

Horizon Fund

March 2010

Inception Date: March 1, 2005

NAV Mar. 31, 2010	: JOD 90.218
Monthly Return	: 3.76 %
YTD Return	: 3.35 %
Return Since Inception	: -9.78%

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 to reduce the investment risk and minimize the impact of capital markets fluctuations by rebalancing the portfolio among different assets classes including equities, fixed income and money market instruments.

Fund Key Facts

Fund Structure: Open-ended Mutual Fund
Domicile: Jordan
Currency: Jordanian Dinar
Par Value: JOD 100
Minimum Subscription: 10 Units
Management Fee: 1% per annum
Performance Fee: 20% on returns above 8%
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

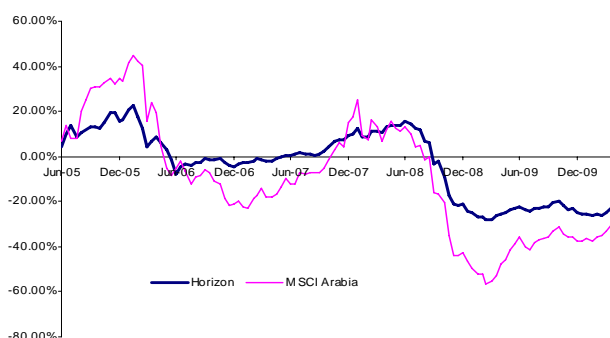
International markets rallied in March extending its uptrend as signs of strength in the economic indicators of the US, Japan, and some European countries boosted optimism in the global economic recovery. MENA markets rode this bullish wave to record a strong performance. MSCI A added 6.38% in March making its YTD return 11.52%. Dubai, Qatar, Abu Dhabi and KSA were the main contributors to the index showing an outstanding performance by 15.73%, 8.58%, 7.58% and 5.65% respectively. Horizon benefited from this optimism to add 3.76% in March making its YTD return 3.35%.

US, consumption, spending and manufacturing continues to expand. Employment began to pick up gradually. EU decided to bail Greece out of its debt crisis, all these factors helped international equity markets to keep its upbeat tone during March. Commodity prices, copper, steel as well as oil prices demonstrated strong performance in March. Oil managed to record a new high for the year hovering near \$85bp. These levels are more than enough to keep the expansionary budgets of the GCC countries which will reflect positively on various economic sectors.

Dubai World and Nakheel restructuring proposals were received positively by creditors, analysts and market participants. UAE market was the best performer across the region. Confidence started to return back to Dubai market, analysts believe that Dubai still have the most attractive opportunities among others, especially in the banking and real estate sectors. Saudi market is still maintaining its gains with petrochemicals, materials and banks are showing strong performance.

Eventually MENA markets began to show upbeat performance recently after lagging other global and emerging markets last year. We still believe in the MENA markets' potential growth, as MENA economies are still expected to deliver strong GDP growth in the coming two years. Our focus will remain on Saudi Arabia, Qatar and Egypt. We will keep close eyes to UAE which is recovering gradually. Participants will focus on Q1 results on the short term which will shape the future movement across markets.

Cumulative Performance



Performance Summary

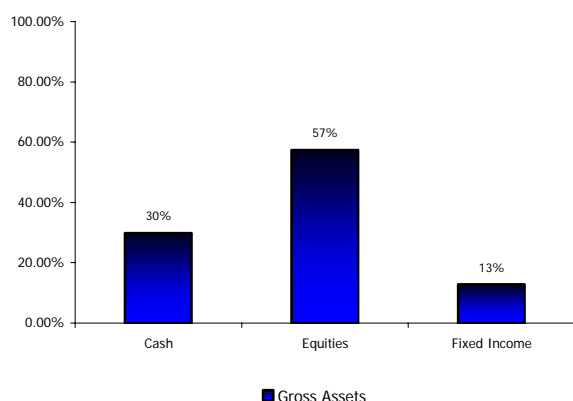
	Fund	MSCI Arabian Markets
1-month return	3.76%	6.38%
3-month return	3.35 %	11.52%
12-month return	4.44 %	47.50%
Return since inception	-9.78%	-30.62%
Annualized Return Since Inception	-2.00%	-6.94%
YTD	3.35 %	11.52%

Historical Monthly Returns

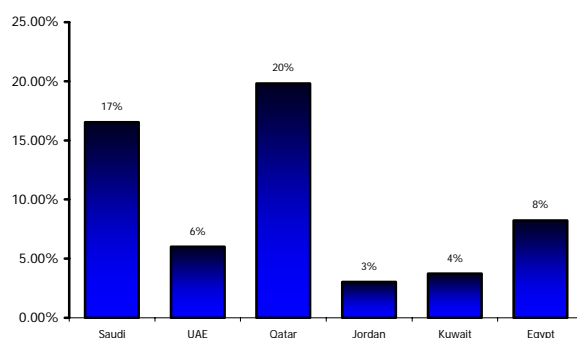
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-1.09%	0.70%	3.76%										3.35%
2009	-3.29%	-1.48%	2.00%	2.15%	2.44%	-0.83%	0.48%	1.15%	2.46%	-1.45%	-1.84%	-3.35%	-1.79%
2008	-1.07%	2.31%	-0.38%	2.51%	0.12%	0.77%	-2.40%	-4.81%	-8.03%	-15.81%	-5.15%	-3.08%	-31.04%
2007	0.73%	1.70%	-1.16%	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 Fund
Banks & Financial services	14.59%
Shipping, oil & Gas services	11.57%
Fertilizers & Petrochemical Industries	6.22%
Construction, Contracting , materials & Real estate	14.61%
Telecom & Utilities	8.35%
Food Products	2.72%
Diversified Operations	0.61%
Others	1.80%

Currency Exposure

Currency	Long
JOD	42.57%
USD	5.57%
AED	3.58%
SAR	16.53%
QAR	19.80%
KWD	3.73%
EGP	8.22%

Top Equity Exposure

Name	% of the Fund	Country
Commercial Bank of Qatar	4.15%	Qatar
Industries Qatar	3.96%	Qatar
Al Rajhi Bank	3.88%	KSA

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.