

May 2022

NAV/unit: QAR 2.380

Performance YTD: **+13.6%**

Overview: After a roller-coaster May, despite an easing of some Covid-19 restrictions in China, June saw worries shift from mounting global inflation to uncertainty over growth; expectations for US interest rate increases moderated. US equities (after the worst start to the year since 1970) were flat in May, while Europe ended -2%. In EM, Russian equities +12%, China +5%, Brazil +3%, while India dropped 3%. US 10-year Treasury yields ended 9bp lower to 2.84, which resulted in US Dollar slipping 1% against major currencies. Brent +11% (\$115.6), Henry Hub +23%, while the wider commodity spectrum drifted lower, with aluminium -9%, urea -5%, steel -4% and gold lost 3% (\$1,837).

Gulf equity markets finally broke the upward trend, falling in May: Dubai -10%, Kuwait -7%, Saudi -6%, Qatar -5%, while Oman was almost flat. During the month, the \$350m, Arada 5 year sukuk was the only issuance from the region. Within sukuk, average spreads -3bp, average yield to maturity was unchanged at 4.68% and sukuk returns were zero in May.

Baladna, Jazeera Airways Co. and Abu Dhabi Ports Co. helped the fund most in May; Qatar Aluminum, Emaar Properties and Saudi Airlines Catering co were key laggards.

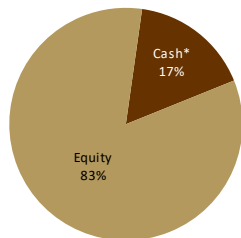
Outlook: Global investor sentiment remains fragile buffeted by inflation and growth data leading to increased market volatility across asset classes. In contrast to the global economy, the Gulf is benefiting from surging government revenues from the strength in commodity prices. We had increased allocation to cash and are deploying opportunistically. We continue to favour themes such as the rebound in tourism, Saudi home building and interest rate hikes. The fund still has zero sukuk holdings.

Fund Facts

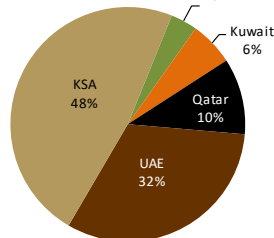
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	QAR 35,000 initially, QAR 5,000 thereafter
- Individual	QAR 350,000 initially, QAR 50,000 thereafter
- Institution	
Subscription Fees	up to 1%
Management Fees	1.25% pa
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 360.4m
Dividend Distribution	Semi-annual (January & July)

Investments

Asset Class Split



Country Split



* including accrued expense

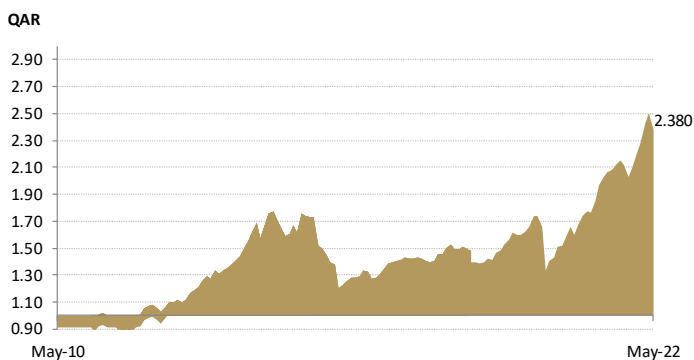
Fund Indicators (Equity)

	May 2022
P/E 2022E	16.4x
P/BV 2022E	3.0x
Dividend Yield 2022E	2.7%
Weighted Market Cap (QAR)	32.3bn

Fund Indicators (Fixed Income)

	May 2022
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	9.0%
Air Arabia	UAE	Equity	7.8%
Alinma Bank	KSA	Equity	5.7%
Saudi Arabian Oil Co	KSA	Equity	5.1%
Jazeera Airways Co	Kuwait	Equity	5.0%

Performance net of fees

1 month	3 months	Inception	2017	2018	2019	2020	2021
-5.0%	4.3%	148.4%	4.4%	4.9%	23.3%	0.2%	19.7%