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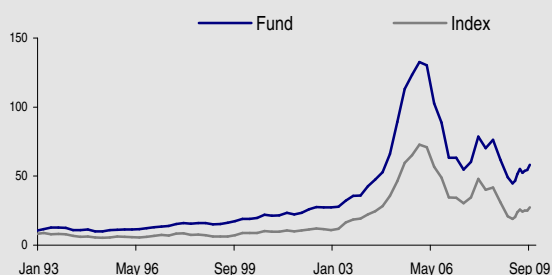
GROWTH FUNDS

Open Ended Fund Investing in Saudi Equities

INVESTMENT PROFILE

Fund Manager	Mr. Adnan Afzal
Base Currency	Saudi Riyal
Inception Date	01 April 1992
Inception Price	10.0000
Unit Price at 29/09/2009	58.1255
Risk	High Risk
Time Horizon	Long Term
Benchmark	TASI
Min Subscription	7,500
Min Additional Subscription	2,000
Min Redemption	2,000
Valuation Day	Saturday & Tuesday
Cut-off Time	1 Business day before val. day
Payment Date	3 business days after valuation
Management Fee	1.75% Annually of NAV
Admin & Custody Fees	Maximum of 0.75% of Net Asset Value of Fund annually
Subscription Fee	Up to 2.00%
Early Redm. Fee	0.25%

PERFORMANCE SINCE INCEPTION



TOP FIVE HOLDINGS

	(%)
SABIC	14.3
Al-Rajhi Bank	10.0
SAMBA	5.8
Etihad Etisalat	4.4
Cables	4.3
Total	38.8

SECTOR WEIGHTING

	(%)
Banks and Financial Services	25.0
Petrochemical Industries	19.9
Building & Construction	10.0
Retail	7.7
Industrial Investment	7.1
Telecommunications	7.0
Cement	6.6
Other	14.7
Cash	2.2
Total	100

INVESTMENT OBJECTIVE & STRATEGY

The Fund is allowed to invest in all the companies and equity related securities listed on the Saudi Arabian Stock Exchanges including Saudi IPO's offered to money managers as well as in Money Market and Murabaha Funds.

CUMULATIVE PERFORMANCE

	3 Q	2 Q	1 Year	3 Years	5 Years	Since Incep.
Fund	10.89	12.75	-6.27	-34.45	9.77	481.26
Index	12.20	18.98	-11.97	-44.29	-3.42	173.15

HISTORICAL PERFORMANCE

	2005	2006	2007	2008	YTD
Fund	100.84	-52.24	23.87	-37.48	18.47
Index	103.66	-52.53	40.87	-56.49	30.74

FUND MANAGER'S REPORT

Saudi equities continued to head higher in the third quarter of 2009, touching a new high for the year in the process. After remaining relatively range bound in the initial period of 3Q09, the major move came in the latter part with the benchmark (TASI) index closing above 6000 at 6322.04, up 12.2% for the quarter. Overall volumes declined in the third quarter to levels well below the previous quarters. The Saudi Equity Fund performed slightly below its benchmark increasing by 10.9% for the same period.

During the quarter, we added to our largest sector allocations - Banks and Petrochemicals - increasing our weights to 25% and 19.9%, respectively. Other major sector allocations were building and construction and retail. In light of our positive stance on the market, the cash position at the end of the quarter stood at 2.2%. In terms of stock allocations, SABIC (14.3%) was the largest single position followed by Al Rajhi Bank (10%), SAMBA (5.8%), Etihad Etisalat (4.4%) and Saudi Cables Company (4.3%).

Within our individual allocations, our major positions in SABIC and Etihad Etisalat worked to our advantage, with both stocks closing up 27.5% and 18.5%, respectively. Other contributors to our performance were Qaseem Cement, Saudi Cables and ANB, with all performing well ahead of the benchmark.

Our defensive allocations to Al Marai and Jarir proved to be a drag on the performance of the fund with both failing to participate in the rally and limiting their gains to single digit only. Within the banking sector, SAMBA and Riyadh Bank, our two largest allocations after Al Rajhi Bank, rallied strongly close to the end of the quarter, with the former being the top performer within its peer group for the quarter.

IPO activity also continued to gain strength in the third quarter with a number of new companies coming to the market. The Saudi Equity Fund actively participated in the IPO of Al Mouwasat Medical Services.

Positive sentiments in the global equity markets, an oil price around USD70 and positive expectations from the 3Q result announcements appear to have underpinned the performance of the Saudi equity market so far. We continue to implement our strategy of cherry picking stocks with solid fundamentals and compelling valuations.

FURTHER INFORMATION

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Sales:

web www.anbinvest.com.sa**Remark:** Previously known as Arab Investor Saudi Equity Fund. Name change took effect on 15 Feb 2009

DISCLAIMER

Past performance figures are not indicative of future performance. Potential investors should be aware that the price of units are subject to change & are not guaranteed.

Please refer to the Terms & Conditions for further fund information.