AHLI INTERNATIONAL MULTI-ASSET HOLDING FUND

Fact Sheet - February 2023

الصندوق الأهلي الدولي متعدد الأصول القابض

Ahli International Multi-Asset Holding Fund

NAV
KWD 10.034639

Fund Objective

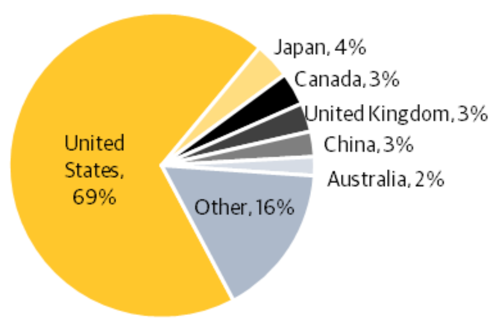
Aims to provide long-term capital appreciation and diversify risk globally with investments spread across asset classes and licensed funds.

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 (Talal Al Muzaini)
Executive Committee	Rajesh George Wajih Al-Boustany Khaled Al-Duaij

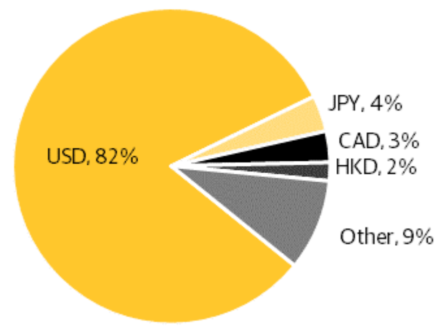
FEB '23	YTD '23	Since Inception	3 Year Return*	4 Year Return*
-1.86%	2.75%	12.74%	2.25%	2.18%

*Annualized

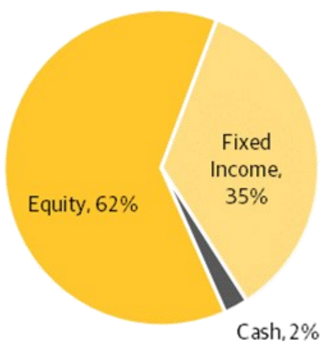
Geographical Allocation



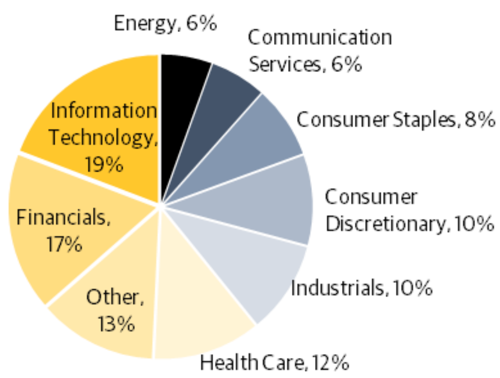
Currency Allocation



Asset Allocation



Sector Allocation



Top 5 Holdings	Weight	Asset Class
1- BGINAX2 BLACKROCK GIF I NA EQ IN X2U	17%	Equity
2- SUSA-ISHARES MSCI USA ESG SELECT ETF	10%	Equity
3- MBB - ISHARES MBS ETF	8%	Fixed Income
4- IEI - ISHARES 3 7 YEARS TREASURY B	8%	Fixed Income
5- TLT-ISHARES 20PLUS YEAR TREASURY BOND	5%	Fixed Income

Monthly Performance

SEP '22	OCT '22	NOV '22	DEC '22	JAN '23	FEB '23
-5.92%	2.68%	3.81%	-2.46%	4.69%	-1.86%
MAR '22	**APR '22**	**MAY '22**	**JUN '22**	**JUL '22**	**AUG '22**
2.02%	-3.97%	-1.81%	-5.46%	4.49%	-1.91%

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

Major asset classes endured losses over the month of February. The Federal Reserve, the European Central Bank and the Bank of England all raised rates during the month. Robust economic data suggested that betting on any expected pause in interest rate rises may be premature. Developed market equities fell by 1.5%. European equity markets were up 1.3%, while US equities decreased by 2.4% in February. Japanese equities were up 0.7%. Emerging markets decreased by 6.5%. During the month, developed market bonds had negative performance. US treasuries decreased by 2.2% while UK gilts decreased by 3.3%. In currencies, the Euro depreciated by 2.4% relative to the USD, while Sterling depreciated by 1.7% against the USD.

The Fed raised rates by 25bps to 4.75% at the beginning of February. Later in the month, Jay Powell cautioned that he expected a long process of disinflation and necessity of further rate hikes, if the economic data does not cooperate. January US headline and core CPI rose at a year-on-year rate of 6.4% and 5.6% respectively, slightly higher than expectations. The unemployment rate declined to a multi-decade low of 3.4% while US retail sales climbed to a two-year high. The Bank of England raised rates by 50bps at the start of February, moving the base rate to 4.0%. UK headline and core inflation fell to 10.1% and 5.8% in January respectively but remained at high levels. The ECB raised interest rates by a further 50bps in February. Eurozone headline inflation fell to 8.5% while core inflation increased to 5.3%. The ECB president Christine Lagarde is still concerned about core inflation and expressed explicitly the intention to increase rates by another 50bps in March. Business activity continued to improve across the Eurozone with improvements in flash PMI readings.

Global bond markets performed negatively compared to the previous month. Government bond yields were broadly higher. US 10-year yields rose from 3.53% to 3.91%, with the two-year yield increasing from 4.21% to 4.80%. Germany's 10-year yield rose from 2.28% to 2.63%. The UK 10-year yield increased from 3.33% to 3.82% and the 2-year yield rose from 3.45% to 3.69%. Both US and European high yield and investment grade showed negative performance. Emerging market debt performed negatively both in local currency terms and in USD terms. Commodities had negative performance. Crude oil fell by 1.3%, while gold depreciated by 5.3%.

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