



Qatar Equities
Manager - 2015



Regional Fund
Performance - 2015



GCC Fund >\$50m
- 2016



Qatar Asset
Manager - 2016



Qatar Asset
Manager - 2016

Al Rayan GCC Fund (F)



December 2017

NAV/unit: USD 1.365

Performance YTD: +3.9%

Overview: 2017 was a great year for global equities as S&P 500 (+19%) closed the year with 12 consecutive months of gain for the first time in its history, while European equities also rose (+8%), benefiting from an economic pick up and falling unemployment. EM equities had a great year with India +28%, Brazil +27% and China +7%; the benefits of synchronised Global growth. 10-year US Treasury yields ended the month flat at 2.41% despite intra-month volatility. The US Dollar lost 1-2% against major currencies, which helped most commodities end the year in the green. Brent marked a new high for 2017, +7% in December to \$67, while gold +3% in December to \$1,306.

GCC equities had a difficult 2017, hurt by unprecedented political tension. However markets ended well, with Qatar bouncing 10.5% from oversold levels and Saudi rallied on optimism ahead of the budget (+3.2%). Abu Dhabi +2.7%, Kuwait +0.7% and Dubai -1.5%. Bond issues in December included a debut \$400m, 2035 bond from Emirates Semb Corp Water & Power and a debut \$400m, 2022 sukuk from Emirates REIT. GCC sukuk returned 0.22% in December.

Qatar International Islamic Bank, Gulf Warehousing Co and Kuwait Finance House helped the fund most during the month while Saudi Co for Hardware, United Electronics Co and Mouwasat Medical Services Co were key laggards.

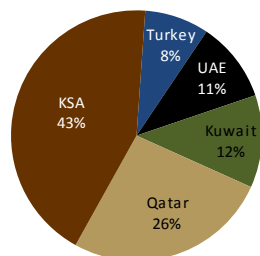
Outlook: \$65 oil, discounted valuations and impending dividend season are set to drive markets up in the coming months; the Qatari market is likely to continue to play catch up.

Fund Facts

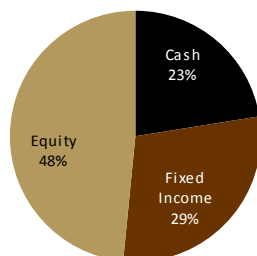
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance 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/ Lipper	ARYGCCF QD/ 68048992
Net Asset Value (NAV)	USD 14.0 m

Investments

Country Split



Asset Class Split



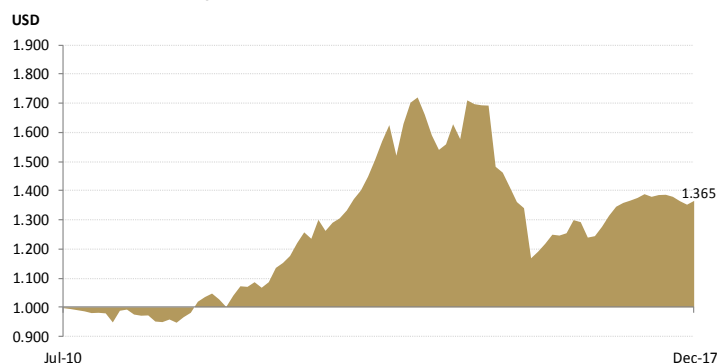
Fund Indicators (Equity)

Indicator	December 2017
P/E 2018E	14.6x
P/BV 2018E	3.1x
Dividend Yield 2018E	4.5%
ROE 2018E	20.9%
Weighted Market Cap (USD)	14.8bn

Fund Indicators (Fixed Income)

Indicator	December 2017
Weighted maturity (years)	3.7
Weighted yield to maturity	6.1%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Kuveyt Turk 7.9% 2026	Turkey	Fixed Income	6.4%
Dar Al Arkan 5.75% 2018	KSA	Fixed Income	6.3%
Mouwasat Medical Services Co	KSA	Equity	4.7%
SOQ 3.241% 2023	Qatar	Fixed Income	4.4%
DIB 6.25% perpetual	UAE	Fixed Income	4.3%

Performance

Last 1mth	Last 3mth	YTD 2017	2010	2011	2012	2013	2014	2015	2016	Inception
1.0%	-1.0%	3.9%	-1.9%	-1.5%	12.4%	26.2%	12.3%	-13.0%	-1.9%	36.5%