



Qatar Asset  
Manager - 2016



Qatar Asset  
Manager - 2017



Qatar Asset  
Manager - 2018



ETF provider of  
the year



Best New Fund

# Al Rayan GCC Fund (F)



December 2018

NAV/unit: USD 1.428

Performance YTD: +4.6%

**Overview:** 2018 was a year to forget for global investors, as most asset classes fell sharply during the year. December was hurt by an intensification of concern of a general slowdown led by a trade war between the two global powers. Developed market equities melted as Japan's Nikkei -10%, S&P 500 -9% and Europe -5%. Emerging markets fared slightly better, down 3% overall. Commodities suffered aggressive selling on demand worries with Brent plunging another 10% (\$53.8), gas (Henry Hub) -29%, urea -10%, sugar -6% and copper -5%. Investors sought safety as gold rose 5% (\$1,282) and 10-year US Treasury yields -31bp to 2.68% inverting the yield curve. The US Dollar was around 1% lower vs major currencies.

Within the Gulf, 2018 was the great year: four equity markets were in the top five in the world. December, however, was split as Abu Dhabi rose 3% and Saudi Arabia +1.6% while Dubai sunk -5% and Kuwait and Qatar were down around 1%. There was no regional public fixed income issuance in December as regional sukuk returned +0.37% during the month.

Barwa Real Estate, Boubyan Bank and Qatar International Islamic Bank helped the fund most during the month while Dubai Islamic Bank, Meraas 2022 and Gulf Warehousing were key laggards.

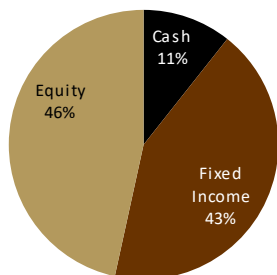
**Outlook:** Regional 2019 budgets point to stable, or slightly higher, government spend, but significant moves in Brent crude prices will be crucial. Investors are keenly watching fourth quarter results and dividend announcements to take fresh positions.

## Fund Facts

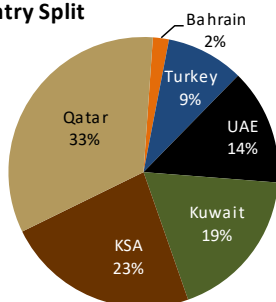
<b>Asset class</b>	Shari'a compliant GCC listed equities and sukuk
<b>Investment Objective</b>	18-24 month capital appreciation
<b>Minimum investment</b>	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
<b>Subscription Fees</b>	up to 1%
<b>Management Fees</b>	1.25% pa
<b>Performance Fees</b>	20% of NAV increase above 24%, over 2-years
<b>Lock-in period</b>	Six months
<b>Fund Duration</b>	Open-ended
<b>Founder</b>	Masraf Al Rayan QPSC
<b>Fund Manager</b>	Al Rayan Investment LLC
<b>Regulator</b>	Qatar Central Bank
<b>Custodian</b>	HSBC Bank Middle East
<b>Auditor</b>	Deloitte & Touche
<b>Bloomberg/ Lipper</b>	ARYGCCF QD/ 68048992
<b>Net Asset Value (NAV)</b>	USD 13.6 m

## Investments

### Asset Class Split



### Country Split



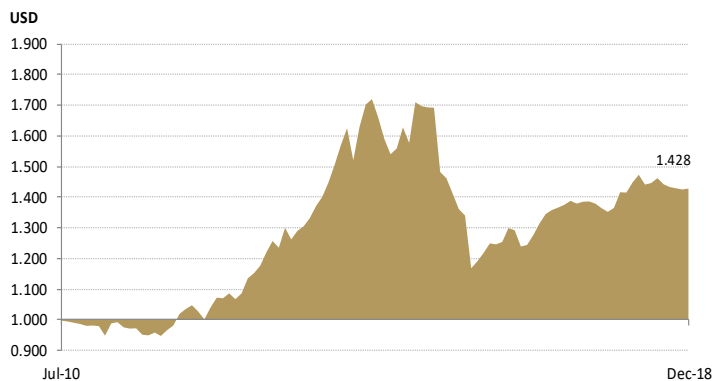
### Fund Indicators (Equity)

Indicator	December 2018
P/E 2019E	15.1x
P/BV 2019E	2.4x
Dividend Yield 2019E	4.1%
ROE 2019E	16.1%
Weighted Market Cap (USD)	5.7bn

### Fund Indicators (Fixed Income)

Indicator	December 2018
Weighted maturity (years)	3.0
Weighted yield to maturity	7.6%

## Net Asset Value/Unit



## Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Dar Al Arkan 2022	KSA	Fixed Income	7.6%
Dar Al Arkan 2019	KSA	Fixed Income	6.8%
Dar Al Arkan 2023	KSA	Fixed Income	6.2%
Boubyan Bank	Kuwait	Equity	6.1%
Kuwait Finance House	Kuwait	Equity	5.2%

## Performance<sup>#</sup> (since inception 42.8%)

Last 1mth	Last 3mth	2010	2011	2012	2013	2014	2015	2016	2017	2018
0.2%	-0.3%	-1.9%	-1.5%	12.4%	26.2%	12.3%	-13.0%	-1.9%	3.9%	4.6%

<sup>#</sup> Performance is calculated net of expenses