

October 2024

NAV/unit: QAR 2.698

Performance YTD: +5.9%

**Overview:** October was a volatile month with a broad weakness in global equities ahead of the uncertain outcome to the US election in November. US equities -1%, while Europe dropped 3%. In EM, India fell 6%, Brazil and China -2%, while Russia rose 2%. 10-year US Treasury yields rose 50bps over the month to 4.28% and the US Dollar rose 2% against major currencies. Commodities were mixed with gas (Henry Hub) -31%, ethylene -13% and steel -6.5%. Gold +4% to \$2,744, Brent crude +2% to \$71.8 and urea +11%.

Most GCC equity markets fell during October, except Dubai +2% and Oman +1%. Saudi -2%, Abu Dhabi, Qatar -1% and Kuwait -0.5%. New issuance of \$3.8bn in sukuk, \$800m Dukhan Bank \$750m each from Mazoon, Government of Sharjah and Turkey Wealth Fund, \$500m Dubai Islamic Bank and AED1bn Mubadala. Additionally, \$3.4bn worth of bonds were issued. Within sukuk, average spreads -25bp to 132bp, average yield to maturity 0.3% higher to 6.06%, and sukuk returned -0.99% over the month.

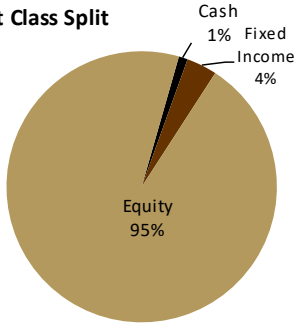
East Pipes Integrated, ADNOC Drilling and Emaar Development helped the fund most in October; Americana Restaurants, Al-Dawaa Medical Services, and Arabian Contracting Service were key laggards.

**Outlook:** Q324 results season is underway which has had some positive surprises. We continue to take advantage of secular growth opportunities in sectors including industrial, tourism, health, and technology in Saudi and UAE specifically, maintaining a low cash position. We also see opportunities in GCC sukuk and invest tactically.

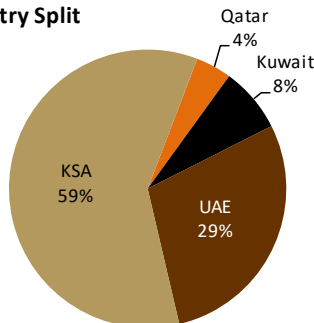
## Fund Facts

<b>Asset class</b>	Shari'a compliant GCC listed equities and sukuk
<b>Investment Objective</b>	18-24 month capital appreciation
<b>Minimum investment</b>	
- Individual	QAR 35,000 initially, QAR 5,000 thereafter
- Institution	QAR 350,000 initially, QAR 50,000 thereafter
<b>Subscription Fees</b>	up to 1%
<b>Management Fees</b>	1.25% pa
<b>Performance Fees</b>	20% of NAV increase above 24%, over 2-years
<b>Fund Duration</b>	Open-ended
<b>Founder</b>	Masraf Al Rayan QPSC
<b>Fund Manager</b>	Al Rayan Investment LLC
<b>Regulator</b>	Qatar Central Bank
<b>Custodian</b>	HSBC Bank Middle East
<b>Auditor</b>	PricewaterhouseCoopers
<b>Bloomberg/ Lipper</b>	ARYGCCQ QD/ 68048996
<b>Net Asset Value (NAV)</b>	QAR 424.9m
<b>Dividend Distribution</b>	Semi-annual (January & July)

## Asset Class Split



## Country Split



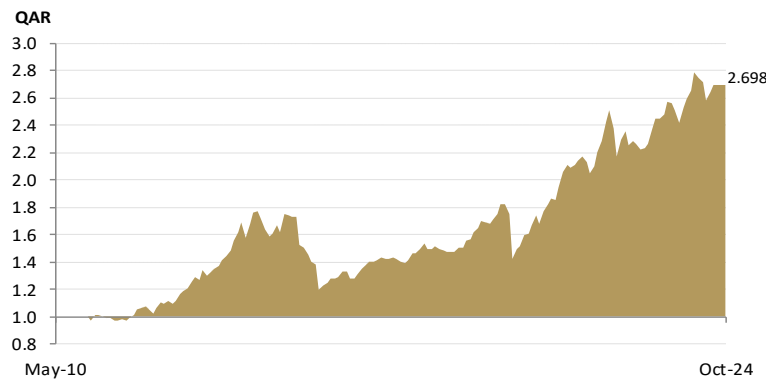
## Fund Indicators (Equity)

Indicator	October 2024
P/E 2024E	21.7x
P/BV 2024E	5.0x
Dividend Yield 2024E	2.4%
Weighted Market Cap (QAR)	34.3

## Fund Indicators (Fixed Income)

Indicator	October 2024
Weighted yield to maturity	8.5%
Weighted maturity (Years)	2.6

## Net Asset Value/Unit



## Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
ADNOC Drilling	UAE	Equity	6.7%
Emaar Development	UAE	Equity	6.4%
Integrated Holding	Kuwait	Equity	5.0%
United International Transport	KSA	Equity	4.6%
East Pipes Integrated	KSA	Equity	4.2%

## Performance net of fees

Period	1 month	3 months	Inception	2019	2020	2021	2022	2023
Performance (%)	0.0%	0.3%	220.4%	23.3%	0.2%	19.6%	11.4%	24.3%