



# AWRAQ FUND

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

NAV / Share

Dec-12

49.28

## 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.

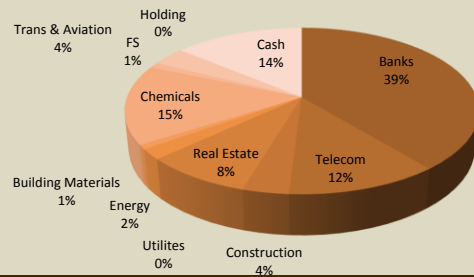
## Fund Information

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 5,121,667
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	46
Alpha	-0.12%
Beta	0.77
Standard Deviation	0.02
Information ratio	-6.4%

## Sector Allocation



## Country Allocation

Country	Benchmark (%)	Fund (%)
Saudi	27.49%	26.49%
Egypt	12.16%	5.71%
Qatar	10.41%	15.62%
UAE	15.87%	19.06%
Jordan	5.90%	4.09%
Kuwait	17.70%	11.68%
Oman	3.74%	3.44%
Morocco	6.75%	0.00%

## Market Review

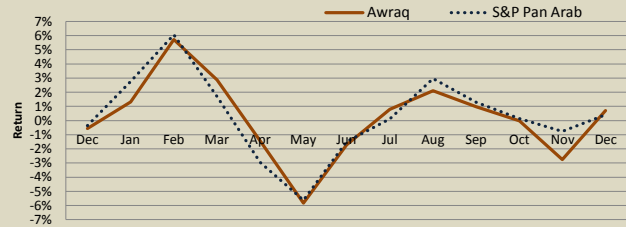
The Awraq Fund went up by .7 % as compared to the S&P Pan Arab which went up circa .4% during the same time period.

This month was internationally focused on of U.S policy makers' ability to avoid a Fiscal cliff before an end of year deadline. A deal was finally struck last minute to avert a severe fiscal retrenchment.

Regionally, and after the EGX witnessed one of the worst months in November due to the constitutional saga, some investors deemed a peaceful constitutional voting as a potential stability, lifting up the market , Furthermore resulting in the best performing regional market for December.

Most other GCC indices ended the month on a positive note except for Abu Dhabi , it's also worth noting that Saudi Arabia has set a record state budget for next year as high oil prices allow heavy spending on welfare and infrastructure projects, helping it avoid the severe social unrest seen in other parts of the Arab world.

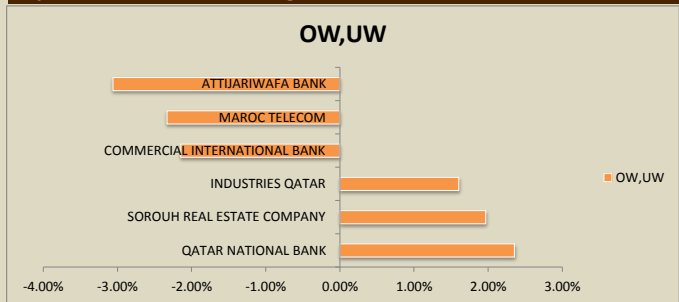
## Monthly performance 2012



## Cumulative Returns (%)

	1 M	3 M	1 Y	YTD	Since Incp
Fund	0.70%	-2.08%	2.27%	2.27%	-50.72%
Benchmark	0.42%	-0.21%	4.20%	4.20%	

## Top Three Under & Overweight vs Benchmark



## Top Five Fund Holdings

QATAR NATIONAL BANK	7.79%
AL RAJHI BANK	5.25%
COMMERCIAL INTERNATIONAL BAN	4.24%
ORASCOM CONSTRUCTION INDS	4.19%
NATIONAL BANK OF KUWAIT	4.07%

## Market Outlook

For the year 2013 the fund manager would have Saudi Arabia , and the UAE as top picks ,due to the laggard performance of the Saudi market in the second half of the year 2012 which was mainly attributed to local political events, also an improved global outlook for the time being might help lift the market from such lows.

Numbers coming out from the UAE for the past year were all positive ,whether tourism ,real estate , exports or the oil sector,with little debt to be repaid this year no major challenges are expected for 2013.

Mainly bearish on Egypt, due to the higher instability politically and economically, it will remain a high-risk market and whenever entering it will be more of a short term investment up until an IMF deal is struck and we see more clarity on a long term economical plan & more stability on the currency.

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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