



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)

**October 2015****NAV/unit: QAR 1.452****Performance YTD: -8.5%**

Overview: October was very positive for global equities, with most developed and emerging markets rebounded from late summer drawdowns. Investors were encouraged by a positive tone from global central bank announcements and greater comfort on China's prospects. US and European equities jumped more than 8% while Chinese equities +11%. USD mixed against major currencies, +1% against Euro and JPY but losing against GBP, CNY and BRL. US 10-year Treasury yields rose 10bp to 2.14% as the market is discounting a higher probability of US interest rates rising in December. Commodities were mixed with Brent crude +1% to \$50, gold +2% to \$1,141, silver +7% and sugar +19% (now flat year to date), while Henry hub plunged 22% and ethylene and aluminum each lost in excess of 6%.

Barring Qatar that ended the month up 1.2%, key GCC equity markets continued their losing trend with Abu Dhabi -4%, Saudi Arabia -3.8% and Dubai -2.5%. Investors remain uncertain about the impact on government spending from the extended period of low oil prices. October saw sukuk issuance from Arab Petroleum Investment Corp and Qatar Islamic Bank with no new conventional bonds. The GCC sukuk market returned +0.09% during the month.

Barwa Real Estate Co, Medicare Group and Ezdan Holding Group helped the Fund most in the month while Aldrees Petroleum & Transport Co, Almarai Co Ltd & Saudi Airlines Catering Co were key laggards.

Outlook: Global investors appear less concerned about China and US prospects are brighter. But with oil subdued, sentiment remains weak towards the GCC. However there are still excellent companies delivering very strong results and we remain focused on identifying valuations which do not reflect medium term prospects.

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 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

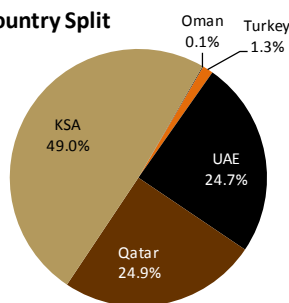
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Net Asset Value (NAV)

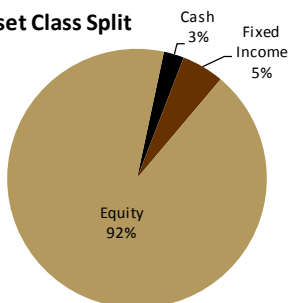
QAR 353.1 m

Investments

Country Split



Asset Class Split



Fund Indicators (Equity)

October 2015

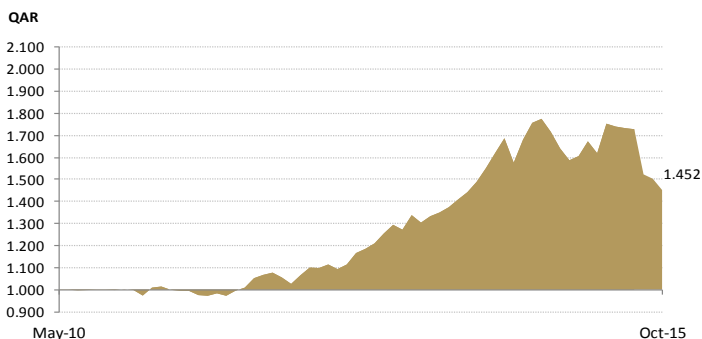
P/E 2016E	13.5x
P/BV 2016E	2.8x
Dividend Yield 2016E	5.0%
ROE 2016E	22.4%
Weighted Market Cap (QAR)	18.8bn

Fund Indicators (Fixed Income)

October 2015

Average Maturity (Years)	4.7
Average Yield to Maturity	4.0%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Mouwasat Medical Services Co	KSA	Equity	8.3%
Almarai Co Ltd	KSA	Equity	7.8%
Barwa Real Estate Co	Qatar	Equity	7.8%
Dubai Islamic Bank	UAE	Equity	6.2%
Aldrees Petroleum & Transport Co	KSA	Equity	6.1%

	Last 1mth	Last 3mth	2010	2011	2012	2013	2014	Since Inception
Return	-3.4%	-16.0%	0.1%	-0.6%	12.0%	26.5%	12.6%	45.2%