



Sharfa Fund Manager
of the Year 2012



MENA Sukuk Manager
of the Year 2013



Qatar Asset Manager -
2014

Al Rayan GCC Fund (Q)



July 2014

NAV/unit: QAR 1.680

Performance YTD: 19.2%

Overview: July was a volatile month for global equities as markets inched higher on strong economic data from the US, Europe and China but gave up gains after sanctions were imposed on Russian and instability emerged in the Portuguese banking system. The S&P 500 was 1.5% lower while Europe was down by 1.7%. Emerging market equities rose, helped by Chinese data. Flight to safety trades saw 10-year US Treasuries rally as yields decreased to 2.56% and the US Dollar rose against most currencies. This impacted gold (-2.7% to \$1282) and Brent crude (-5.4% to \$106). Within commodities, industrial metals, aluminum (+7.3%), steel (4.9%) and copper (+1.4%) gained on expectation of strong Chinese demand.

After having been oversold, GCC equities recovered strongly in July with Dubai taking the lead (+22.6%) followed by Qatar (12.1%) and Abu Dhabi (+11.1%). Saudi Arabia, the region's largest market, was lifted (+7.4%) as the Kingdom announced it would open to foreigners in 2015. It was a relatively dry month for GCC sukuk as AAA-rated IDB raised \$1bn. After some weakness in June, the rally in regional bonds resumed led by longer maturity names.

Emaar Properties, Savola and Dubai Islamic Bank helped the fund most in July while Dar Al Arkan 2016, Agthia Foods and Yanbu Cement were key laggards.

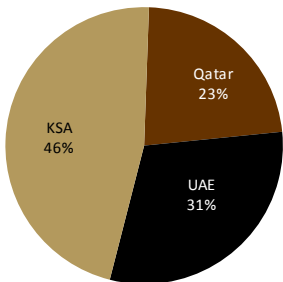
Outlook: After a strong equity recovery in July, supported by decent Q2 results, we expect markets to respond to robust local economic fundamentals. However, investors should remain mindful of intermittent impacts from global geopolitics, especially with the investor base increasingly international.

Fund Facts

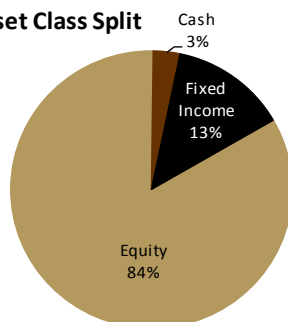
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum initial investment	
- Individual	QAR 100,000
- Institution	QAR 1,000,000
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase greater than 24%, 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 Ticker	ARYGCCQ QD
Lipper ID	68048996
Net Asset Value (NAV)	QAR 236.03 m

Investments

Country Split



Asset Class Split



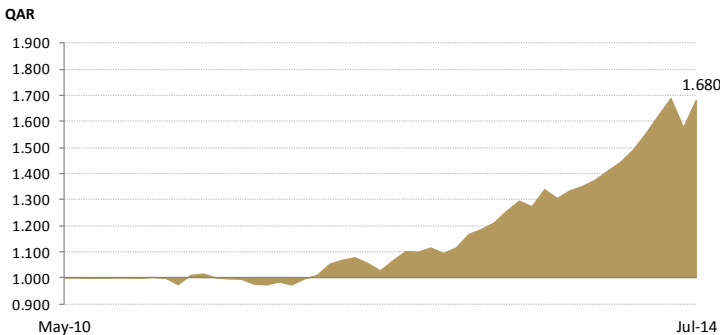
Fund Indicators (Equity)

Indicator	July 2014
P/E 2014E	18.5x
P/BV 2014E	3.9x
Dividend Yield 2014E	3.9%
Weighted Market Cap (QAR)	24.2bn

Fund Indicators (Fixed Income)

Indicator	July 2014
Average Maturity (Years)	3.0
Average Yield to Maturity	5.8%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	Holding
Emaar Properties PJSC	UAE	Equity	9.6%
Mouwasat Medical Services Co	KSA	Equity	7.7%
Barwa Real Estate Co	Qatar	Equity	6.0%
Najran Cement Co	KSA	Equity	5.6%
Dubai Islamic Bank PJSC	UAE	Equity	5.4%

	1 mth	3 mth	2010	2011	2012	2013	Since Inception
Performance	6.6%	3.7%	0.1%	-0.6%	12.0%	26.5%	68.0%