

صندوق سيكو للأوراق المالية المختارة SICO Selected Securities Fund

Fact Sheet - June 30, 2007

NAV BD0.229 ↑ 3.1%

Manager's Commentary

After recording phenomenal returns in May the bourse continued from strength to strength, hitting new life highs in the month of June. The Bahrain Stock exchange is up 4.3% for the month, and up 8.6% for the year, one of the best performing in the region.

The NAV of the SICO Selected Securities Fund rose 3.1% for the month. The Board of Directors approved a dividend of 4.25% (4.25 fils) for 2006. Consequently, the NAV per unit of 229fils as of June 2007 is net of the 4.25% dividend paid during the month. Our performance was again lead by a strong performance in the financial sector, particularly Gulf Finance House (+15.3%) and Ahli United Bank (+10.8%). We booked profit and reduced our exposure to Ahli United Bank as we feel that in light of its recent performance it has become overvalued at its current life highs.

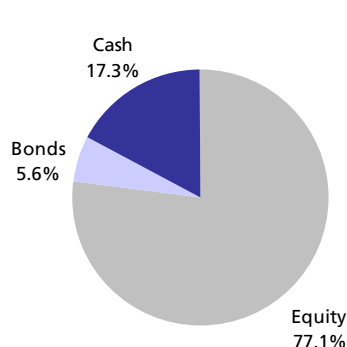
The index moved significantly by Al Baraka Group (+26%) on the positive news regarding the listing of its Turkish subsidiary. Ahli United Bank has continued to be in the spotlight with its 35% acquisition of Alliance Housing Bank spurring it to a life high price. Gulf Finance House announced the listing price for the London GDRs at \$2.5 triggering international buying interest. Uptake and volumes have been strong on this listing so far in conditional trading.

Attention has now turned in the region to Bahrain, as even at these life highs the market continues to hold the some of the best value opportunities in the GCC. We expect the positive outlook in the market to continue as profitability continues to outpace price performance. We feel that 2nd Quarter earnings announcements will lead the market in the coming months.

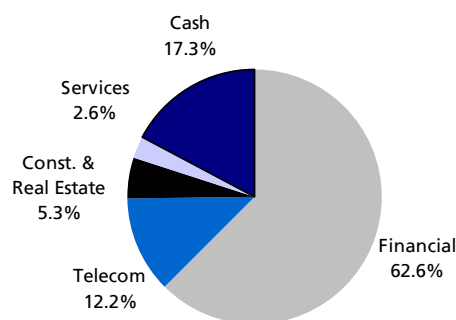
Fund Statistics

Price Earnings Multiple 2007 (x)	9.1
Dividend Yield 2006 (%)	3.5
Number of Holdings	21
Annualized Return (%)	11.4
Largest Monthly Gain (%)	10.7
Largest Monthly Loss (%)	-5.3
% of Positive Months	64.2
Annualized Standard Deviation (%)	9.5
Sharpe Ratio	0.67
Maximum Drawdown (%)	NA

Asset Allocation



Sector Allocation



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بنك استثماري sico
Investment Bank

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 (%)	Bahrain Index (%)
June 2007	3.1	4.3
Year to Date 2007	12.3	8.6
Last 3 months	13.8	11.6
Last 6 months	12.3	8.6
Last 12 month	19.4	17.7
2006	-0.5	1.0
2005	16.8	23.8
2004	35.5	32.7
2003	28.8	28.5
2002	12.3	3.4
2001	11.8	-2.5
Since Inception	166.7	90.8

Fund Inception was in May 1998

Top Holdings

Name	Sector	(%)
Ahli United Bank	Financial	17.9
Gulf Finance House	Financial	12.3
Batelco	Telecom	12.1

Fund Information

Launch Date	May 27, 1998
Management Fee	1.0%
Performance Fee	20% over 10% pa
Subscription & Redemption	Monthly
Subscription Deadline	Two Business days before month end
Redemption Deadline	Ten Business days before month end
Minimum Subscription	1,000 units
Reuters Code	<SSSF>
Fund Listing	Bahrain Stock Exchange
Custodian	Gulf Clearing Company

Management Team

Shakeel Sarwar
Serkan Altay
Faisal Jiwani
Khair Fakhro
Hasan Haider
Zainab Mian