

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

Al Rayan GCC Fund (Q)

**July 2018****NAV/unit: QAR 1.512****Performance YTD: +7.3%**

Overview: July saw a continuation of US-China trade tensions causing the US Dollar to slightly strengthen against most developed currencies while giving back some gains against EM currencies: Argentine Peso +3%, Brazil Real +4%. Turkey was an exception as the Lira fell another 6%. EM equity markets also bounced: Brazil +9% and India +6%. US and European equities rose 3%. 10-year US Treasury yields ended only 10bps higher at 2.96%. Most commodities had a weak month: Sugar -9%, Henry Hub gas -8%, Brent crude -6% (\$74) and gold -2% (\$1,226). Wheat's +10% erased June losses while corn's +4% reversed half of June's sell off.

Regional equities were mainly positive. Qatar's +9% in July (+16% YTD) makes it the world's #3 equity market this year. Kuwait's Premier index rose 8% ahead of September 2018 entry to the FTSE EM index. Abu Dhabi +7% and Dubai +5% (reversing June's fall), while KSA was flat. There were no public bonds or sukuk issued in July. Regional sukuk returned +1.07% in the month.

Medicare Group, Barwa Real Estate Co and Kuwait Finance House helped the fund most during the month while Mouwasat Medical Services Co, United Electronics Co and Saudi Co for Hardware were key laggards.

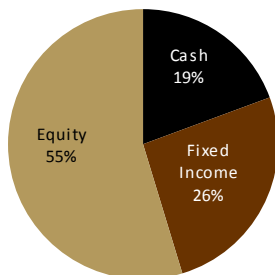
Outlook: As expected, Q2 results have so far shown significant variance; some companies continue to thrive while the majority are finding it difficult to cope with restrained consumer and government spending.

Fund Facts

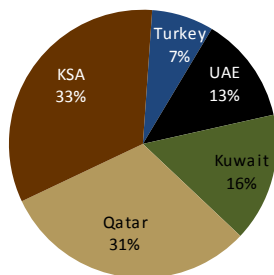
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 100,000 initially, QAR 5,000 thereafter
- Institution	QAR 1,000,000 initially, QAR 50,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% 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	ARYGCCQ QD/ 68048996
Net Asset Value (NAV)	QAR 199.1 m

Investments

Asset Class Split



Country Split



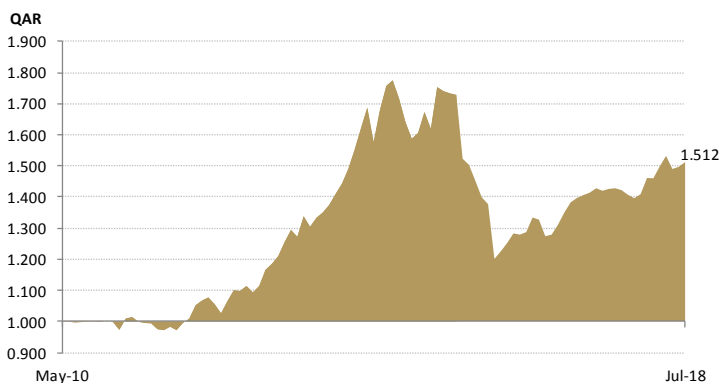
Fund Indicators (Equity)

Indicator	July 2018
P/E 2019E	15.1x
P/BV 2019E	3.1x
Dividend Yield 2019E	4.5%
ROE 2019E	20.0%
Weighted Market Cap (QAR)	19.2bn

Fund Indicators (Fixed Income)

Indicator	July 2018
Weighted maturity (years)	3.6
Weighted yield to maturity	7.5%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Barwa Real Estate Co	Qatar	Equity	7.4%
Mouwasat Medical Services Co	KSA	Equity	6.2%
Kuveyt Turk 2026	Turkey	Fixed Income	6.0%
Dar Al Arkan 2022	KSA	Fixed Income	6.0%
Medicare Group	Qatar	Equity	5.2%

Performance[#] (since inception 51.2%)

Last 1mth	Last 3mth	YTD 2018	2010	2011	2012	2013	2014	2015	2016	2017
1.0%	-1.3%	7.3%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	4.4%

[#] Performance is calculated net of expenses