

Manager's Commentary

A sharp rebound in oil prices boosted investor confidence across the markets, particularly Dubai. The DFM index was the star performer as it increased 20%, followed by Abu Dhabi and Qatar at 4% each. Oman and Kuwait increased by almost 2% while Bahrain was the only market to decline. The Saudi market also rebounded sharply with the announcement of the exact date for opening up the market providing further legs to the rally.

The SICO Gulf Equity Fund appreciated by 9% for the month and posted one of the best monthly returns. The fund significantly outperformed its benchmark mainly due to our large allocation to UAE based investments. During the month, we increased our investment in Dubai Parks and Resorts making it the third largest holding of the fund. Post meeting the management, we see great value in the company over the long term and expect that the theme parks once completed would be a major attraction for visitors. It will be an iconic economic development for the UAE given that it is the only project of its kind within a 4-hour flight radius from Dubai.

We expect some form of consolidation in the short term given the sharp rally we have experienced. However, the underlying positive momentum remains intact and we expect investor interest to continue. We intend to continue to build on the strong start to the year (+11.4% year to date) by focusing on our core investment ideas. In addition, opportunistically, we also plan to take advantage of the MSCI rebalancing exercise that would take place on June 1st which can potentially result in additional flows primarily in the UAE bourses.

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 2015 | 9.0 | 5.9 |
| 2015 (Jan—Apr) | 11.4 | -0.1 |
| 2014 | 4.2 | 3.2 |
| 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 |
| 2008 | -30.8 | -53.4 |
| Last 3 Months | 12.2 | 2.2 |
| Last 6 Months | -0.6 | -9.2 |
| Last 1 Year | 1.0 | -12.3 |
| Last 3 Years | 53.8 | 30.9 |
| Last 5 Years | 54.7 | 24.5 |
| Last 7 Years | 11.8 | -41.0 |
| Since Inception (Feb 06— Apr 15) | 66.3 | -31.1 |

*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 Deadline | Two business days before the dealing day |
| Minimum Subscription | US\$ 100,000 |
| Bloomberg Code | SICGULF BI |
| Zawya Code | SICOGEF.MF |
| Fund ISIN Code | BH000A1CZ855 |
| Custodian / Administrator | HSBC Bahrain |

Top Holdings

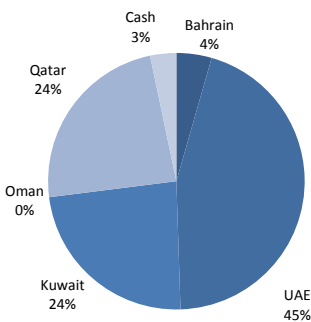
| Name | Country | (%) |
|-------------------------|---------|-----|
| Emaar Properties | UAE | 7.3 |
| Al Meera Consumer | Qatar | 6.1 |
| Dubai Parks and Resorts | UAE | 5.3 |

Risk Statistics (last 5 years)

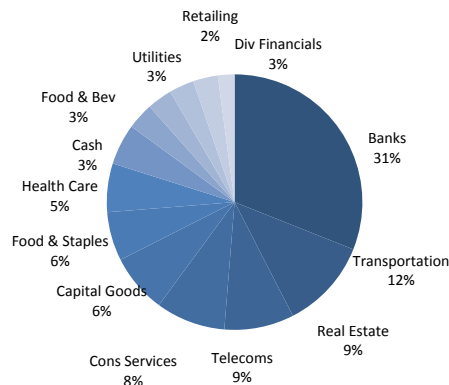
| | |
|------------------------|------|
| Standard Deviation (%) | 13.6 |
| Sharpe Ratio | 0.5 |
| Tracking Error (%) | 5.8 |
| Information Ratio | 0.8 |
| Alpha (%) | 4.9 |
| Beta | 0.8 |

For further information contact assetmanagement@sicobahrain.com

Asset Allocation



Sector Allocation



Key Statistics

| | Fund | Index |
|--|----------------|----------------|
| Price to Earnings Multiple TTM (x) | 13.2 | 13.3 |
| Price to Book Multiple Latest (x) | 2.4 | 1.7 |
| Return on Equity TTM (%) | 17.9 | 12.9 |
| Dividend Yield—2014 (%) | 4.4 | 3.7 |
| Number of Holdings | 27 | 136 |
| Annualized Return (%) - Last 5 years | 9.1 | 4.5 |
| Annualized Standard Deviation (%) - Last 5 years | 13.6 | 15.2 |
| Largest Monthly Gain (%) | 12.6 (Apr 09) | 14.1 (May 09) |
| Largest Monthly Loss (%) | -14.9 (Oct 08) | -24.4 (Oct 08) |
| % Positive Months (%) | 66 | 57 |
| Success Ratio (%) | 63 | NA |
| Maximum Drawdown-Peak to Trough (%) | -47.8 | -67.5 |
| Length of Drawdown (months) | 9 | 12 |
| Recovery from Maximum Drawdown (%) | 109.8 | 76.3 |

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