



# AWRAQ FUND

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

NAV / Share

Jan-13

52.17

## 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.

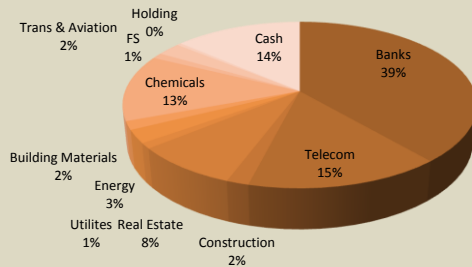
## Fund Information

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 5,083,274
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	-0.10%
Beta	0.80
Standard Deviation	0.02
Information ratio	-5.1%

## Sector Allocation



## Country Allocation

Country	Benchmark (%)	Fund (%)
Saudi	27.49%	24.77%
Egypt	12.16%	8.48%
Qatar	10.41%	12.78%
UAE	15.87%	20.39%
Jordan	5.90%	3.57%
Kuwait	17.70%	12.61%
Oman	3.74%	3.76%
Morocco	6.75%	0.00%

## Market Review

The Awraq Fund went up by 5.9% as compared to the S&P Pan Arab which went up circa 5% during the same time period.

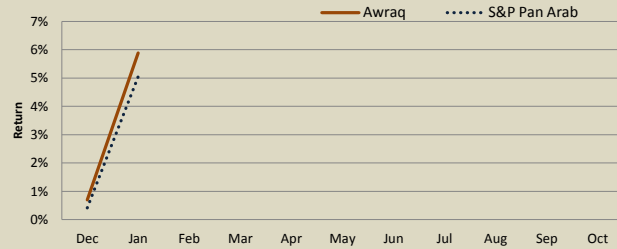
The year started off in the US with the House of Representatives vote to pass a bipartisan deal undoing the fiscal cliff of austerity measures, U.S stocks surged with the Dow notching its largest first-session-of-the-year-point rise ever.

Regional markets rallied and put in one of their best performances in many months as retail investors brought fresh liquidity into the markets for the start of 2013, on investor enthusiasm and upbeat sentiment.

In Saudi Arabia & Qatar the month of January was largely dominated by 2012 financial results and dividends announcements, many retailers who were on the sidelines for the past period took advantage and participated in the market rally. Dubai finished strongly after a successful sovereign debt issue ending the month with the strongest performance among its regional peers.

Egypt continued to underperform as violence continued in the streets of several Egyptian cities on the second anniversary of the 25<sup>th</sup> Jan revolution, protesters defied the curfew imposed by the president; selling pressure has increased as sentiment wanes.

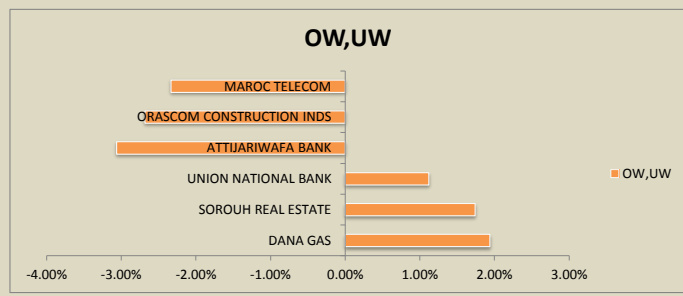
## Monthly performance 2012



## Cumulative Returns (%)

	1 M	3 M	1 Y	YTD	Since Incp
Fund	5.88%	3.70%	6.89%	5.88%	-47.83%
Benchmark	5.05%	4.68%	6.53%	5.05%	

## Top Three Under & Overweight vs Benchmark



## Top Five Fund Holdings

AL RAJHI BANK	5.97%
SAUDI BASIC INDUSTRIES CORP	5.82%
NATIONAL BANK OF KUWAIT	5.34%
EMAAR PROPERTIES PJSC	4.59%
MOBILE TELECOMMUNICATIONS CO	4.41%

## Market Outlook

Going forward, with 2013 having such a great start due to improved global macro conditions, accompanied by an international interest in the region, and a retailer comeback, we continue our bullish stand for the upcoming period. Annual results and dividend announcements will remain a major catalyst for markets such as UAE, Jordan & Egypt where financials are usually out in February & March, the fund manager will continue to revise the holdings accordingly.

Remaining bullish on the UAE for the time being with the recovery witnessed in the real estate market, along with the acceleration in business activity due to better tourism numbers, all these factors together would formulate a solid story for a UAE's market outperformance this year, along with international investor interest witnessed lately. Other GCC countries announced their budgets maintaining a strong fiscal position, we continue holding our positive stance for the region in general for the year 2013, while watching Egypt closely for more political developments and continue to implement our short term strategy due to the continued political and economic unrest.

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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