



Shari'a Fund Manager
of the Year 2012

Al Rayan GCC Fund (F)



July 2013

NAV/unit: USD 1.300

Performance YTD: 19.7%

Overview: Market addition to the Federal Reserve's tonic remains. July saw dovish comments from Chairman Bernanke calming investors more than once after strong US economic and corporate data. S&P500 bounced 5% to a new record, US Treasury yields were higher (2.59%) while USD gained vs EM currencies but -2% vs the Euro (1.327). Turkey and India raised rates to help support the TRY and INR. Despite major falls in June, EM equity markets were broadly stable in July. Most commodities rebounded: Brent +6% (\$108), gold +7% (\$1,308), copper +2% and ethylene +3% (now +13% in the last 3 months) however corn -27%.

GCC equities continued higher in July with the UAE and Qatar helped by further inflows after MSCI announced the upgrade to EM on June 11th (entry to the EM index in May 2014). Dubai (+16.5%), Abu Dhabi (+8%) and Qatar (+5.6%) led while Bahrain lagged at +0.6%. GCC fixed income was stronger after June's sell-off helping two new issues -- both long duration -- from the Kingdom of Bahrain (2023) and an Abu Dhabi utility (2036).

A record monthly gain for the fund: Mouwasat, Emaar and Savola helped the most while QIMC, Barwa Real Estate and Kuveyt Turk 2016 were the key laggards.

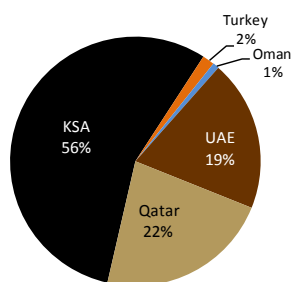
Outlook: The fund has benefitted from the reduction in sukuk holdings vs equities in the last few months and we expect this allocation shift to continue. The profitability outlook for companies in our focus countries of UAE, Qatar and KSA continues to strengthen with the Dubai tourism and trade driving the UAE and government spending driving the latter.

Fund Facts

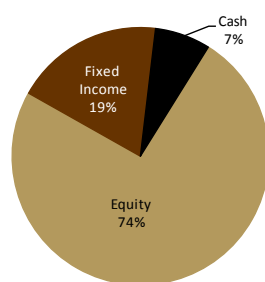
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 months capital appreciation
Minimum initial investment	
- Individual	USD 30,000
- Institution	USD 300,000
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase greater than 24%, over 2-years
Lock-in period	Six months
Fund Duration	Open-ended
Founder	Masraf Al Rayan QSC
Fund Manager	Al Rayan Investment LLC
Regulator	Qatar Central Bank
Custodian	HSBC Bank Middle East
Auditor	KPMG
Bloomberg Ticker	ARYGCCF QD
Lipper ID	68048992
AUM (USD m)	14.5

Investments

Country Split



Asset Class Split



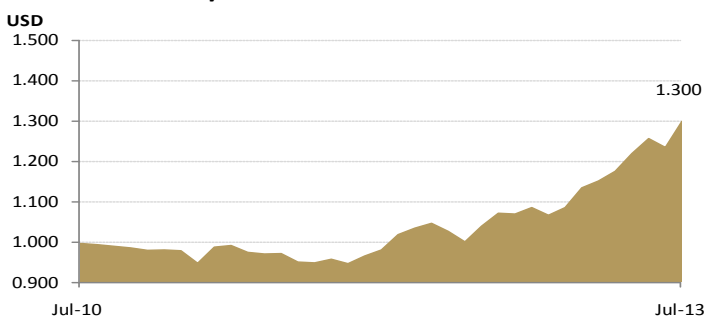
Fund Indicators (Equity)

	July 31
P/E 2013E	11.7x
P/BV 2013E	2.6x
Dividend Yield 2013E	4.9%
Weighted Market Cap (USD)	7.6bn

Fund Indicators (Fixed Income)

	July 31
Average Maturity (Years)	3.2
Average Yield to Maturity	6.9%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	Holding
Nakheel 2016	UAE	Fixed Income	8.6%
Etihad Etisalat (Mobily)	KSA	Equity	7.5%
Industries Qatar QSC	Qatar	Equity	7.0%
Emaar Properties PJSC	UAE	Equity	6.7%
Al Mouwasat Medical Services	KSA	Equity	6.4%

	1 mth	3 mth	2010	2011	2012	Since Inception
Performance	5.3%	6.6%	-1.9%	-1.5%	12.4%	30.0%

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Disclaimer: Past performance is not an indication of future results. The value of investments can go up as well as down. Investors should consider carefully information contained in the Fund prospectus, including investment objectives, risks, charges and expenses. Please read the prospectus carefully before investing. An investment is neither insured nor guaranteed by the Bank nor any other government agency. Although the Fund seeks to preserve and grow the value of your investment, it is possible to lose money by investing in the Fund. If in doubt please seek independent professional financial advice.