

SICO Gulf Equity Fund

Fact Sheet - May 31, 2007

NAV US\$106.24 ↑ 7.4%

Manager's Commentary

All the GCC markets posted positive returns for the month on account of broad-based buying in regional blue chip securities. The UAE bourses were the best performers with gains of 17.2% and 17.1% for Abu Dhabi and Dubai respectively. Bahrain rebounded strongly from negative returns in April to close the month at 9.7%.

The NAV of SICO Gulf Equity Fund appreciated 7.4% - the largest monthly gain since the fund's inception. On an overall basis, the regional markets traded higher and our stock picking approach allowed us to focus on undervalued securities. This resulted in the fund posting its sixth consecutive positive monthly return. During the month, the fund benefited from our exposure to Emaar (+13.5%), Al Dar Properties (+46.2%), Arabtec (+29.2%) and Tabreed (+31.4%).

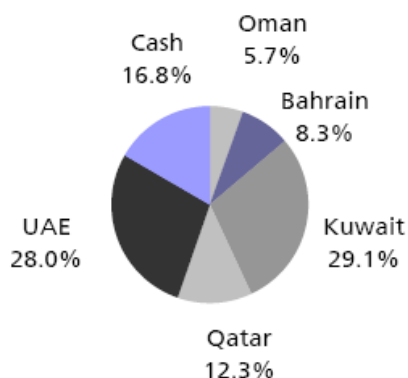
Gulf Finance House (GFH) continued its impressive run and appreciated by 11.5% during the month. We believe GFH continues to look attractive as international interest has been fostered through their diversification of income streams and their anticipated GDR listing in the UK.

We believe that the regional markets are entering a steady recovery phase, following the steep corrections that were witnessed during 2006. This steady recovery should reveal investment opportunities for stock pickers with a long term investment horizon and a research intensive and disciplined investment process.

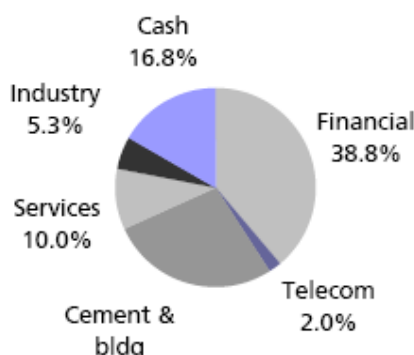
Fund Statistics

Price Earnings Multiple 2007 (x)	8.7
Dividend Yield 2006 (%)	3.6
Number of Holdings	33
Annualized Return (%)	5.3
Largest Monthly Gain (%)	7.4% (May 07)
Largest Monthly Loss (%)	-9.2% (Nov 06)
% of Positive Months	60.0%
Annualized Standard Deviation (%)	15.8
Sharpe Ratio	n/a
Maximum Drawdown (%)	-9.2

Country Allocation



Sector Allocation



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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.

Fund Returns (%)

	Fund	MSCI Ex Saudi Index
May 2007	7.4	14.5
Year to Date 2007	14.4	21.8
Last 3 months	11.4	19.4
Last 6 months	18.5	27.9
Last 12 months	18.3	17.7
2006 (Mar - Dec)	-7.2	-18.8
Since Inception	6.2	-1.1

Top Holdings

Name	Country	(%)
Emaar Properties	UAE	8.9
Industries Qatar	Qatar	5.3
Agility	Kuwait	5.1

Fund Information

Launch Date	March, 2006
Management Fee	1.5%
Performance Fee	10% over 10% pa
Subscription & Redemption	Monthly
Subscription Deadline	Five Business days before month end
Redemption Deadline	Ten Business days before month end
Minimum Subscription	US\$100,000
Reuters Code	<SICO>
Fund Listing	Bahrain Stock Exchange
Custodian	SICO Funds Services
Auditors	Price Waterhouse Cooper

Management Team

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 Investment Bank

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