

Regional Fund
Performance - 2015GCC Fund >\$50m
- 2016Qatar Asset
Manager - 2016Qatar Asset
Manager - 2016Qatar Asset
Manager - 2017

Al Rayan GCC Fund (Q)



April 2018

NAV/unit: QAR 1.532

Performance YTD: +8.7%

Overview: In April, some stability returned to global markets on easing concerns of a trade war between the US and China. The S&P 500 eventually ended flat while a weaker Euro helped European equities +4%. Within emerging markets, India +7% but China -3%. 10-year US Treasury yields rose 21bps to 2.95%; conversely US Dollar added 2-3% vs major currencies. Brent crude +9% (\$75) on expectations the US will pull out of the Iran deal. Within commodities, aluminum (+12%) and sugar (+6%) gained, while wheat (-8%), ethylene (-3%) and gold (-1% to \$1,317) lost.

Regional equities were led up by Qatar (+6.3%), following increases in foreign ownership limits in index-heavy names, and KSA (+4.3%) after FTSE announced inclusion to its emerging market index. Abu Dhabi +2%, while Kuwait -3.4% and Dubai -1.5%. April saw \$29bn debt issued; \$2.4bn was sukuk. Issuers included Qatar (\$12bn), Saudi Arabia (\$11bn) and Bahrain (\$1bn). Regional sukuk returned -0.76% in April.

United Electronics Co, Barwa Real Estate and Mouwasat Medical Services helped the fund most during the month while Kuwait Finance House, Medicare Corp and Human Soft Holding Company were key laggards.

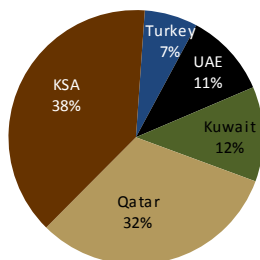
Outlook: The regional summer slowdown will be interrupted by adjustments to stock weights in MSCI and FTSE's EM indices. Qatar should benefit from end-May inflows while Saudi is likely to enjoy gradual buying over the coming months.

Fund Facts

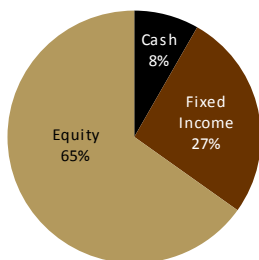
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 100,000 initially, QAR 5,000 thereafter
- Institution	QAR 1,000,000 initially, QAR 50,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase above 24%, over 2-years
Lock-in period	Six months
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	ARYGCCQD/ 68048996
Net Asset Value (NAV)	QAR 258.4 m

Investments

Country Split

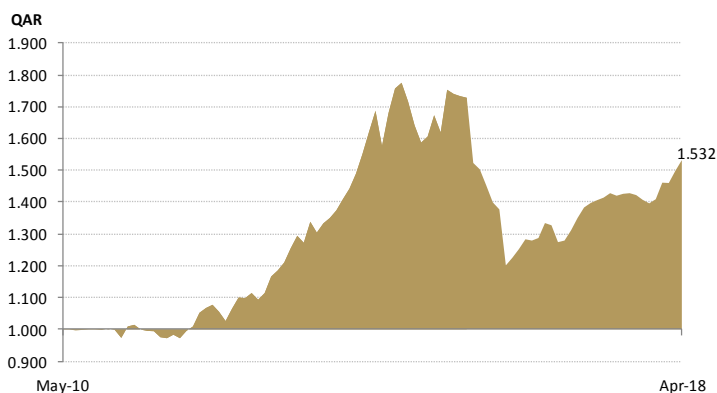


Asset Class Split



Fund Indicators (Equity)	April 2018
P/E 2018E	15.4x
P/BV 2018E	3.2x
Dividend Yield 2018E	4.3%
ROE 2018E	20.3%
Weighted Market Cap (QAR)	24.9bn
Fund Indicators (Fixed Income)	April 2018
Weighted maturity (years)	3.3
Weighted yield to maturity	6.5%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Industries Qatar	Qatar	Equity	6.9%
Mouwasat Medical Services Co	KSA	Equity	6.9%
Barwa Real Estate	Qatar	Equity	6.2%
Kuveyt Turk 2026	Turkey	Fixed Income	6.2%
Dar Al Arkan 2022	KSA	Fixed Income	5.6%

Performance[#] (since inception 53.2%)

Last 1mth	Last 3mth	YTD 2018	2010	2011	2012	2013	2014	2015	2016	2017
2.3%	4.9%	8.7%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	4.4%

[#] Performance is calculated net of expenses