



Sher'a Fund  
Manager - 2012



MENA Sukuk  
Manager - 2013



Qatar Asset  
Manager - 2014



Best Islamic Asset  
Management Co -  
2014



Qatar Asset  
Manager - 2015

# Al Rayan GCC Fund (F)



October 2015

NAV/unit: USD 1.412

Performance YTD: **-8.3%**

**Overview:** October was very positive for global equities, with most developed and emerging markets rebounded from late summer drawdowns. Investors were encouraged by a positive tone from global central bank announcements and greater comfort on China's prospects. US and European equities jumped more than 8% while Chinese equities +11%. USD mixed against major currencies, +1% against Euro and JPY but losing against GBP, CNY and BRL. US 10-year Treasury yields rose 10bp to 2.14% as the market is discounting a higher probability of US interest rates rising in December. Commodities were mixed with Brent crude +1% to \$50, gold +2% to \$1,141, silver +7% and sugar +19% (now flat year to date), while Henry hub plunged 22% and ethylene and aluminum each lost in excess of 6%.

Barring Qatar that ended the month up 1.2%, key GCC equity markets continued their losing trend with Abu Dhabi -4%, Saudi Arabia -3.8% and Dubai -2.5%. Investors remain uncertain about the impact on government spending from the extended period of low oil prices. October saw sukuk issuance from Arab Petroleum Investment Corp and Qatar Islamic Bank with no new conventional bonds. The GCC sukuk market returned +0.09% during the month.

Barwa Real Estate Co, Medicare Group and Ezdan Holding Group helped the Fund most in the month while Aldrees Petroleum & Transport Co, Almarai Co & Saudi Airlines Catering Co were key laggards.

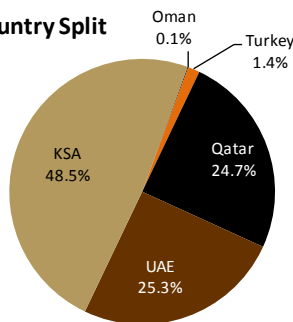
**Outlook:** Global investors appear less concerned about China and US prospects are brighter. But with oil subdued, sentiment remains weak towards the GCC. However there are still excellent companies delivering very strong results and we remain focused on identifying valuations which do not reflect medium term prospects.

## Fund Facts

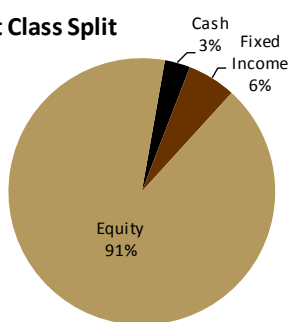
<b>Asset class</b>	Shari'a compliant GCC listed equities and sukuk
<b>Investment Objective</b>	18-24 month capital appreciation
<b>Minimum investment</b>	
- Individual	\$30,000 initially, \$1,500 thereafter
- Institution	\$300,000 initially, \$15,000 thereafter
<b>Subscription Fees</b>	up to 1%
<b>Management Fees</b>	1.25% pa
<b>Performance Fees</b>	20% of NAV increase greater than 24%, over 2-years
<b>Lock-in period</b>	Six months
<b>Fund Duration</b>	Open-ended
<b>Founder</b>	Masraf Al Rayan QSC
<b>Fund Manager</b>	Al Rayan Investment LLC
<b>Regulator</b>	Qatar Central Bank
<b>Custodian</b>	HSBC Bank Middle East
<b>Auditor</b>	KPMG
<b>Bloomberg Ticker</b>	ARYGCCF QD
<b>Lipper ID</b>	68048992
<b>Net Asset Value (NAV)</b>	USD17.8 m

## Investments

### Country Split



### Asset Class Split



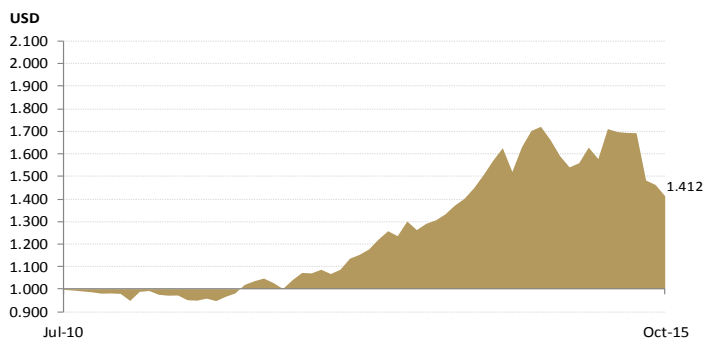
## Fund Indicators (Equity)

Indicator	October 2015
P/E 2016E	13.5x
P/BV 2016E	2.8x
Dividend Yield 2016E	5.0%
ROE 2016E	22.4%
Weighted Market Cap (USD)	5.2bn

## Fund Indicators (Fixed Income)

Indicator	October 2015
Average Maturity (Years)	4.5
Average Yield to Maturity	4.2%

## Net Asset Value/Unit



## Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Mouwasat Medical Services Co	KSA	Equity	8.2%
Almarai Co Ltd	KSA	Equity	7.8%
Barwa Real Estate Co	Qatar	Equity	7.7%
Dubai Islamic bank	UAE	Equity	6.1%
Aldrees Petroleum & Transport Co	KSA	Equity	6.1%

	Last 1mth	Last 3mth	2010	2011	2012	2013	2014	Since Inception
Return	-3.4%	-16.5%	-1.9%	-1.5%	12.4%	26.2%	12.3%	41.2%