



Sharif's Fund Manager
of the Year 2012



MENA Sukuk Manager
of the Year 2013



Qatar Asset Manager -
2014

Al Rayan GCC Fund (F)



September 2014

NAV/unit: USD 1.720

Performance YTD: 25.5%

Overview: During September, volatility returned to risk markets on increasing caution on the global economy, worries over the spread of Ebola and rising tensions in the Middle East. The VIX volatility index, a gauge of fear, jumped 36% during the month. The S&P 500 lost 1.6% on concerns that the Federal Reserve may tighten policy sooner than expected while European equities were flat (+0.3%) as the ECB announced additional stimulus measures. US Treasuries dropped as 10-year yields increased to 2.5% and the US Dollar strengthened another 2-4% against major currencies. Gold fell 6% (\$1,207) while Brent crude lost 9% (\$95). Barring urea (+10%) and Henry hub gas (+3%), most major commodities were down, mainly on the strong Dollar. Key losers included ethylene (-10%), aluminum (-7%) and copper (-5%).

After a strong run over the past 8 months, GCC equities consolidated with Qatar edging up 1% while Dubai (-0.4%) and Abu Dhabi (+0.5%) were flat. However the region's largest market, Saudi Arabia, slipped 2% on profit taking. There were only two new issues in the region in September, Sharjah's debut sovereign sukuk (\$750m, 2024) and Bahrain's \$1.25bn, 2044. The sell-off in US Treasuries led to muted weakness in regional credit.

Najran Cement, Mouwasat Medical Services and Emaar Properties helped the fund most in September while Al Meera Consumer Goods, Saudi Airlines Catering Co and Dar Al Arkan Real Estate were key laggards.

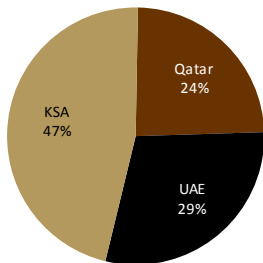
Outlook: The region is not immune to global sentiment and we expect volatility to remain in our focus markets. However equities are likely to find support with Q3 earnings and we see excellent entry opportunities.

Fund Facts

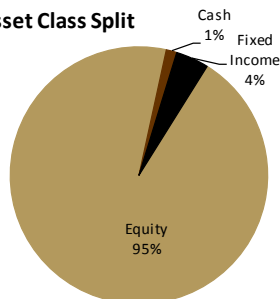
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase 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
Net Asset Value (NAV)	USD 23.7 m

Investments

Country Split



Asset Class Split



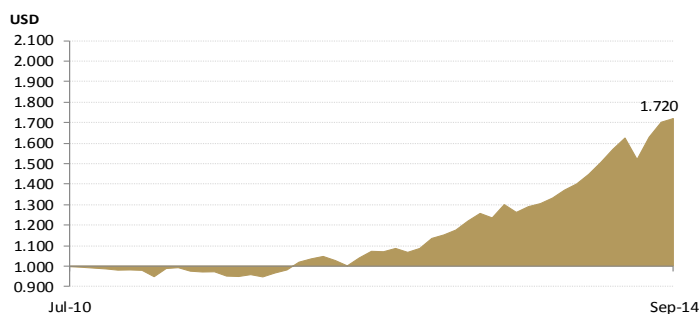
Fund Indicators (Equity)

	Sep 2014
P/E 2014E	21.6x
P/BV 2014E	4.2x
Dividend Yield 2014E	3.5%
Weighted Market Cap (USD)	8.3bn

Fund Indicators (Fixed Income)

	Sep 2014
Average Maturity (Years)	2.1
Average Yield to Maturity	4.8%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	Holding
Emaar Properties PJSC	UAE	Equity	11.2%
Mouwasat Medical Services Co	KSA	Equity	9.5%
Najran Cement Co	KSA	Equity	8.0%
Barwa Real Estate Co	Qatar	Equity	6.2%
Al Meera Consumer Goods	Qatar	Equity	5.5%

	1 mth	3 mth	2010	2011	2012	2013	Since Inception
Performance	1.1%	13.2%	-1.9%	-1.5%	12.4%	26.2%	72.0%

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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.