



Qatar Equities Manager - 2015



Regional Fund Performance - 2015



GCC Fund >\$50m - 2016



Qatar Asset Manager - 2016



Qatar Asset Manager - 2016

Al Rayan GCC Fund (Q)



August 2017

NAV/unit: QAR 1.428

Performance YTD: **+5.8%**

Overview: August saw a surge in global geopolitical risk with tensions in North Korea. The flight to safety saw a drop in 10-year US Treasury yields (-17bp to 2.12%) and a jump in gold (4% to \$1,317). A dovish US Federal Reserve helped the S&P 500 recover to end the month flat, while European equities were -1%. Emerging market equities were mixed with China +3% but India -2.4%. The US Dollar weakened another 0.5-1% against developed market currencies. While Brent remained flat (\$53), most commodities benefited from a weak Dollar as urea, aluminum and ethylene all rallied ≈10%. But, wheat -13% and corn -7%.

GCC equities were mixed as Kuwait (+4.2%) and KSA (+2.3%) gained on expectations FTSE will announce upgrade them to its emerging market index on 29 September. However Qatar (-6.4%) and Abu Dhabi (-2.1%) were weak. August saw one new issue from the GCC: Meeras' \$200m tap of its existing 5-year sukuk, taking the deal to \$600m. GCC sukuk returned +0.80%.

Mouwasat Medical Service Co, Al Rajhi Bank and Kuwait Finance House helped the fund most during the month while Barwa Real Estate Co, United Development Co and Human Soft Holding Co were key laggards.

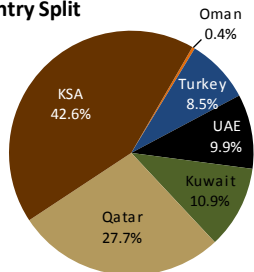
Outlook: Kuwait and Saudi are set to remain supported by index upgrade expectations. Elsewhere, performance will remain very specific depending on how different companies cope with modest consumer and government consumption.

Fund Facts

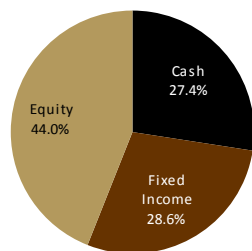
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 100,000 initially, QAR 5,000 thereafter
- Institution	QAR 1,000,000 initially, QAR 50,000 thereafter up to 1%
Subscription Fees	up to 1%
Management Fees	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/ Lipper	ARYGCCQ QD / 68048996
Net Asset Value (NAV)	QAR 330.7 m

Investments

Country Split



Asset Class Split



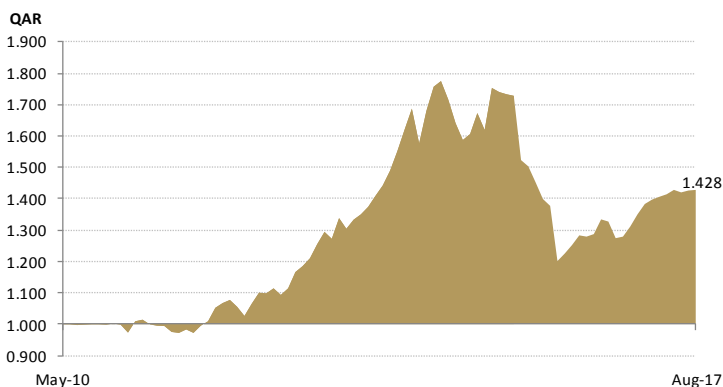
Fund Indicators (Equity)

Indicator	August 2017
P/E 2018E	14.6x
P/BV 2018E	3.4x
Dividend Yield 2018E	4.5%
ROE 2018E	21.9%
Weighted Market Cap (QAR)	52.5bn

Fund Indicators (Fixed Income)

Indicator	August 2017
Weighted maturity (years)	4.3
Weighted yield to maturity	5.7%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
SOQ 3.241% 2023	Qatar	Fixed Income	6.5%
Kuveyt Turk 7.9% 2026	Turkey	Fixed Income	6.2%
Dar Al Arkan 5.75% 2018	KSA	Fixed Income	5.9%
Mouwasat Medical Services Co	KSA	Equity	4.7%
Saudi Basic Industries Corp	KSA	Equity	4.0%

Performance

Last 1mth	Last 3mth	YTD	2010	2011	2012	2013	2014	2015	2016	Inception
0.1%	0.0%	5.8%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	42.8%