

Regional Fund
Performance - 2015GCC Fund >\$50m
- 2016Qatar Asset
Manager - 2016Qatar Asset
Manager - 2016Qatar Asset
Manager - 2017

Al Rayan GCC Fund (F)

**August 2018****NAV/unit: USD 1.442****Performance YTD: +5.6%**

Overview: Except for Nasdaq (+6%) and S&P 500 (+3%), August was difficult for global markets. US-Turkey tension, US-China trade concerns and a deteriorating situation in Argentina led to contagion across EM FX (Argentina -26%, Turkey -25%, S. Africa -10%, Brazil & Russia -7%) and EM equities (-3%). European equities lost 2.4%, led by Italy -9%. Helped by nervousness, 10-year US Treasury yields eased 10bp to 2.86%. Commodities were mixed: Henry Hub gas +5%, urea and Brent crude +5% while copper, silver, corn and wheat all -6%. Gold -2% to \$1,200.

Regional equities were mixed, as both Saudi Arabia and Dubai each fell 4% while Abu Dhabi (+2.6%) and Qatar (+0.6%) ended in the green. Following July's strong rally, Kuwait's Premier index ended -0.7%. There were no public bonds or sukuk issued in August in the Gulf. Regional sukuk returned +0.27% in the month.

Dar Al Arkan 2022, Jarir Marketing Co and Boubyan Bank helped the fund most during the month while Medicare Group, Mouwasat Medical Services Co and Kuveyt Turk 2026 were key laggards.

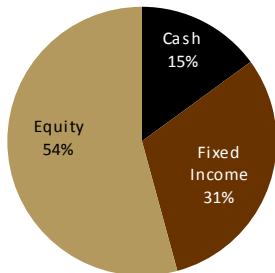
Outlook: We expect market volumes to pick up post the summer lull as investors position themselves ahead of Q3 results. Kuwait will be helped by the first leg of the FTSE EM upgrade in September.

Fund Facts

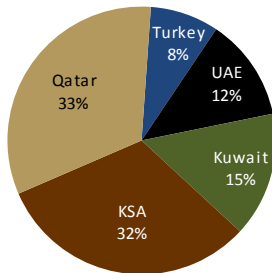
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase above 24%, over 2-years
Lock-in period	Six months
Fund Duration	Open-ended
Founder	Masraf Al Rayan QPSC
Fund Manager	Al Rayan Investment LLC
Regulator	Qatar Central Bank
Custodian	HSBC Bank Middle East
Auditor	Deloitte & Touche
Bloomberg/ Lipper	ARYGCCF QD/ 68048992
Net Asset Value (NAV)	USD 14.3 m

Investments

Asset Class Split



Country Split



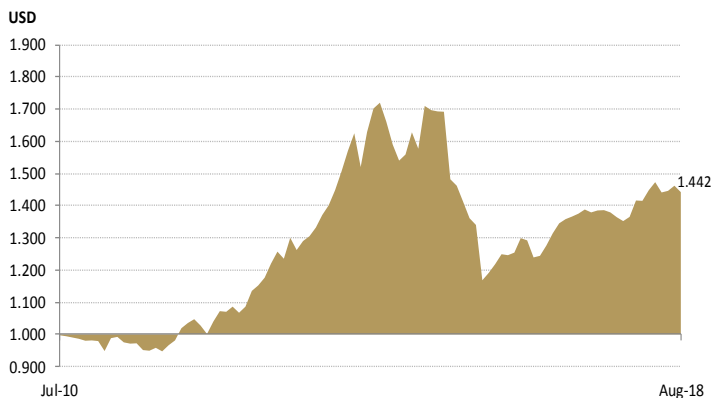
Fund Indicators (Equity)

Fund Indicators (Equity)	August 2018
P/E 2019E	14.1x
P/BV 2019E	2.9x
Dividend Yield 2019E	4.9%
ROE 2019E	19.6%
Weighted Market Cap (USD)	5.3bn

Fund Indicators (Fixed Income)

Fund Indicators (Fixed Income)	August 2018
Weighted maturity (years)	3.6
Weighted yield to maturity	7.5%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Barwa Real Estate	Qatar	Equity	7.4%
Dar Al Arkan 2022	KSA	Fixed Income	6.1%
Medicare Group	Qatar	Equity	6.0%
Kuveyt Turk 2026	Turkey	Fixed Income	5.4%
Mouwasat Medical Services Co	KSA	Equity	5.2%

Performance[#] (since inception 44.2%)

Last 1mth	Last 3mth	YTD 2018	2010	2011	2012	2013	2014	2015	2016	2017
-1.4%	0.1%	5.6%	-1.9%	-1.5%	12.4%	26.2%	12.3%	-13.0%	-1.9%	3.9%

[#] Performance is calculated net of expenses