



Qatar Asset Manager - 2018



ETF provider of the year - 2018



Best New Fund



Qatar Asset Manager - 2019



Best ETF Issuer - 2019

# Al Rayan GCC Fund (Q)



June 2019

NAV/unit: QAR 1.650

Performance YTD: **+11.6%**

**Overview:** In June, risk assets rallied hard globally as both the Fed and ECB indicated loosening policy ahead amid weakening economic data and soft inflation. US and European equities rallied around 5% each. Within EM equities, both China and Brazil +3% while India -1% ahead of the budget. The US Dollar was 1-2% weaker against key global currencies. 10-year US Treasury yields dropped another 12bp to 2.00% and gold rose 8% (\$1,410). Brent crude gained 6% (to \$66) on OPEC+ commitment to cut supply and worries about Iran. Among other key commodities, ethylene -8% steel -7% and Henry Hub gas -5%, while copper and wheat each rose 3%.

Equity markets across the Gulf gained. KSA recovered (+4%) from the previous month's wobble while Kuwait and Qatar each gained 2%. Regional sukuk performed in line with EM and global bonds and returned 1.7%. There was \$1.8bn of sukuk issuance during June.

Medicare Group, Kuwait Finance House and Gulf Warehousing helped the fund most during the month, while Meraas 2022, DP World Ltd and Human Soft Holding Company KSCC were key laggards.

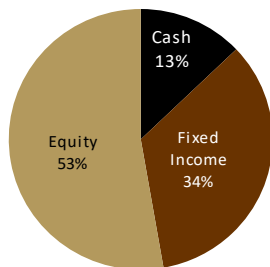
**Outlook:** First half results are approaching and investors will take cues from the results; overall, we expect little positive momentum Saudi and Kuwait equities should continue to benefit from foreign inflows given upcoming index events.

## Fund Facts

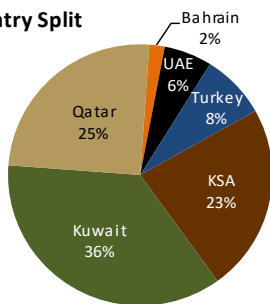
<b>Asset class</b>	Shari'a compliant GCC listed equities and sukuk
<b>Investment Objective</b>	18-24 month capital appreciation
<b>Minimum investment</b>	
- Individual	QAR 100,000 initially, QAR 5,000 thereafter
- Institution	QAR 1,000,000 initially, QAR 50,000 thereafter
<b>Subscription Fees</b>	up to 1%
<b>Management Fees</b>	1.25% pa
<b>Performance Fees</b>	20% of NAV increase above 24%, over 2-years
<b>Lock-in period</b>	Six months
<b>Fund Duration</b>	Open-ended
<b>Founder</b>	Masraf Al Rayan QPSC
<b>Fund Manager</b>	Al Rayan Investment LLC
<b>Regulator</b>	Qatar Central Bank
<b>Custodian</b>	HSBC Bank Middle East
<b>Auditor</b>	Deloitte & Touche
<b>Bloomberg/ Lipper</b>	ARYGCCQ QD/ 68048996
<b>Net Asset Value (NAV)</b>	QAR 215.0 m

## Investments

### Asset Class Split



### Country Split



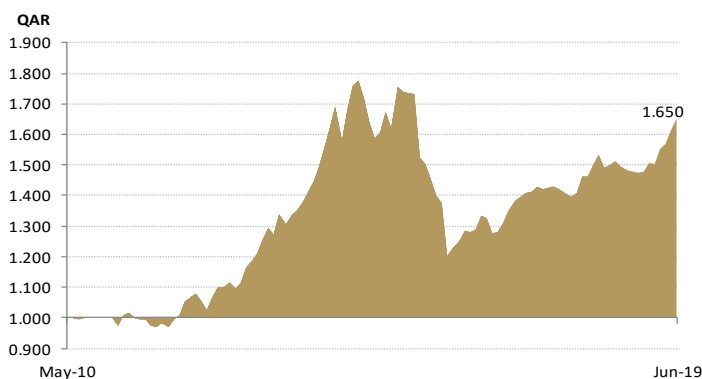
### Fund Indicators (Equity)

Indicator	June 2019
P/E 2019E	19.9x
P/BV 2019E	2.9x
Dividend Yield 2019E	3.3%
ROE 2019E	15.3%
Weighted Market Cap (QAR)	19.8bn

### Fund Indicators (Fixed Income)

Indicator	June 2019
Weighted maturity (years)	3.9
Weighted yield to maturity	6.8%

## Net Asset Value/Unit



## Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Dar Al Arkan 2023	KSA	Fixed Income	13.0%
Boubyan Bank	Kuwait	Equity	10.4%
Kuwait Finance House	Kuwait	Equity	9.9%
Medicare Group	Qatar	Equity	8.5%
Dar Al Arkan 2022	KSA	Fixed Income	7.3%

## Performance# (since inception 65.0%)

Last 1mth	Last 3mth	2010	2011	2012	2013	2014	2015	2016	2017	2018
2.2%	6.2%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	4.4%	4.9%

# Performance is calculated net of expenses