



Sharf'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 (Q)

**February 2016****NAV/unit: QAR 1.225****Performance YTD: -11.0%**

**Overview:** February saw global markets continue declines until a rebound mid-month. Investor sentiment improved on a recovery in commodity prices. In Europe, political headwinds increased with the UK announcing a referendum on membership of the European Union. Most major equity markets were lower (S&P500 -0.4%, Europe -2.4%, China -1.8%, India -7.5%) but Brazil rose 6% as commodities moved higher. USD weakened and US Treasury yields fell further as markets priced in a lower probability of rate hikes in 2016. US 10-year Treasury yields fell 18bps to 1.74%. Among commodities, gold rose 10% (\$1,232), urea +13%, while Gas (henry Hub) dropped 28%. Brent crude was broadly flat at \$36.6.

The recovery in oil prices helped investor sentiment towards GCC markets, as equities were led by Dubai (+8.1%) and Abu Dhabi (+7.3%), while Qatar (+4.3%) and Saudi Arabia (1.2%) were also higher. February saw two conventional bond issues from the Bahrain sovereign and two sukuk deals (ICD private sukuk and Islamic Development Bank). The GCC sukuk market returned +1.71%.

Medicare Group, Aramex PJSC and Aldrees Petroleum and Transport Services Co helped the Fund most in the month while Al Meera Consumer Goods Co, DP World Ltd and Bupa Arabia for Cooperative Insurance Co were key laggards.

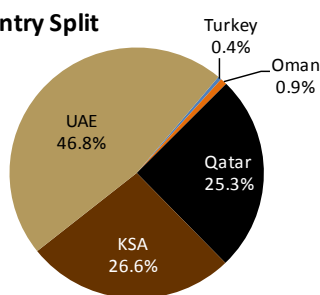
**Outlook:** Dividend payment season and the recovery in oil have helped GCC markets. Given the sharp sell-off in recent months we see room for an aggressive relief rally for many names.

## Fund Facts

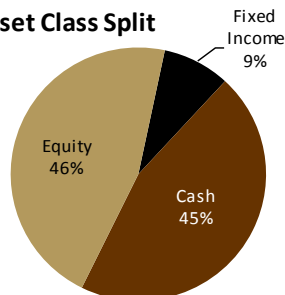
<b>Asset class</b>	Shari'a compliant GCC listed equities and sukuk
<b>Investment Objective</b>	18-24 month capital appreciation
<b>Minimum investment</b>	
- Individual	QAR 100,000 initially, QAR 5,000 thereafter
- Institution	QAR 1,000,000 initially, QAR 50,000 thereafter
<b>Subscription Fees</b>	up 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>	ARYGCCQ QD
<b>Lipper ID</b>	68048996
<b>Net Asset Value (NAV)</b>	QAR 291.4 m

## Investments

### Country Split



### Asset Class Split



## Fund Indicators (Equity)

### February 2016

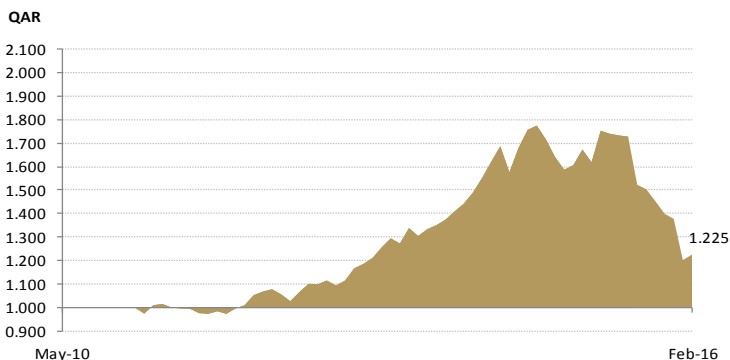
P/E 2016E	13.9x
P/BV 2016E	2.6x
Dividend Yield 2016E	4.5%
ROE 2016E	18.2%
Weighted Market Cap (QAR)	18.3bn

## Fund Indicators (Fixed Income)

### February 2016

Average Maturity (Years)	2.3
Average Yield to Maturity	5.1%

## Net Asset Value/Unit



## Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Mouwassat Medical Services Co	KSA	Equity	7.2%
Dubai Islamic Bank PJSC	UAE	Equity	6.3%
DP World Ltd	UAE	Equity	5.2%
Aramex PJSC	UAE	Equity	5.0%
Medicare Group	Qatar	Equity	4.6%

## Performance

Last 1mth	Last 3mth	2010	2011	2012	2013	2014	2015	Inception
2.0%	-12.4%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	22.5%