

Al Mal MENA Equity Fund – Monthly Factsheet

26 October 2016

NAV Per Unit: USD 7.60

Al Mal MENA Equity Fund was up 0.1% in October v/s. 3.6% Increase in the S&P Pan Arab Index. The Fund has outperformed the benchmark by 24.3% since its launch in June 2008.

Market Overview & Fund Manager Comments

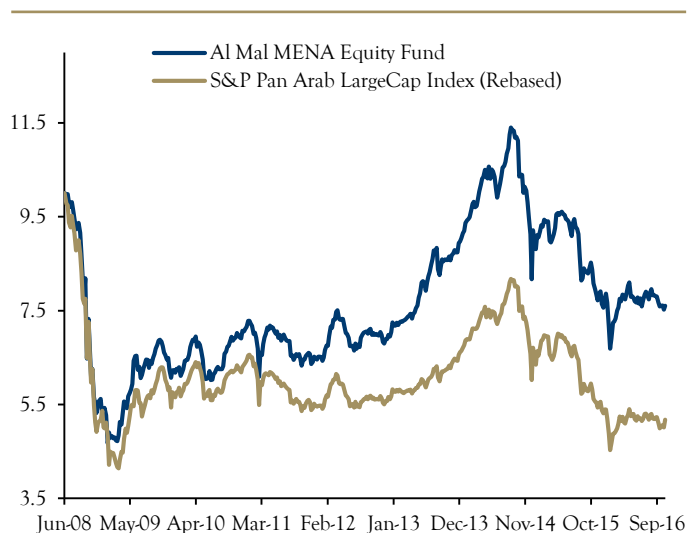
Regional markets ended October on a mixed note, with Saudi Index recovering partially, up 7%, while both UAE and Qatar indices declined.

Saudi index saw sharp rebound upon successful closure of USD 17.5 bn bond issue (4x oversubscribed) and news flows on release of payment to contractors. However, Q3 corporate earning announcements continued to reflect on-the-ground challenges. Most of the sectors reported earnings lagging consensus estimates, leading us to believe that consensus numbers doesn't reflect economic reality yet. In the UAE, Q3 numbers didn't post any major negative surprise, and was within expectations with real estate players even reporting better than consensus numbers.

In Qatar, liquidity trends continue to stabilize with major loan growth originating from the public sector while resident and non-residents are driving deposit growth. Egypt devalued its currency by c.50% in early November, closing a huge gap between official and unofficial rates, in order to meet with IMF loan requirements.

PMI data points for KSA and UAE suggests modest pace of growth. PMI data points for Egypt showed increasing challenges with reading of 42.0 v/s. 46.3 in September, still on contractionary mode.

Performance Graph



Performance ¹	Fund	Benchmark ²	Relative Perf.
MTD	0.1%	3.6%	-3.5%
YTD	-3.3%	-4.1%	0.8%
1 Year	-5.9%	-8.0%	2.0%
3 Years	-11.3%	-17.6%	6.2%
5 Year	16.4%	-6.2%	22.6%
Since Inc.	-24.0%	-48.27	24.3%

Source: Al Mal internal performance measurement based on reports from third-party administrators (Apex)

¹ Performance is net of fees; 3-year and 5-year return is cumulative

²S&P Pan Arab Composite LargeCap Index

Fund Key Information

Fund Objective:

The objective of the Fund is to achieve significant capital appreciation, primarily through investment in equity and equity related securities in the Middle East and North African markets

Fund Manager	Tariq Qaqish
Inception Date	15th June 2008
Fund Registration	Bahrain
Currency	USD
Subscription	Weekly
Min Subscription	USD 250,000
Management Fee	1.75%
Subscription Fee	Up to 3%
Redemption	Weekly
Benchmark Index	S&P Pan Arab Large Cap
Fund Type	Open Ended
Administrator	Apex
Custodian	Standard Chartered
Financial Year End	31st December
Auditors	Deloitte
Zawya Code	MALMENA.MF
Bloomberg Code	MALMENE BI
Reuters Code	LP65123002
Morningstar Sec ID	F00000JQIQ

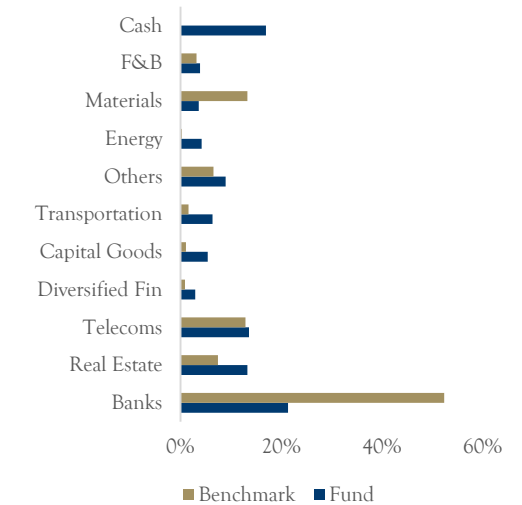
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Fund Performance¹

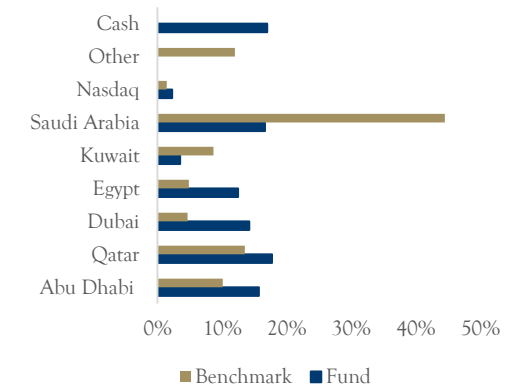
Performance	Fund	Benchmark	Relative Perf.
YTD 2016	-3.3%	-4.1%	0.8%
2015	-12.5%	-17.6%	5.1%
2014	-0.7%	-1.5%	0.8%
2013	31.1%	18.9%	12.2%
2012	6.6%	2.6%	4.0%
2011	-8.8%	-15.1%	6.3%
2010	15.7%	13.9%	1.8%
2009	17.7%	12.7%	5.0%
2008	-47.5%	-49.9%	2.4%
Since Inc.	-24.0%	-48.3%	24.3%

Performance	Fund	Benchmark	Relative Perf.
Jan	-12.2%	-13.4%	1.2%
Feb	8.7%	6.9%	1.8%
Mar	3.9%	2.6%	1.3%
Apr	4.0%	5.4%	-1.4%
May	-4.9%	-3.9%	-1.0%
Jun	-1.4%	-0.9%	-0.5%
Jul	3.4%	2.1%	1.3%
Aug	-0.25%	-1.2%	1.0%
Sep	-3.1%	-3.8%	0.7%
Oct	0.1%	3.6%	-3.5%
Nov			
Dec			
YTD 2016	-3.3%	-4.1%	0.8%

Sector Allocation



Geographic Allocation



¹ Performance is net of fees

Top Portfolio Holdings	% of Fund
Ooredoo Qsc	5.7
Qatar National Bank	4.3
Dana Gas	4.2
Talaat Mostafa Group	3.9
Makkah Construction	3.7
Total # of Holdings	34

Source: Al Mal internal performance measurement based on reports from third-party administrators (Apex)

Fund Characteristics ²	Fund	Benchmark
Standard Deviation	14.6%	14.2%
Sharpe Ratio	0.14	-0.18
Beta	0.98	-
Tracking Error	4.5%	
Information Ratio	0.97	

² Calculated using 5-year weekly data