Volume 8 Issue 2

Report for month ending:
Feb 25 2011

Almadar US Index Fund

Almadar Finance & Investment
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Fund Manager
Almadar Finance & Investment

Benchmarking Index
Almadar US Index

Administrator / Custodian
Gulf Clearing Company BSC

Placement Agent
Almadar Finance & Investment

Bahraini Representative
Gulf Clearing Company BSC

Lawyer
Al Mahmood & Zubi, Bahrain

Minimum Investment
US $10,000

Upfront Fees
Up to 1%

Redemption Fees
USD 150 per transaction

Management Fees
0.60% for initial USD 25 million

Redemption/Subscription
Biweekly (Tuesday)

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Investment Objective

The Funds main object is to track the return of the Sharia Compliant Almadar US Index. The Almadar US Index is an intelligent index of diversified US equities.

To allow investors to take a Sharia compliant exposure in the US equity markets through a liquid vehicle both managed locally and under local Sharia compliance.

To offer both large and smaller investors an opportunity to invest in an investment which has an attractive historical track record.

Fund Characteristics

Fund Size	$14,656,582
NAV per share	$1.701
Number of Equity holdings	250
Fund Inception	March '04
Frequency of NAV	Bi-Weekly
Bloomberg Ticker	ALMUSID KK

Top 10 Sectors

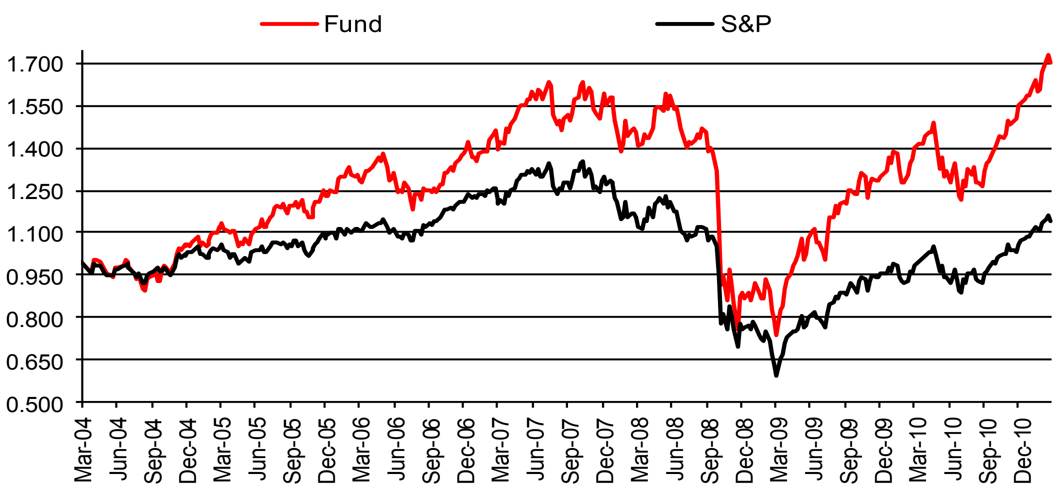
Sector	%
Oil & Gas	11.875%
Retail	11.442%
Pharmaceuticals	5.751%
Semiconductors	4.501%
Telecommunications	4.349%
Software	3.928%
Internet	3.910%
Electric	3.686%
Healthcare-Products	3.646%
Misc. Manufacturing	3.486%

Performance Summary

Since inception the Fund has returned 70.10%, while the Standard & Poor 500 Index returned 14.18%. Hence, since inception the Fund has out-performed the S&P 500 by 55.92%.

Similarly, since inception the fund has had an annualized return of 7.88% while the S&P 500 has had an annualized return of only 1.91%. Hence, the Fund has out-performed the S&P 500 by an annualized return of 5.97% net of fees.

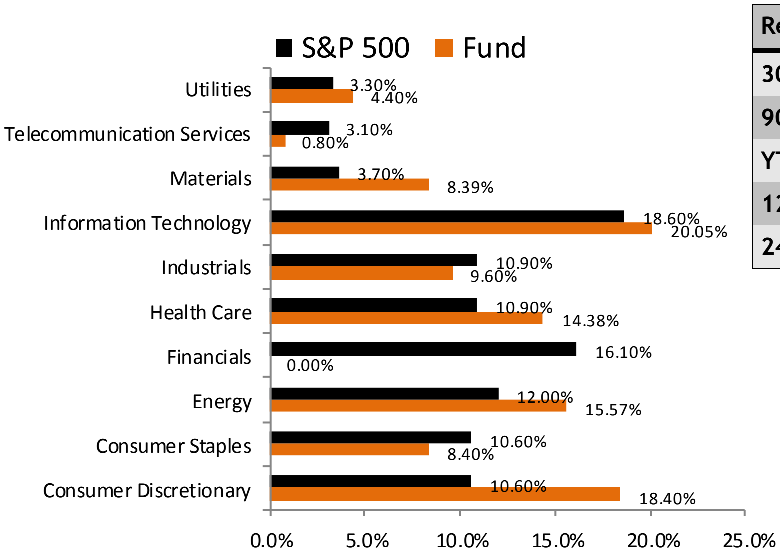
Comparison Graph



Monthly Performance

		Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct	Nov	Dec	Total
2005	Fund	-1.53%	4.19%	-0.65%	-4.70%	3.78%	2.30%	6.76%	-0.02%	1.63%	-2.45%	3.71%	1.09%	14.41%
	S&P 500	-2.53%	1.89%	-1.91%	-2.01%	2.80%	0.17%	3.60%	-1.12%	0.69%	-1.77%	3.52%	-0.10%	3.00%
2006	Fund	6.98%	-3.14%	3.07%	1.97%	-4.37%	-1.15%	-3.55%	1.47%	1.32%	5.07%	3.05%	-0.60%	9.86%
	S&P 500	2.55%	0.05%	1.11%	1.22%	-2.32%	-0.78%	0.66%	1.29%	3.15%	3.11%	1.71%	1.24%	13.62%
2007	Fund	1.66%	2.03%	2.72%	6.22%	1.63%	0.33%	-3.66%	-0.10%	4.25%	2.10%	-4.03%	0.83%	14.39%
	S&P 500	0.27%	-1.08%	1.00%	5.15%	1.45%	-0.82%	-2.95%	1.03%	3.58%	0.56%	-3.53%	-0.86%	3.53%
2008	Fund	-9.62%	3.29%	-1.70%	7.58%	2.75%	-7.23%	-3.66%	2.59%	-9.32%	-26.40%	-10.16%	2.00%	-43.12%
	S&P 500	-9.38%	0.00%	-1.16%	6.28%	0.18%	-8.71%	-1.61%	1.99%	-5.44%	-20.14%	-7.48%	0.78%	-38.49%
2009	Fund	-2.77%	-8.50%	14.09%	10.40%	8.21%	-1.43%	8.91%	4.65%	2.36%	-1.24%	4.77%	4.90%	51.37%
	S&P 500	-8.57%	-10.99%	11.00%	6.16%	6.11%	-0.03%	7.46%	4.20%	1.50%	-0.78%	5.34%	2.16%	23.45%
2010	Fund	-4.80%	6.24%	4.11%	1.44%	-8.21%	-6.73%	6.11%	-2.88%	10.77%	3.03%	3.81%	5.87%	18.20%
	S&P 500	-3.70%	2.85%	5.62%	1.72%	-8.20%	-5.39%	6.88%	-3.36%	7.67%	3.23%	0.52%	5.74%	12.78%
2011	Fund	1.10%	5.85%											7.01%
	S&P 500	1.49%	3.41%											4.95%
TOTAL FUND RETURN SINCE INCEPTION														70.10%
TOTAL S&P 500 INDEX RETURN SINCE FUND INCEPTION														14.18%

Industry Allocation



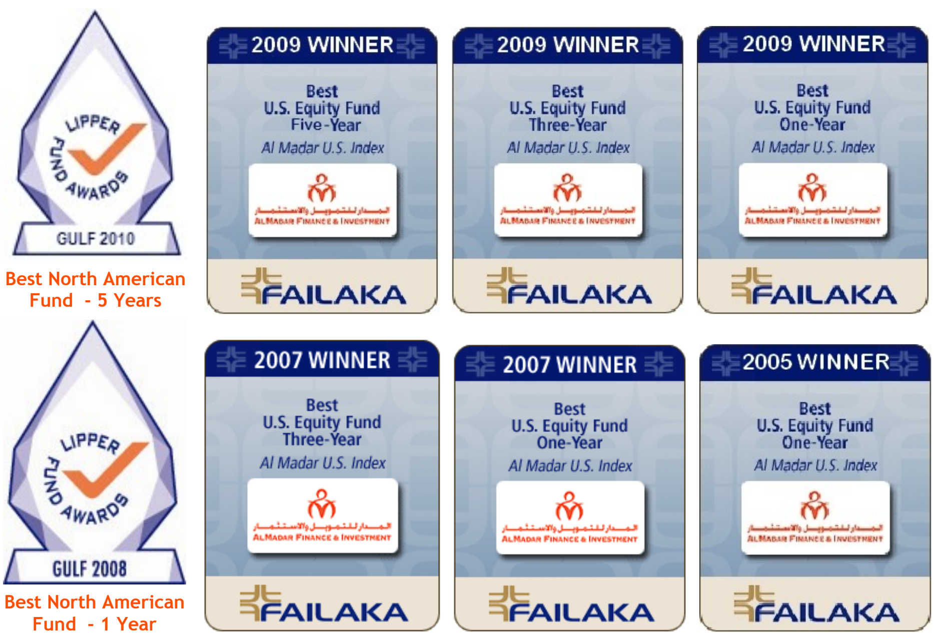
Return Comparison

Returns	Fund*	Benchmark	S&P 500
30 Days	5.85%	6.23%	3.99%
90 Days	13.29%	14.78%	12.42%
YTD	7.01%	7.51%	5.53%
12 Month	25.06%	29.45%	20.17%
24 Month	115.19%	122.15%	80.55%

Absolute Measures

	Fund	Index
Maximum Return	5.69	5.47
Minimum Return	-7.68	-6.34
Sharpe Ratio	1.08	0.83
Volatility	20.45	17.46
Sortino Ratio	0.90	0.77
Downside Risk	16.04	13.23
Semivariance	24.42	18.9
% Periods up	65.38	57.69
% Periods down	34.62	42.31
Skewness	-0.72	-0.51
Kurtosis	0.20	0.06

Fund Awards



Best North American Fund - 5 Years

Best North American Fund - 1 Year

Relative Measures

Excess Return	6.52
Tracking Error	5.91
Information Ratio	1.1
Alpha	0.09
Beta	1.13
Correlation	0.96