

Horizon Fund

November 2011

Inception Date: March 1, 2005

NAV November 30, 2011 : JOD 84.694

Monthly Return : - 1.22%

YTD Return : -10.46%

Return since Inception : -15.31%

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

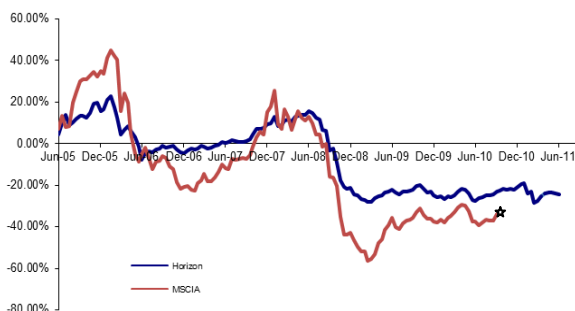
Just when we thought the month will end quietly, major Global central banks (the Federal Reserve, the Bank of England, European Central Bank, Bank of Japan, the Swiss National Bank, bank of Japan and the bank of Canada) made the announcement of cutting their USD funding cost to tame the European liquidity crises. Sky lifting the global markets and reducing assets risk, Oil continued its uptrend closing the month at USD 100.36 (up 7.69%)

While in the MENA, the Syrian political crunch is deeply affecting the markets with negative returns across the board. Saudi market decreased around 2% despite rumors that Saudi regulators are negotiating opening the market for direct foreign investment early 2012. Egypt shed all October return falling 9% with the repetition of deadly protests against the interim military rulers, who replaced Mubarak. The Jordanian market declined as well as Standard & Poor's Rating Agency downgraded the long term local- currency rating to BB from BB+ on concerns about the Economic and Political situation.

We still believe in volatile markets with uncertain growth prospect as such Horizon fund is shifting its allocation to Money Market and Fixed Income instruments mainly in Jordan to exploit the high yield paid on government and semi-government enterprise with relatively moderate risk.

Market	Monthly Return
Saudi Arabia	-1.92 %
Qatar	-0.02 %
Kuwait	-1.82 %
Bahrain	1.34 %
Oman	-2.99 %
Dubai	-2.06 %
Abu Dhabi	-2.26 %
Jordan	-2.67 %
Egypt	-9.69 %

Cumulative Performance



★MSCIA was discontinued in September 2010

Performance Summary

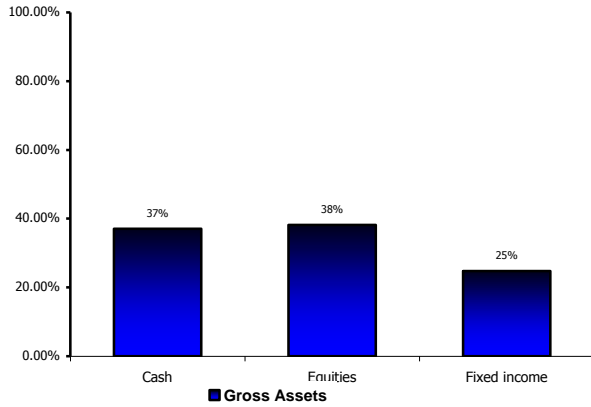
	Fund
1-month return	-1.22 %
3-month return	-1.14 %
12-month return	-7.39 %
Return since inception	-15.31 %
Annualized Return Since Inception	-2.43 %
YTD	-10.46 %

Historical Monthly Returns

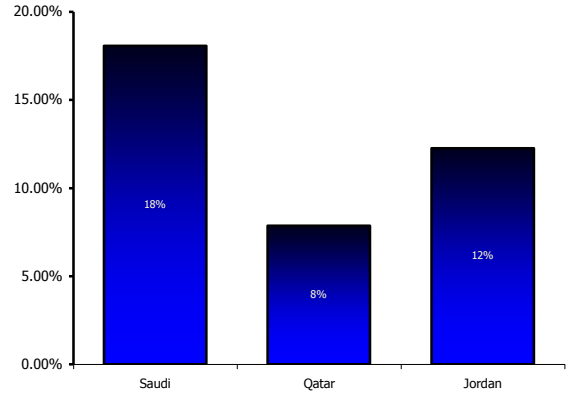
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2011	-5.86%	-5.88%	4.59%	2.52%	-0.62%	-1.14%	0.36%	-3.32%	-1.55%	1.66%	-1.22%		-10.46%
2010	-1.09%	0.70%	3.76%	1.49%	-6.64%	1.33%	1.65%	0.93%	2.36%	0.30%	0.25%	3.42%	8.35%
2009	-3.29%	-1.48%	2.00%	2.15%	2.44%	-0.83%	0.48%	1.15%	2.46%	-1.45%	-1.84%	-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	16.09%
Industrials	13.66%
Telecom	6.55%
Real Estate	5.98%
Utilities	11.46%
Retail	4.56%

Currency Exposure

Currency	Long
JOD	62.68%
USD	11.38%
SAR	18.07%
QAR	7.87%

Top 3 Exposures

Name	% of the Fund	Country
Jordan Phosphate Mines	5.18%	Jordan
Almarai Company	4.56%	Saudi Arabia
Etihad Etisalat	4.18%	Saudi Arabia

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.