

صندوق سيكو للأوراق المالية المختارة
SICO Selected Securities Fund

Fact Sheet - July 31, 2009

NAV BD 0.166 ↓ 4.0%

Adjusted (for dividends) NAV BD0.195

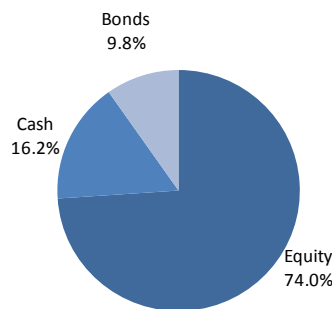
Manager's Commentary

The correction which started towards the middle of June spilled over into the first half of July as investors continued to book profits. However, the improvement in oil prices coupled with positive momentum in international markets resulted in majority of the bourses to close on a positive note. Abu Dhabi was up 6% for the month while markets such as Qatar, Oman and Dubai increased in the range of 2-4%. Kuwait and Bahrain were the exceptions and declined by 5% each.

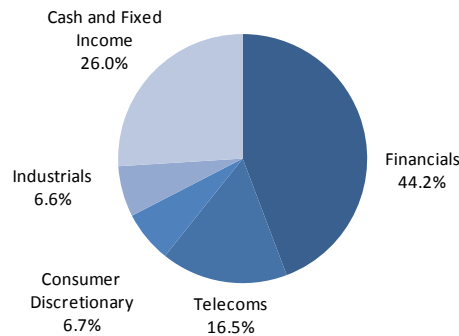
The local bourse was once again hampered by negative performances of banking sector stocks. Al Baraka (-25%), Ithmaar bank (-19.6%), Bahrain Islamic Bank (-17.1%) and AUB (-9.6%) were key contributors to the poor performance of the overall market. Investors continued to remain on the sidelines primarily due to the poor earnings announced and a bearish outlook for the financial sector as banks are expected to witness an increase in provisions and lower operational growth.

The NAV of SICO Selected Securities Fund declined by 4.0% for the month as compared to a 5.0% drop in the benchmark. On a year to date basis, the fund is down 13.5% as compared to a 16.7% drop in the benchmark. We have maintained high cash and fixed income allocation (around 25% since the start of this year) in anticipation of weakness in the local bourse. Furthermore, we plan to continue to adopt a cautious stance and only invest in companies with both strong business models and high earnings visibility.

Asset Allocation



Sector Allocation



Fund Statistics

Price Earnings Multiple TTM (x)	8.1
Dividend Yield 2008 (%)	4.2
Price to Book Multiple Latest (%)	1.1
Number of Holdings	18
Annualized Return (%)	6.2
Largest Monthly Gain (%)	10.7 (May 07)
Largest Monthly Loss (%)	-12.3 (Oct 08)
% of Positive Months	61.9
Maximum Drawdown- Peak to Trough (%)	43.8
Length of Drawdown (months)	7
Time to Recovery (months)	Na

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Investment Objective

SICO Selected Securities Fund invests principally in equity and debt securities listed or expected to be listed on the Bahrain Stock Exchange (BSE).

Returns	Fund (%)	Index (%)
July 2009	-4.0	-5.0
YTD 2009 (Jan – Jul)	-13.5	-16.7
Last 3 months	-3.5	-5.9
Last 6 months	-5.1	-9.2
Last 1 year	-44.8	-46.3
Last 3 years	-12.8	-27.0
Last 5 years	10.0	-2.0
Last 10 years	94.2	23.0
2008	-28.4	-34.5
2007	31.7	24.2
2006	-0.3	1.0
2005	16.9	23.8
2004	35.7	32.7
2003	29.0	28.5
2002	12.4	3.4
2001	11.8	-2.5
2000	-7.0	-18.4
1999	6.0	1.1
1998 (May – Dec)	-5.4	-1.0
Since Inception (May 98 – Jul 09)	95.0	19.0

Fund Information

Launch Date	May 1998
Management Fee	1.0%
Performance Fee	20% over 10% pa
Subscription & Redemption	Monthly
Subscription Deadline	Two Business days
Redemption Deadline	Ten Business days
Minimum Subscription	1,000 units
Reuters Code	<SSSF>
Fund Listing	Bahrain Stock Exchange
Custodian / Administrator	HSBC Securities

Top Holdings

Name	Sector	(%)
Batelco	Telecom	14.4
Ahli United Bank	Financial	8.8
Nass Corporation	Real Estate	6.6

Risk Statistics

Annualised Standard Deviation (%)	12.1
Sharpe Ratio	0.1
Information Ratio	0.6
Beta	0.7
Alpha (%)	3.5