

December 2021

NAV/unit: QAR 2.096

Performance YTD: +19.7%

Overview: After markets were hit late in November by the emergence of Omicron, they bounced during December. US and European equities +4% (+27% YTD) and +5% (+22% YTD), respectively. Across EM, Brazil rose 3%, India and China each added 2% while Russia fell 3%. The MSCI Emerging Market index lost 4.6% over 2021. US 10-year Treasury yields rose 0.07% during December to 1.51% (+0.60% over 2021). After several months of gains, the USD softened slightly over the month; during 2021 it rallied 7% vs EUR. Commodities also reversed in December: ethylene +20% (+31% YTD), oil +13% to \$77.80 (+54%), aluminium +7% (+42%), gold (\$1,829) and copper moved 3% higher taking their YTD returns to -4% and +25% respectively.

Abu Dhabi equities eased 1% in December (+68% YTD) but other regional markets joined the rally: Saudi +5% (+30%), Kuwait, Dubai (+28%) and Bahrain +4%, Oman +3% and Qatar +2% (+11%). During December, there was no fixed income issuance from the Gulf; for the year, \$82bn issuance (-16%) included \$22bn sukuk (the highest since 2006); sukuk rose 0.50% in December, 2.54% for 2021.

Sipchem, Al Rajhi Bank, and Emaar Properties helped the fund most in December; Saudi Airlines Catering, Arabian Internet and Fawaz Alhokair were key laggards.

Outlook: We expect full year results to be higher than 2020 on average (especially commodity producers and banks), pushing up dividends in many cases. Most Gulf countries are budgeting higher spend in 2022, buoyed by strong prices. We remain unequivocally positive on equities and the fund continues to hold no sukuk.

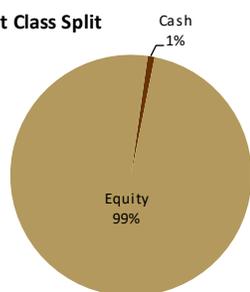
Fund Facts

Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 35,000 initially, QAR 5,000 thereafter
- Institution	QAR 350,000 initially, QAR 50,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase above 24%, over 2-years
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	ARYGCCQ QD/ 68048996
Net Asset Value (NAV)	QAR 293.7m
Dividend Distribution	Semi-annual (January & July)

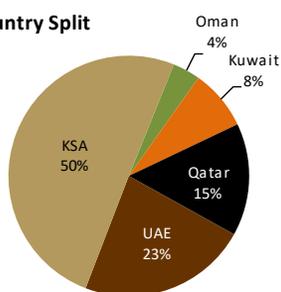
In December 2021, the fund declared a dividend to unit-holders (QAR 0.021/unit) which was equivalent to 1% of NAV. The dividend was based on fund performance in the second half of 2021. Combined with the earlier dividend, this takes the dividend for 2021 to QAR 0.086/unit

Investments

Asset Class Split



Country Split



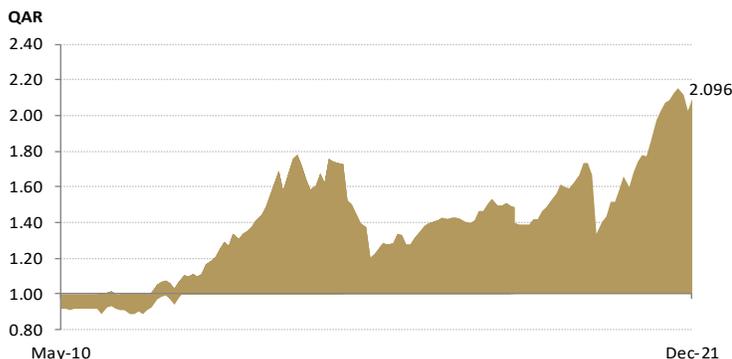
Fund Indicators (Equity)

	December 2021
P/E 2021E	18.6x
P/BV 2021E	3.3x
Dividend Yield 2021E	2.2%
Weighted Market Cap (QAR)	58.9bn

Fund Indicators (Fixed Income)

	December 2021
Weighted yield to maturity	-
Weighted maturity (Years)	-

Net Asset Value/Unit (adjusted for dividends)



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Emaar Properties	UAE	Equity	8.8%
Al Rajhi Bank	KSA	Equity	7.3%
Qatar Aluminum Co	Qatar	Equity	6.6%
Fertiglobe	UAE	Equity	6.3%
Leejam Sports Co	KSA	Equity	5.9%

Performance net of fees

1 month	3 months	Inception	2016	2017	2018	2019	2020
3.3%	-2.7%	118.7%	-2.0%	4.4%	4.9%	23.3%	0.2%