

Manager's Commentary

The GCC equity markets continued their upward momentum during April, led by Saudi Arabia and Oman that appreciated by close to 10% each. A wave of optimism surrounded the Saudi market given the announcement of the 2030 Vision Plan. In the case of Oman, the index heavyweights saw investor interest that moved the overall market. Dubai and Abu Dhabi increased by 4.1% and 3.5%, respectively. Kuwait had a modest month gaining 1.8%, while Qatar and Bahrain bucked the trend and declined by 1.8% each.

The fund increased by 0.8% in April and extended its year to date returns to close to 2%. The fund lagged the benchmark in April primarily due to not having any exposure to Oman which rallied. In addition, our non-benchmark exposure to Egypt gave back some of the gains made in March and negatively contributed to the fund's performance. Despite the short term retreat of our holdings in Egypt, we continue to have a positive stance and expect our investments to perform well in the medium to long term as their underlying fundamentals remain intact. On a year to date basis, the fund is performing in line with the benchmark.

The GCC markets have recouped majority of the losses incurred during January and most bourses are flat for the year. Subsequent to a run-up of 13% during the past three months, we feel that they are due for a breather. Hence we will continue to keep the portfolio defensively positioned and focus on companies which are able to post growth in recurring earnings in the current challenging environment. In case of Qatar, we may finally increase our allocation in the next few weeks because of the expected inflows that will come into the Qatari market once it is included in the FTSE emerging markets index.

Investment Objective

The Fund seeks to achieve long-term capital appreciation by investing principally in equity securities listed on the stock markets of the GCC countries excluding Saudi Arabia.

Returns (%)	Fund	Index*
April 2016	0.8	1.4
YTD (Apr 2016)	1.7	1.4
2015	1.8	-17.5
2014	4.2	3.3
2013	32.4	27.4
2012	6.1	1.4
2011	-8.2	-14.0
2010	11.6	18.4
2009	12.9	-1.1
Last 3 Months	11.7	9.6
Last 6 Months	-1.2	-5.0
Last 1 Year	-7.0	-16.3
Last 3 Years	21.4	-0.4
Last 5 Years	37.4	-1.0
Last 10 Years	59.9	-36.5
Since Inception (Mar 06 - Apr 16)	54.7	-42.3

*S&P GCC ex Saudi Index

Fund Information

Launch Date	March 2006
Management Fee	1.5%
Performance Fee	10% over 10%
Subscription & Redemption	Weekly
Dealing Day	Wednesday
Subscription & Redemption	Two business days before the deadline
Minimum Subscription	US\$ 100,000
Bloomberg Code	SICGULF BI
Zawya Code	SICOGEF.MF
Fund ISIN Code	BH000A1CZ855
Custodian / Administrator	HSBC Bahrain

Top Holdings

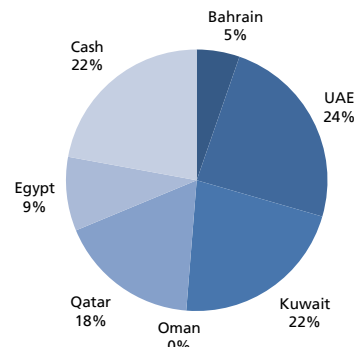
Name	Country	(%)
Jazeera Airways	Kuwait	5.2
RAK Ceramics	UAE	5.0
Al Meera	Qatar	4.8

Risk Statistics (last 5 years)

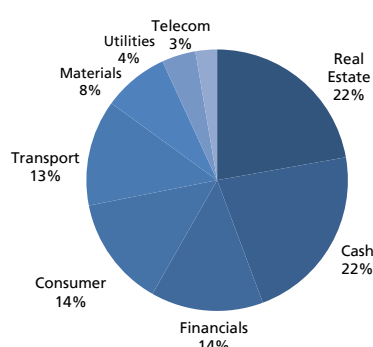
Standard Deviation (%)	13.2
Sharpe Ratio	0.3
Tracking Error (%)	5.5
Information Ratio	1.2
Alpha (%)	6.2
Beta	0.8

For further information contact assetmanagement@sicobahrain.com

Country Allocation



Sector Allocation



Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	12.6	12.2
Price to Book Multiple Latest (x)	1.3	1.3
Return on Equity TTM (%)	10.5	10.6
Dividend Yield—2014 (%)	4.7	4.3
Number of Holdings	24	150
Annualized Return (%) - Last 5 years	6.6	-0.2
Annualized Standard Deviation (%) - Last 5 years	13.2	14.6
Largest Monthly Gain (%) - Last 5 years	9.0 (Apr 15)	9.3 (Jul 14)
Largest Monthly Loss (%) - Last 5 years	-9.0 (Jun 14)	-13.7 (Jun 14)
% Positive Months (%)	59.8	50.8
Success Ratio (%) - Last 5 years	65	NA
Latest Drawdown-Peak to Trough (%)	-20.3	-35.8
Duration of Drawdown (months)	Aug 14 to Jan 16 (17mths)	May 14 to Jan 16 (21mths)
Recovery from Latest Drawdown (%)	11.7 (Feb 16 to Apr 16)	9.6 (Feb 16 to Apr 16)

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