



Qatar Asset Manager - 2018



Qatar Asset Manager - 2019



Best ETF Issuer - 2019

Al Rayan GCC Fund

Previously Al Rayan GCC Fund (Q)



September 2019

NAV/unit: QAR 1.680

Performance YTD: +13.7%

Overview: During September, global equities markets recovered as central banks responded to weaker economic data with rates cuts both in US and Europe. US equities rallied 2% while Europe +3.6%. Within EM equities, India and Brazil both gained 3.5% while China was 1% higher. The US Dollar rose 1% against developed market currencies. 10-year US Treasury yields recovered 16bps to 1.66% during a volatile month. Gold lost 3.5% (\$1,470) as there was a pause in investor worries while Brent crude added 1.4% (\$59.3). Among other key commodities, wheat +7%, corn +5% and sugar +3% while steel fell 5% and urea and aluminum each lost 2%.

Gulf equities were a story of two halves where Qatar, Saudi and Dubai bounced 1% but Kuwait fell 5.4% on concerns over the Emir's health. Abu Dhabi (-2%) and Bahrain (-1%) were weaker. Despite a 25bp interest rate cut in the US, additionally supply and a late attack on Aramco's oil facility did not bode well for the Gulf, resulting in sukuk returning -0.5%; the first down month since October 2018. Gulf issuers raised \$17.5bn (\$15bn conventional, \$2.5bn sukuk) in September.

Qatar International Islamic Bank, Gulf Warehousing and Air Arabia helped the fund most during the month, while Boubyan Bank, Medicare Group and Kuwait Finance House were key laggards.

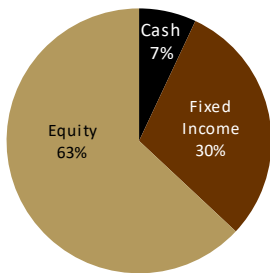
Outlook: Despite the attack on a major Saudi oil facility, both oil and regional tensions have cooled. Attention now turns to Q3 results in October/ November where we expect continued negative growth for the region as a whole. Numerous companies will report positive growth and these are likely to shine.

Fund Facts

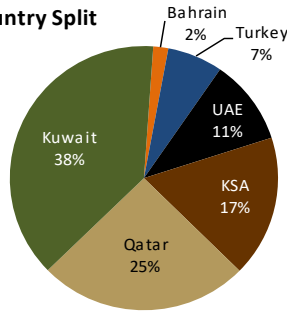
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum investment	
- Individual	QAR 35,000 initially, QAR 5,000 thereafter
- Institution	QAR 350,000 initially, QAR 50,000 thereafter
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase above 24%, over 2-years
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 216.1 m

Investments

Asset Class Split



Country Split



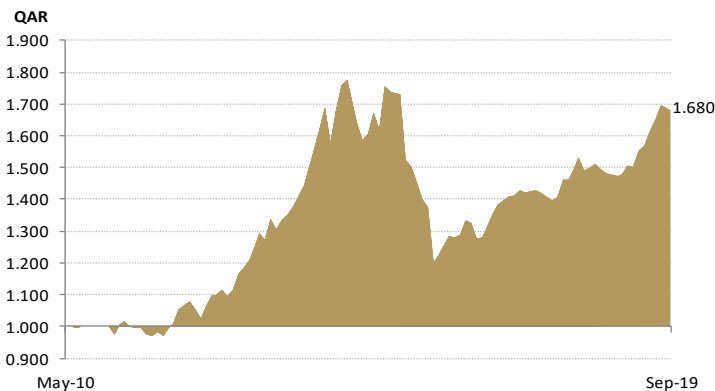
Fund Indicators (Equity)

Indicator	September 2019
P/E 2019E	15.8x
P/BV 2019E	2.4x
Dividend Yield 2019E	3.2%
ROE 2019E	13.7%
Weighted Market Cap (QAR)	18.0bn

Fund Indicators (Fixed Income)

Indicator	September 2019
Weighted yield to maturity	7.3%
Weighted maturity (Years)	3.5

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	%
Dar Al Arkan 2023	KSA	Fixed Income	13.2%
Boubyan Bank	Kuwait	Equity	10.7%
Kuwait Finance House	Kuwait	Equity	10.7%
Qatar International Islamic Bank	Qatar	Equity	7.8%
Jazeera Airways	Kuwait	Equity	6.5%

Performance[#] (since inception 68.0%)

Last 1mth	Last 3mth	2010	2011	2012	2013	2014	2015	2016	2017	2018
-0.4%	1.8%	0.1%	-0.6%	12.0%	26.5%	12.6%	-13.2%	-2.0%	4.4%	4.9%

Performance is calculated net of fees