Al Mal UAE Equity Fact Sheet

June 2026

NAV Per Unit: AED 1.96

Fund Manager Commentary

UAE market recorded decent growth with FTSE ADX General Index gaining 1.1% in June 2026, recovering from the 0.8% decline recorded in May 2026, to close the month at 9,804.16 points. Meanwhile, the Dubai Financial Market General Index rose sharply by 3.4% during the month, rebounding from a marginal 0.1% decline in May 2026, and emerged as the best-performing market across the GCC in June 2026. On YTD basis ADX is down 1.9% while DFM is down 1.5% at the end of first half of 2026.

The FOMC kept its policy rate unchanged at 3.75% (upper bound) yesterday in Kevin Warsh's first meeting as Fed Chair. The overall tone of communication — including the dot plot and Summary of Economic Projections (SEP) — was more hawkish than markets had anticipated. A notable shift also emerged in forward guidance, with a shorter policy statement that removed the outlook section entirely, signalling less commitment to a defined policy path. In line with the Fed, the Central Bank of the United Arab Emirates also remained on hold. While the region continues to navigate a higher-for-longer rate environment, any meaningful recovery in the most affected sectors — tourism, trade, logistics, and services — will depend far more on a resolution to the Iran crisis than on monetary easing.

The UAE's exit from OPEC on 1 May 2026, alongside rising capex, is expected to provide strong medium- and long-term support to the economy. The move gives the UAE greater flexibility to accelerate oil investment and maximise revenues, while the reopening of the Strait of Hormuz under the US-Iran deal is a positive development for energy flows. ADNOC's USD150 billion investment plan for 2026–2030 to expand crude, gas, downstream and industrial capacity should strengthen medium-term growth and the external balance. At the same time, investments in alternative export routes bypassing Hormuz are accelerating, reinforcing supply-chain resilience.

Domestically, infrastructure spending remains a key growth pillar. In Dubai, the newly announced AED34 billion Gold Line metro project complements the AED56.5 billion Blue Line already under construction. Together, these projects will improve connectivity across major real estate hubs and support over 1.5 million residents, adding momentum to economic activity and reinforcing the UAE's broader capex super-cycle.

UAE equity markets have turned negative again for the year, and while this remains more resilient than many expected given the prolonged conflict, both markets have reversed from gains seen just last week and are now testing key technical levels. The challenge remains that investors want UAE exposure, but uncertainty and headline-driven geopolitical risks are still elevated. As we move into the quieter summer months, thinner liquidity may mask an active repricing of risk beneath the surface. From here, markets are likely to reward visibility, discipline and selective positioning — particularly around the UAE's capex super-cycle and defensive sectors. In this environment, it is less about being early and more about being right.

Objective

Achieve medium to long-term capital growth by investing primarily in equities listed on the UAE Exchange.

Fund Performance

Performance[1]	Fund	Benchmark[2]	Relative Perf.
1 Month	5.0%	5.5%	-0.5%
YTD*	-1.6%	-2.4%	0.8%
2025	8.5%	15.1%	-6.6%
2024	17.9%	12.2%	5.7%
2023	14.5%	7.6%	6.9%
Since Inc.	198.5%	-5.7%	204.2%

[1] Performance is net of fees; return is cumulative
[2] S&P UAE Domestic 10% Capped Index
[3] As of 30th June 2026

Top 3 Holdings

Holding	% of Fund
Emirates NBD PJSC	8.9
First Abu Dhabi Bank PJSC	8.9
Emaar Properties PJSC	8.6

Fund Analysis

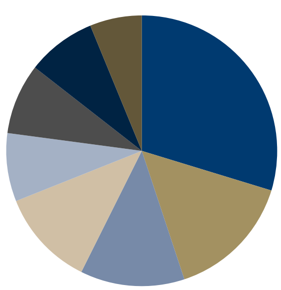
Matrix[4]	Fund	Benchmark
Standard Deviation	13.9%	15.8%
Tracking Error	5.0%	
Beta	0.8	
No. of Holdings	19	

[4] Calculated using 3-year weekly data

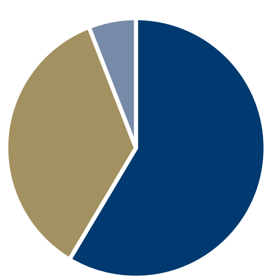
Fund Information

Fund Manager	Faisal Hasan, CFA
Fund Size	AED 56 million
Domicile	UAE
Currency	AED
Subscription & Redemption	Weekly
Min Subscription	AED 40,000
ISIN Code	AEA003630026
Management Fee	1.50%
Performance Fee	20% over 10% hurdle with high watermark
Financial Year End	31st December
Benchmark Index	S&P UAE Domestic 10% Capped Index
Fund Type	Open Ended
Administrator & Custodian	Standard Chartered

Sector Allocation



Geographic Allocation



10Y Fund Strategy Performance