



Qatar Asset Manager - 2015



Qatar Equities Manager - 2015



Regional Fund Performance - 2015



GCC Fund >\$50m - 2016



Qatar Asset Manager - 2016

Al Rayan GCC Fund (F)



May 2016

NAV/unit: USD 1.246

Performance YTD: **-7.0%**

Overview: The risk-on trade continued globally in May after oil rose and Federal Reserve minutes conveyed a more bullish view of the US economy. 10-year US Treasury yields rose 2bps (1.85%) and the US Dollar gained 2-4% against major currencies which pushed gold to \$1,215 (-6%). US and European equities rose 1.5% but within EM, India climbed 4% while Brazil fell 10%. Brent crude +4.5% to \$49.9 helped by lower US inventories. Other commodities were mixed: Henry Hub gas +10%; steel +6%; but wheat -5%; and copper and ethylene were both 8% lower.

Despite the continued rally in oil prices, GCC equities were weak, lacking triggers following the end of dividend season. Having seen MSCI EM linked outflows, Qatar and UAE ended the month lower: Abu Dhabi -6.5%, Qatar -6.4%. Saudi Arabia fell 5.3%. In May three bonds and four sukuk raised record monthly issuance in the GCC of \$13bn. The bonds included the State of Qatar's record \$9bn as well as Etihad and Mubadala. Sukuk were from Boubyan Bank, Noor Bank, EIB and a debut from Ezdan. GCC sukuk returned -0.12% in May.

Dubai Parks & Resorts PJSC, Bupa Arabia for Cooperative Insurance Co and Medicare Group helped the Fund most in the month while Saudi Basic Industries Corp, Industries Qatar QSC and DP World Ltd were key laggards.

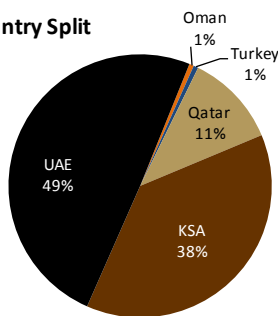
Outlook: Weak summer liquidity will dominate but, historically, Ramadan has ended well for equities. Fixed income investors remain fixated on the next US interest rate increase. June will also see a UK referendum on remaining in the EU.

Fund Facts

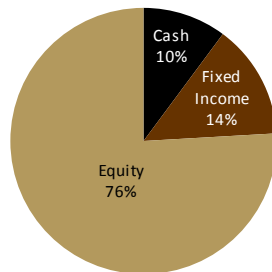
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance 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 Ticker	ARYGCCF QD
Lipper ID	68048992
Net Asset Value (NAV)	USD 14.4 m

Investments

Country Split



Asset Class Split



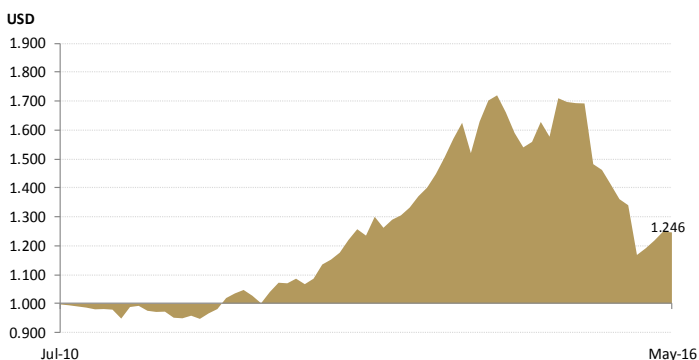
Fund Indicators (Equity)

Indicator	May 2016
P/E 2017E	11.1x
P/BV 2017E	2.3x
Dividend Yield 2017E	4.2%
ROE 2017E	15.3%
Weighted Market Cap (USD)	12.5bn

Fund Indicators (Fixed Income)

Indicator	May 2016
Average Maturity (Years)	2.1
Average Yield to Maturity	4.9%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Dubai Parks & Resorts PJSC	UAE	Equity	11.9%
Mouwasat Medical Services Co	KSA	Equity	8.6%
Saudi Basic Industries Corp	KSA	Equity	7.4%
DIB Tier 1 Sukuk Ltd	UAE	Fixed Income	6.4%
Bupa Arabia for Cooperative Insurance Co	KSA	Equity	5.9%

Performance

Last 1mth	Last 3mth	2010	2011	2012	2013	2014	2015	Inception
-0.2%	4.6%	-1.9%	-1.5%	12.4%	26.2%	12.3%	-13.0%	24.6%