



Qatar Asset
Manager - 2019



Best ETF Issuer -
2019



Qatar Asset
Manager - 2020

Al Rayan GCC Fund

Previously Al Rayan GCC Fund (Q)



July 2020

NAV/unit: QAR 1.605

Performance YTD: **-11.9%**

Overview: Globally, markets recover further during July as economic activity continued to pick up post the Covid-19 lockdown amid extraordinary fiscal and monetary stimulus by governments and central banks. US equities rallied 5.5% while European equities took a breather (-1%). EM equities outperformed with China +11% and Brazil & India +8%. 10-year US Treasury yields eased further to 0.53% (-0.13%). July saw a remarkable drop in the US Dollar, which plunged 5% vs GBP and EUR. This helped commodities as gold printed a new high (\$1,976, +11%), silver soared 34% and Brent +5% (\$43.5). Other commodities: urea +12%, ethylene +9% and wheat +8, while corn -7% and steel -4%.

Gulf equities were mixed in July. Qatar (+4%) was followed by Saudi Arabia (+3%). Abu Dhabi was flat, Dubai slipped nearly 1% while Kuwait fell 3.4% on concerns over the Emir's health. Regional debt issuance was sparse with only \$1.75bn issued, all conventional; sukuk gained 1.9% in July.

Saudi Ceramic Co, Baladna and Islamic Holding Group and Saudi Ceramic Co helped the fund most during the month while Integrated Holding co, Kuwait Finance House and Mabane Co were key laggards.

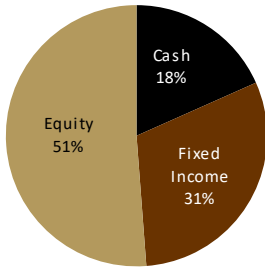
Outlook: For now, oil has settled at \$40-45 helping Gulf investors to be bullish. Most Q2 results saw sharp YoY declines but, with weakened expectations, profits were better than feared in many cases. This summer will not witness the annual regional exodus so market liquidity and Q3 profits will benefit.

Fund Facts

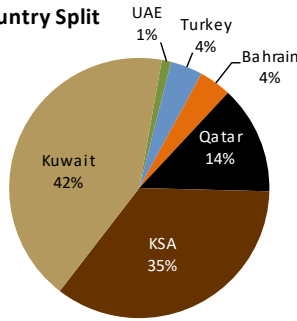
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 35,000 initially, QAR 5,000 thereafter
- Institution	QAR 350,000 initially, QAR 50,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase above 24%, over 2-years
Fund Duration	Open-ended
Founder	Masraf Al Rayan QPSC
Fund Manager	Al Rayan Investment LLC
Regulator	Qatar Central Bank
Custodian	HSBC Bank Middle East
Auditor	Deloitte & Touche
Bloomberg/ Lipper	ARYGCCQ QD/ 68048996
Net Asset Value (NAV)	QAR 254.1 m

Investments

Asset Class Split



Country Split



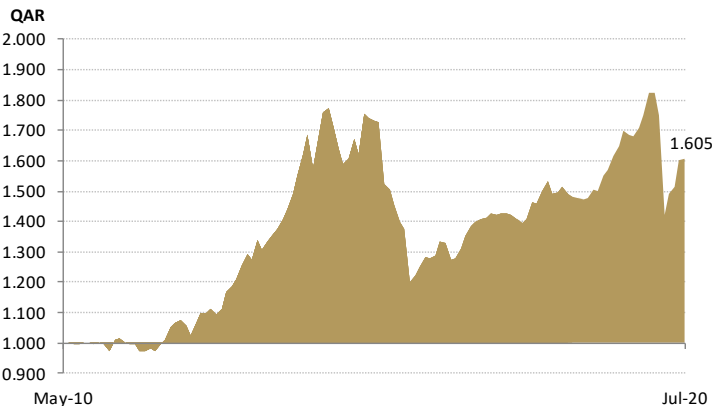
Fund Indicators (Equity)

Indicator	July 2020
P/E 2020E	23.3x
P/BV 2020E	1.8x
Dividend Yield 2020E	2.9%
ROE 2020E	9.0%
Weighted Market Cap (QAR)	20.5bn

Fund Indicators (Fixed Income)

Indicator	July 2020
Weighted yield to maturity	9.5%
Weighted maturity (Years)	4.5

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Boubyan Bank	Kuwait	Equity	11.6%
Kuwait Finance House	Kuwait	Equity	10.9%
Mabane Co	Kuwait	Equity	9.4%
Dar Al Arkan 2023	KSA	Fixed Income	7.9%
Dar Al Arkan 2025	KSA	Fixed Income	6.6%

Performance# (since inception 60.5%)

Last 1mth	Last 3mth	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
0.3%	7.6%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	4.4%	4.9%	23.3%

Performance is calculated net of fees