

January 2021

NAV/unit: QAR 1.861

Performance YTD: +2.0%

Overview: A cagey start to 2021. Slower than expected COVID-19 vaccination rates led to US and European stocks losing 1% during January but this didn't prevent retail investors famously driving shares of videogame retailer, GameStop, up 1,625%. Sentiment across EM was negative with India and Brazil -3% while Russia and China were flat. Expectations of greater spending by the new US government took 10-year US treasury yields through the psychologically important 1% level (+0.15% to 1.065%) and helped the US Dollar bounce 1-3%. Despite the USD move, commodities continued their new year celebrations: urea +28%, steel +15%, corn +13%, Henry Hub gas +11% and Brent crude +6% (\$55). Gold lost some shine, down 3% (\$1,848).

Helped by oil and announcements of higher foreign ownership limits in the UAE, Abu Dhabi +11%, Dubai +6.5%, Kuwait +4% while Qatar, Saudi and Oman were flat. During the month, regional fixed income issuance was very strong at \$16bn. Sukuk returned 0.53% in January.

Yanbu Cement, Mabane Co and Industries Qatar helped the fund most during the month while Qatar International Islamic Bank, Qatar Islamic Bank and Leejam Sports Co were key laggards.

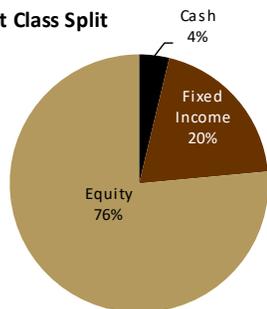
Outlook: 2020 results so far have been mixed as petrochemical companies surprise positively while many banks have cut dividends. Against this, \$55-60 Brent, if sustained, offers a positive backdrop for government spending in the region during the year. We continue to focus investments on secular investment trends across the UAE, Qatar and Saudi Arabia.

Fund Facts

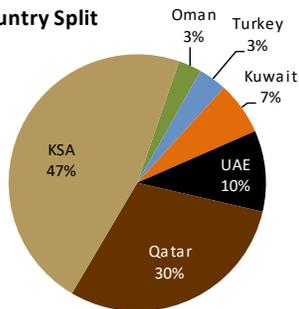
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 35,000 initially, QAR 5,000 thereafter
- Institution	QAR 350,000 initially, QAR 50,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
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 246.8m

Investments

Asset Class Split



Country Split



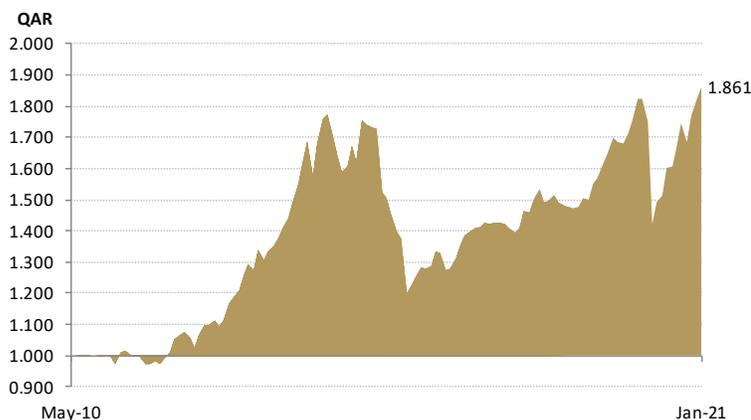
Fund Indicators (Equity)

Indicator	January 2021
P/E 2021E	22.4x
P/BV 2021E	2.4x
Dividend Yield 2021E	4.5%
ROE 2020E	8.3%
Weighted Market Cap (QAR)	16.4bn

Fund Indicators (Fixed Income)

Indicator	January 2021
Weighted yield to maturity	7.5%
Weighted maturity (Years)	2.1

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Saudi Ceramic Co	KSA	Equity	8.3%
Dar Al Arkan 2025	KSA	Fixed Income	7.7%
Ezdan 2021	Qatar	Fixed Income	7.2%
Mabane Co	Kuwait	Equity	6.4%
Industries Qatar	Qatar	Equity	5.7%

Performance[#] (since inception 86.1%)

Last 1mth	Last 3mth	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
2.0%	10.5%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	4.4%	4.9%	23.3%	0.2%

[#] Performance is calculated net of fees