

Badr Al-Islami Income Fund

Fact Sheet: August 2009

Fund Description

Badr Al-Islami Income Fund is a Shariah Compliant open-ended Fund incorporated in the Dubai International Financial Centre (DIFC). The Fund's objective is to achieve average annual returns of 5-7% per annum over the life of the Fund. The Fund invests primarily in Sukuk and other fixed income Shariah compliant assets.

Executive Summary

Fund Type	Shariah Compliant
Domicile	DIFC, Dubai
Currency	US Dollar
Regulator	DFSA
Bloomberg Ticker	BADISIN
Inception Date	June 09, 2009
Net Asset Value	Weekly
Liquidity	Weekly
Management Fee	0.5% p.a.
Auditor	Deloitte & Touche
Registrar, Administrator & Custodian	Deutsche Bank

Fund Summary

NAV	10.07
Yield	22.27%
Average Coupon	3.4%
Portfolio Modified Duration	0.99
Average Maturity	1.95 years

Top 3 Long Positions

Issuer
Dar Al Arkan Real Estate
Nakheel
Petronas

Fund Performance

	1 Mnth %	3 Mnth %	YTD* %
Badr Al Islami Income Fund	2.23	-	0.7

* As of Inception Date

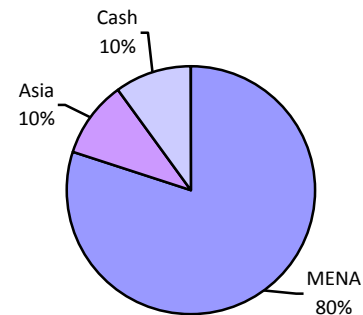
Overview and Outlook

In the month of August your fund returned 2.23%, whereas the HSBC US Dollar Sukuk Index returned 2.64% in the same period. This slight underperformance of 0.41% can be explained by the fact that the fund's set-up expenses are still dragging on our monthly performance.

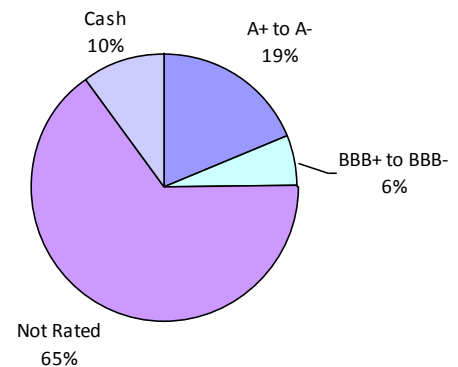
Along with the conventional fixed income markets, the Sukuk market also experienced a summer rally. The main driver in the regional Sukuk markets centered on the UAE related issues. The market also saw a good flow of new issuances; companies such as Petronas and the Islamic Development Bank have raised money in the Islamic Capital markets. Because the market was closed for much of 2008 and early 2009, the significance of new issues should not be over looked, as Islamic capital has sat out on the sidelines.

We continue to follow our investment strategy of taking advantage of certain mispriced securities on a relative value basis, and diversifying the fund through stable and high quality Islamic credits.

Regional Composition



Ratings Breakdown



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