



Regional Fund Performance - 2015



GCC Fund &gt;\$50m - 2016



Qatar Asset Manager - 2016



Qatar Asset Manager - 2016



Qatar Asset Manager - 2017

# Al Rayan GCC Fund (F)

**July 2018****NAV/unit: USD 1.462****Performance YTD: +7.1%**

**Overview:** July saw a continuation of US-China trade tensions causing the US Dollar to slightly strengthen against most developed currencies while giving back some gains against EM currencies: Argentine Peso +3%, Brazil Real +4%. Turkey was an exception as the Lira fell another 6%. EM equity markets also bounced: Brazil +9% and India +6%. US and European equities rose 3%. 10-year US Treasury yields ended only 10bps higher at 2.96%. Most commodities had a weak month: Sugar -9%, Henry Hub gas -8%, Brent crude -6% (\$74) and gold -2% (\$1,226). Wheat's +10% erased June losses while corn's +4% reversed half of June's sell off.

Regional equities were mainly positive. Qatar's +9% in July (+16% YTD) makes it the world's #3 equity market this year. Kuwait's Premier index rose 8% ahead of September 2018 entry to the FTSE EM index. Abu Dhabi +7% and Dubai +5% (reversing June's fall), while KSA was flat. There were no public bonds or sukuk issued in July. Regional sukuk returned +1.07% in the month.

Medicare Group, Barwa Real Estate Co and Kuwait Finance House helped the fund most during the month while Mouwasat Medical Services Co, United Electronics Co and Saudi Co for Hardware LLC were key laggards.

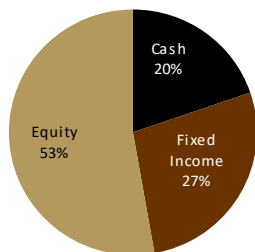
**Outlook:** As expected, Q2 results have so far shown significant variance; some companies continue to thrive while the majority are finding it difficult to cope with restrained consumer and government spending.

## Fund Facts

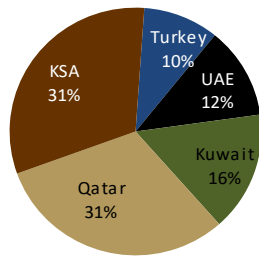
<b>Asset class</b>	Shari'a compliant GCC listed equities and sukuk
<b>Investment Objective</b>	18-24 month capital appreciation
<b>Minimum investment</b>	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
<b>Subscription Fees</b>	up to 1%
<b>Management Fees</b>	1.25% pa
<b>Performance Fees</b>	20% of NAV increase above 24%, over 2-years
<b>Lock-in period</b>	Six months
<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>	Deloitte & Touche
<b>Bloomberg/ Lipper</b>	ARYGCCF QD/ 68048992
<b>Net Asset Value (NAV)</b>	USD 14.5 m

## Investments

### Asset Class Split



### Country Split



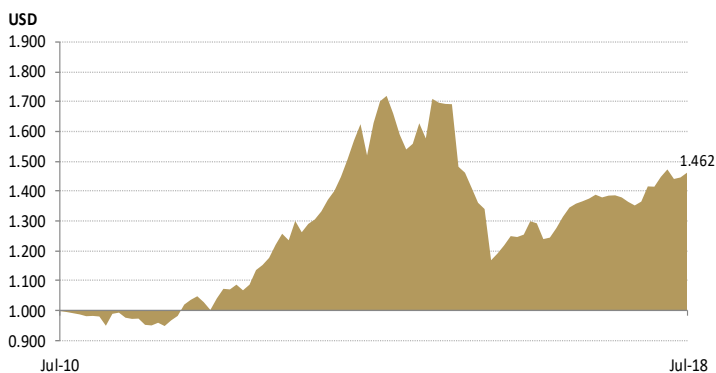
### Fund Indicators (Equity)

Indicator	July 2018
P/E 2019E	14.9x
P/BV 2019E	3.0x
Dividend Yield 2019E	4.6%
ROE 2019E	19.6%
Weighted Market Cap (USD)	5.1bn

### Fund Indicators (Fixed Income)

Indicator	July 2018
Weighted maturity (years)	3.6
Weighted yield to maturity	7.4%

## Net Asset Value/Unit



## Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Barwa Real Estate	Qatar	Equity	7.3%
Kuveyt Turk 2026	Turkey	Fixed Income	6.1%
Dar Al Arkan 2022	KSA	Fixed Income	5.9%
Mouwasat Medical Services Co	KSA	Equity	5.5%
Medicare Group	Qatar	Equity	5.3%

### Performance<sup>#</sup> (since inception 46.2%)

Last 1mth	Last 3mth	YTD 2018	2010	2011	2012	2013	2014	2015	2016	2017
1.1%	-0.7%	7.1%	-1.9%	-1.5%	12.4%	26.2%	12.3%	-13.0%	-1.9%	3.9%

<sup>#</sup> Performance is calculated net of expenses