# AHLI INTERNATIONAL MULTI-ASSET HOLDING FUND

## Fact Sheet - May 2023

الصندوق الأهلي الدولي متعدد الأصول القابض

Ahli International Multi-Asset Holding Fund

**NAV**
**KWD 10.265906**

## Fund Objective

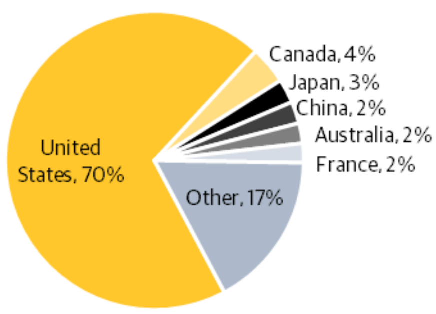
Aims to provide long-term capital appreciation and diversify risk globally with investments spread across asset classes and licensed funds.

| | |
|---|---|
| **Fund type** | Open-ended |
| **Asset Class** | Multi-Asset |
| **Investment Universe** | International |
| **Launch Date** | December 2018 |
| **Risk Categorization** | Moderate |
| **Currency** | KWD |
| **Minimum Subscription** | KWD 500 |
| **Subscription/Redemption** | Monthly |
| **Subscription Fee** | 1.00% |
| **Management Fee** | 1.35% |
| **Fund Manager** | ABK Capital |
| **Investment Manager** | BlackRock Asset Management Limited |
| **Custodian/Investment Controller** | Gulf Custody Company |
| **Auditor** | Deloitte & Touche<br>(Bader AlWazzan) |
| **Executive Committee** | Rajesh George<br>Wajih Al-Boustany<br>Khaled Al-Duaij<br>Azra Mirza |

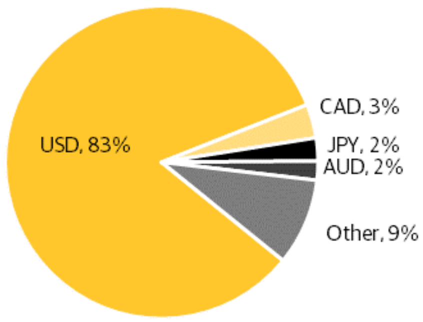
| MAY '23 | YTD '23 | Since Inception | 3 Year Return* | 4 Year Return* |
|---|---|---|---|---|
| -0.67% | 5.11% | 15.34% | 3.72% | 2.69% |

*Annualized

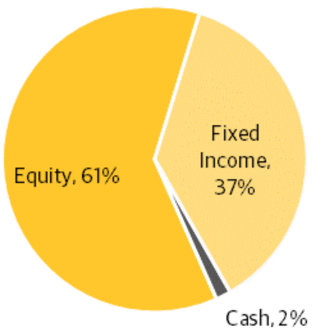
### Geographical Allocation



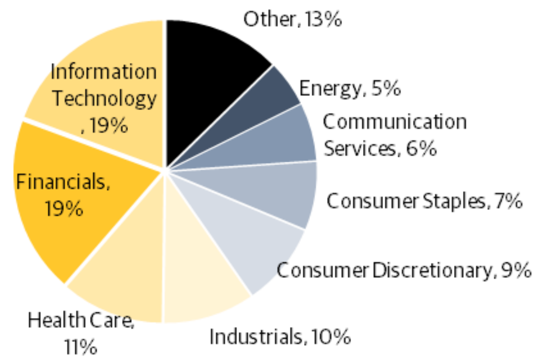

### Currency Allocation




### Asset Allocation




### Sector Allocation




| Top 5 Holdings | Weight | Asset Class |
|---|---|---|
| 1- BGINAX2 BLACKROCK GIF I NA EQ IN X2U | 18.35% | Equity |
| 2- SUSA-ISHARES MSCI USA ESG SELECT ETF | 10.21% | Equity |
| 3- MBB - ISHARES MBS ETF | 7.90% | Fixed Income |
| 4- MEMESDU—BFG-EMRG MRKT-D2 USD | 4.87% | Equity |
| 5- BRADUHA—BLACKROCK FDS I ICAV-A.EU.EX UK | 4.84% | Equity |

### Monthly Performance

| DEC '22 | JAN '23 | FEB '23 | MAR '23 | APR '23 | MAY '23 |
|---|---|---|---|---|---|
| -2.46% | 4.69% | -1.86% | 1.97% | 1.01% | -0.67% |
| **JUN '22** | **JUL '22** | **AUG '22** | **SEP '22** | **OCT '22** | **NOV '22** |
| -5.46% | 4.49% | -1.91% | -5.92% | 2.68% | 3.81% |

### Historical Performance

| 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|
| 14.16% | 4.61% | 9.94% | -14.07% |

*Historical performance returns are inclusive of dividends/bonus distributed*

## Investment Risks

Some of the risks the Fund is exposed to:

- Capital Risk — Investment value and income generated may vary from the initial investment amount.
- Market risk - Due to market volatility.
- Economic Risk — at the government and geographical levels including Political Risk and Regulatory Risk.
- Currency Risk and Interest Rate Risk — exposures from dealing with global markets.
- Liquidity Risk — due to exposure to different asset classes and associated regulatory requirements.

*For more information on investment risks and features refer to the Fund's Articles of Association following the link here.*

## Market Commentary

During May most major asset classes declined. Debt ceiling negotiations in the US remained in focus throughout the month, with a deal agreed on the final weekend of May to suspend the country's debt limit until 2025 and cap non-defence spending. Developed market equities fell by 0.1% over the month. At a regional level, European equities delivered -2.1%, while US equities and Japanese equities returned 4.5% and -2.1% respectively. Emerging markets decreased by 1.7%. During the month, developed market bonds delivered a mixed bag of returns. US treasuries decreased by 1.1%, while UK gilts decreased by 3.6%. In currencies, the Euro depreciated by 3.4% relative to the USD, while Sterling depreciated by 1.4% against the USD.

In the US, headline inflation came in at 4.9% year-on-year, while the core inflation reading was 5.5% in April. The US services PMI showed 54.9 for the month. Similarly, eurozone and UK services PMIs remained high, both above the 55-level, supported by robust labour markets. In contrast, the eurozone manufacturing PMI fell to 44.8 in May and the US and UK manufacturing PMI readings were also below 50, signalling a contraction in activity. In the eurozone, headline inflation was 6.1% year-on-year, while core inflation came down to 5.3% year-on-year. The European Central Bank delivered a 25bps hike in line with expectations, raising the deposit rate to 3.25%. The Bank of England hiked rates by 25bps to 4.5%. Headline CPI fell from 10.1% year-on-year to 8.7% in the UK, while core CPI increased from 6.2% year-on-year to 6.8%. This pushed yields higher and Gilts ended the month as one of the worst performing government bonds.

Fixed income markets ended May in negative territory, with sticky inflation across most developed markets leading to fading expectations of rate cuts later this year. Debt ceiling posturing by US politicians and a slew of economic data drove intra-month volatility across government bonds. US 10-year yields rose from 3.43% to 3.63%, with the two-year yield rising from 4.03% to 4.40%. Germany's 10-year yield fell from 2.32% to 2.27%, whilst the UK 10-year and 2-year yields rose from 3.72% to 4.18%, and 3.78% to 4.33% respectively. US high yield delivered negative returns, while European high yield performed positively. Global investment grade provided negative returns. Emerging market debt performed positively in local currency terms but negatively in USD terms. Commodities delivered negative returns, with crude oil falling by 8.0% at the same time that gold depreciated by 1.0%.

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