

Badr Al-Islami Income Fund

Fact Sheet: September 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 Fund
Domicile	DIFC, Dubai
Currency	US Dollar
Regulator	DFSA
Bloomberg Ticker	BADISIN
Net Asset Value	Weekly
Liquidity	Weekly
Management Fee	0.5% p.a.
Auditor	Deloitte & Touche
Registrar, Administrator & Custodian	Deutsche Bank

Fund Summary

NAV as at 29 th Sept.	10.39
Yield	14.89%
Average Coupon	3.64%
Portfolio Modified Duration	0.886
Average Maturity	1.84 years

Top Long Positions

Issuer
Dar Al-Arkan Real Estate
Central Bank of Bahrain
Nakheel

Peer Comparison

	1 Mnth %	3 Mnth %	Since Incep. %
Badr Al-Islami Income Fund	3.52	5.16	3.88
Algebra Capital - Sukuk Fund	6.42	10.79	-3.83
EFH Global Sukuk Plus Fund	1.69	4.82	5.24
Jadwa Global Sukuk Fund	1.49	1.56	-3.47

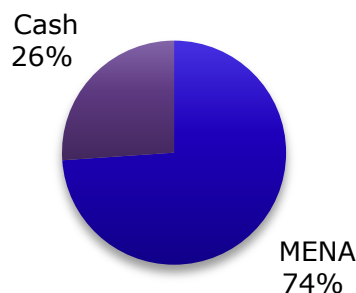
Overview and Outlook

The Badr Al-Islami Income Fund has gained 3.52% for the month and is up 3.88% since inception. This performance can largely be attributed to the statement by Sheikh Mohammed on Dubai debt. Expressing confidence in the Dubai's financial position, this statement helped rally a number of Dubai government related names.

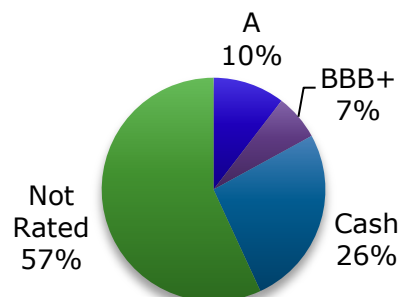
We continue to make a concerted effort in positioning the fund into a diversified set of Shariah Compliant fixed income instruments. We currently have a 26% Cash position, in order to take advantage of upcoming new issues.

Our strategy going forward will be to continue to participate in new Sukuk issuances such as the upcoming Tourism Development & Investment Co. (TDIC), an Abu Dhabi government owned entity.

Regional Composition



Ratings Breakdown



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