15% over 10%
Launch Date	31-Oct-07
Bloomberg Ticker	AWRAAQF BI Equity

Fund Characteristics & Risk Metrics

Number of Holdings	45
Alpha	0.04%
Beta	0.82
Standard Deviation	0.02
Information ratio	2.0%

Sector Allocation



Country Allocation

Country	Benchmark (%)	Fund (%)
Saudi	24.65%	28.35%
Egypt	8.99%	10.07%
Qatar	14.32%	17.54%
UAE	17.28%	22.92%
Jordan	5.33%	4.75%
Kuwait	17.06%	4.94%
Oman	3.81%	3.85%
Morocco	6.93%	0.00%

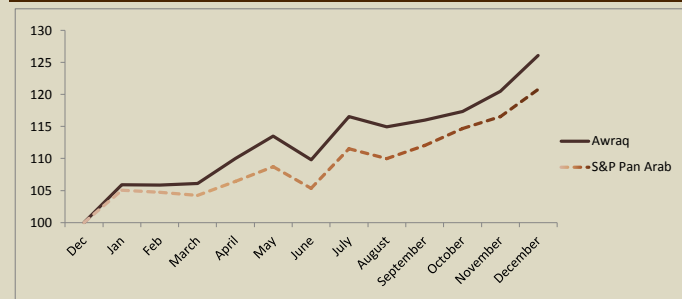
Market Review

The Awraq Fund went up by 4.64% as compared to the S&P Pan Arab which went up circa 3.65% during the same time period.

The year ended on a positive note across the board with all regional markets inching higher in December, with the exception of Kuwait & Morocco. Among the outperformers were the UAE markets, where Abu Dhabi & Dubai climbed more than 11 & 13% respectively. Globally, stocks ramped up a year with considerable gains on the back of an improving economic outlook, coupled with the taper decision by the Fed to reduce its stimulus by \$10 billion per month starting in January 2014, in addition to providing clear forward guidance that interest rates will continue to remain low.

The Dubai stock market hit new fresh multi year highs after the Expo announcement, since it is expected to have a direct effect on GDP growth rates, with the market recording more than 100% gain in 2013. Over in Egypt, the CASE30 also reached multi-year highs during December, mainly on the back of the Gulf support package, and an expectation of a more stable situation after the announcement of the referendum on the constitution dates, which was viewed as a major milestone in implementing the political roadmap set after the 30th of June revolution.

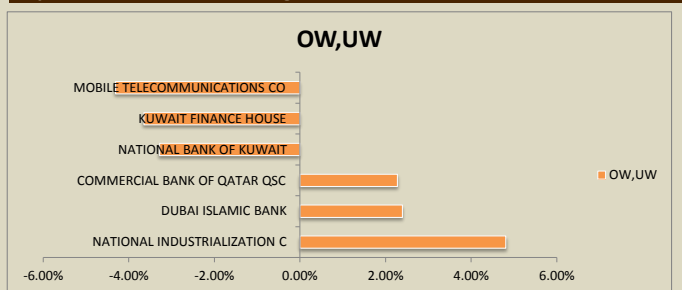
USD 100 Invested Since 2013 Year Beginning



Cumulative Returns (%)

	1 M	3 M	1 Y	YTD	Since Incp
Fund	4.64%	8.68%	26.07%	26.07%	-37.88%
Benchmark	3.65%	7.83%	20.80%	20.80%	

Top Three Under & Overweight vs Benchmark



Top Five Fund Holdings

NATIONAL INDUSTRIALIZATION C	5.58%
ABU DHABI COMMERCIAL BANK	5.53%
QATAR NATIONAL BANK	5.08%
ARAB BANK PLC	4.75%
SAUDI BASIC INDUSTRIES CORP	4.46%

Market Outlook

For the year ahead, the fund manager continues to hold a positive stance on both UAE & Qatar on the back of more project announcements coming in line for the EXPO 2020, and the World Cup 2022, as well as the MSCI inclusion which will take place starting June 2014.

In KSA, we remain overweight with the announcement for yearly results kicking off; furthermore we are leaning towards growth stories or high yielding stocks.

We are also looking to selectively increase our allocation to Egypt, as the next couple of months will be forming the shape of the political future in the country with the constitution referendum taking place in January, along with Morsi's trial, followed by presidential elections that would be preceding the parliamentary ones.

This update does not constitute an offer of Units and should not be relied upon by any person acquiring or otherwise dealing in Units of the Fund. Subscription for Units in the Fund may only currently be made on the terms of the prospectus of the Fund. It should be noted that investment in the fund is only suitable for sophisticated investors who are aware of the risks of investing in Awraq Fund and should be regarded as long term. Please remember that past performance is not necessarily a guide to the future. Market and currency movements may cause the value of Units and the income from them to fluctuate and you may get back less than you invested when you decide to sell your Units. Awraq Fund is not licensed nor approved by Jordan Securities Commission.

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