

Horizon Fund

May 2011

Inception Date: March 1, 2005

NAV May. 31, 2011	: JOD 89.858
Monthly Return	: -0.62%
YTD Return	: -5.58%
Return since Inception	: -10.70%

Fund Description

Investment Objective: The fund aims to achieve a long term capital appreciation of the Net Asset Value (NAV) of the fund through maximizing the market value of its investment in various asset classes on Local, Regional and Global basis while minimizing investment risk.

Investment Style: Long only.

Asset Allocation: The fund aims at reducing the investment risk and minimizing the effect of fluctuations in capital markets by balancing the portfolio and allocating the assets to different assets classes, ie.equity, fixed income and money market instrument.

Fund Key Facts

Fund Structure: Open-ended Mutual Fund
Currency: Jordanian Dinar
Par Value: JOD 100
Minimum Subscription: 10 Units
Management Fee: 1% per annum
Performance Fee: 20.0% on returns above 8% PA
Trustee Fee: 0.25% per annum
Subscription/Redemption: 2 working days prior to a Valuation Day
Valuation Day: Bi-Monthly
Investment Manager: Capital Bank of Jordan.
Investment Trustee: Jordan Kuwait Bank
Auditor: Ernst & Young

Commentary

The Regional markets witnessed a sell off wave during May as the political uncertainty and fear of Europe inability to pay its debt hampered the global markets. Dubai decreased by -4.54% despite the fall in interbank rates, followed by Abu Dhabi losing -2.10%.

Qatar Declined 2.03% on negative chatter regarding the world cup scandal and news on foreign ownership limited to 25% which reduces the probability of MSCI inclusion this year.

Oil stayed in the \$ 100/ barrel range with analysts expecting it to rise further holding the Saudi index as it inched up .38% with increased volatility and concerns regarding OPEC spare capacity.

We believe markets will consolidate at these levels with no significant change as investors wait for Q2 results to make sure that recovery is still in place.

Cumulative Performance



Performance Summary

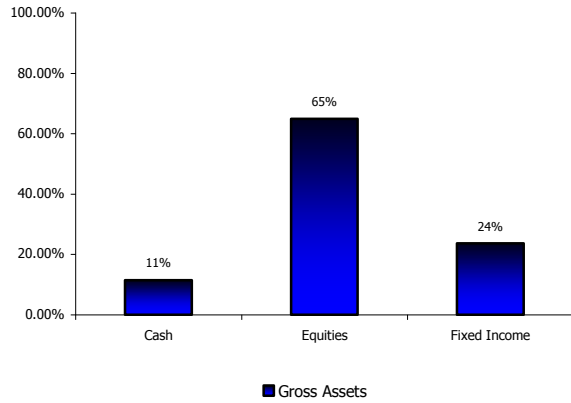
	Fund
1-month return	-0.62%
3-month return	6.56%
12-month return	4.47%
Return since inception	-10.70%
Annualized Return Since Inception	-1.79%
YTD	-5.58%

Historical Monthly Returns

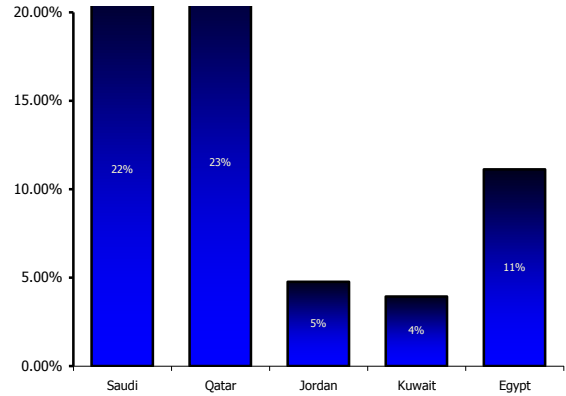
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2011	-4.69%	-5.88%	4.59%	2.52%	-0.62%								-5.58%
2010	-1.09%	0.70%	3.76%	1.49%	-6.64%	1.33%	1.65%	0.93%	2.36%	0.30%	0.25%	3.42%	8.35%
2009	-3.29%	-1.48%	2.00%	2.15%	2.44%	-0.83%	0.48%	1.15%	2.46%	-1.45%	-1.84%	-3.35%	-1.79%
2008	-1.07%	2.31%	-0.38%	2.51%	0.12%	0.77%	-2.40%	-4.81%	-8.03%	-15.81%	-5.15%	-3.08%	-31.04%
2007	0.73%	1.70%	-1.16%	1.03%	1.81%	0.19%	0.44%	-0.55%	1.52%	4.67%	0.61%	2.01%	13.67%
2006	5.44%	-8.31%	-5.18%	-0.48%	-7.01%	-3.41%	0.67%	1.61%	0.66%	0.84%	-3.32%	0.92%	-16.99%
2005			5.56%	9.60%	1.42%	9.96%	-1.14%	3.18%	0.96%	1.39%	4.27%	-2.72%	36.62%

Asset Allocation

Asset Classes as % of the Fund



Geographical Equity Allocation % of the Fund



Sector Allocation % of the Fund

Sector	% of the Fund
Banks	17.32%
Industrials	22.12%
Telecom	9.30%
Real Estate	5.57%
Retail	5.80%
Utilities	4.83%

Currency Exposure

Currency	Long
JOD	16.18%
USD	23.63%
SAR	22.18%
EGP	11.13%
QAR	22.95%
KWD	3.93%

Top 3 Exposures

Name	% of the Fund	Country
Orascom Construction	5.34%	Egypt
Qatar Industries	5.10%	Qatar
Qatar Water and Electricity	4.83%	Qatar

Fund Directory:

Investment Manager
Capital Bank of Jordan
Tel: +962 6 5100200

Fund Trustee
Jordan Kuwait Bank
Tel: +962 6 5629400

Fund Auditor
Ernst & Young
Tel: +962 6 5526111

DISCLAIMER: Investing in the fund entails risks associated with investments in financial securities and emerging markets, including the risk of sharp fluctuations of currencies and securities. These investment risks could affect the fund's Net Asset Value. The fund does not provide any type of return or capital guarantee. Past performance is not an indication of future performance. Prospective investors in the fund must obtain and read the fund's prospectus prior to making an investment in the fund.