

## Fund Description

**Investment Objectives:** The fund aims to achieve a long term capital appreciation of the Net Asset Value (NAV) through maximizing the market value of its investments 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 asset classes, i.e. equity, fixed income and money market instruments.

**Investment Portfolio:** Securities issued by the Government of Jordan or Quasi-Government agencies guaranteed by the Government of Jordan

## 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% on returns above 8% per annum  
**Trustee Fee:** 0.25% per annum  
**Subscription/Redemption:** 2 Working days prior to a valuation day  
**Valuation Day:** Bi-Weekly  
**Investment Manager:** Capital Bank of Jordan  
**Investment Trustee:** Jordan Kuwait Bank  
**Auditor:** Ernst & Young  
**Inception Date:** March 1st, 2005

## Key Metrics

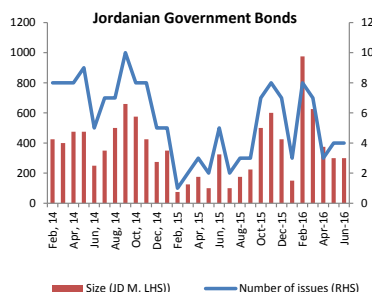
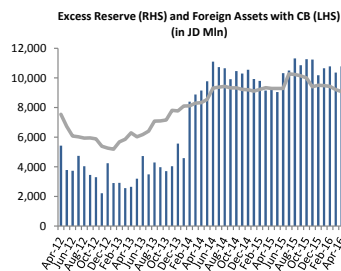
1-Month Return	0.20%
3-Month Return	0.49%
YTD Return	1.94%
Since Inception Return (SIR)	11.042%

\*Duration is the weighted average maturity of the bond's portfolio, indicative of the fund's sensitivity to interest rate changes.

## Historical Monthly Return

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016	0.61%	0.36%	0.46%	0.21%	0.08%	0.20%							<b>1.93%</b>
2015	0.46%	0.49%	0.46%	0.47%	0.30%	0.43%	0.48%	0.35%	0.42%	0.30%	0.19%	0.33%	<b>4.79%</b>
2014	0.50%	0.49%	0.48%	0.50%	0.51%	0.50%	0.50%	0.49%	0.49%	0.50%	2.61%	0.54%	<b>8.39%</b>
2013	0.52%	0.39%	0.47%	0.47%	0.48%	0.48%	0.48%	0.48%	0.48%	0.48%	0.48%	0.47%	<b>5.83%</b>
2012	0.33%	0.84%	0.83%	0.89%	-0.07%	0.26%	0.48%	0.49%	0.45%	0.45%	0.52%	0.51%	<b>6.14%</b>
2011	-5.89%	-5.88%	4.59%	2.52%	-0.62%	-1.14%	0.36%	-3.32%	-1.55%	1.66%	-1.22%	0.47%	<b>-10.02%</b>
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%	<b>8.35%</b>
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%	<b>-1.79%</b>
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%	<b>-31.04%</b>
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%	<b>13.67%</b>
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%	<b>-16.99%</b>
2005			5.56%	9.60%	1.42%	9.96%	-1.14%	3.18%	0.96%	1.39%	4.27%	-2.72%	<b>36.62%</b>

## Commentary and monthly news



Horizon Fund marked a 0.20% up in June, and marking an NAV of JD 111.042. The Fund managed to exploit the high yield treasuries that were issued between 2011-2012 period. The fund will continue to enjoy those yields throughout the term of these issues. However, with the gradual reduction on the treasury yields over the last few months, the fund is contemplating a tilt in its strategy by getting an allocation to equity while trying to keep the volatility in check as much as possible.

The fund manager will keep monitoring yields and leading indicative factors of its direction, such as but not limited to; the political turmoil influence, Foreign aid, trade deficit, CB monetary policy, meanwhile, the fund deployed some of the cash in the USD denominated Jordanian debt, it could add more in the same issuance, or could also benefit from investing in high cash dividend paying stocks when the opportunity arises and the valuation looks healthy to enhance the return.

On another hand, as a fund domiciled in Jordan, the fund is subject to any changes in tax regulations, and this could have a direct impact on the NAV.

Source: CBJ, Bloomberg, Capital Investments

## 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.