

GCC Market I Equity Kamco GCC Opportunistic Fund

Factsheet | August 2020

Fund Information

Benchmark

S&P GCC Composite

Domicile

Bahrain

Launch Date

April 2013

Structure

Open-Ended

NAV

USD109.49

Current Fund Size

USD 6.99mn

Base Currency

Unites States Dollar (USD)

Initial Investment

USD100,000

NAV Frequency

Weekly

Initial Charge

2%

Fees

| | |
|-------------|--------------|
| Management | 1.5% p.a. |
| Custodian | 0.05% p.a. |
| Performance | 20% over 15% |
| Redemption | 0% |

Selling Agent

United Gulf Bank

Auditors

KPMG Bahrain

Fund Manager

Kamco Investment Company

Mahmoud Tifouni

Director

Eisa Al Hasawi

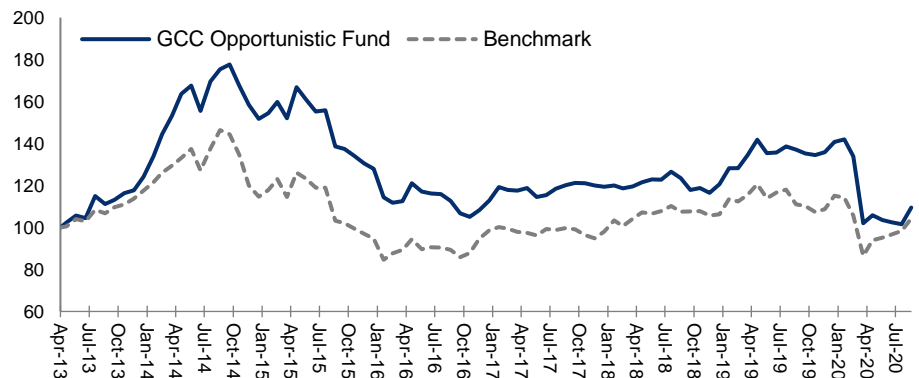
Vice President

Fund Objective & Strategy

Fund seeks to achieve opportunistic, short term, high risk performance by investing primarily in shares of companies listed or to be listed in the stock exchanges of the GCC countries. As an opportunistic fund, security selection is tactical in nature with a

combination of deep value and momentum. The geographic and sector allocation is based on a combination of available opportunities, diversification, and risk considerations in line with the fund's Articles of Association and Prospectus.

USD100 Invested Since Inception



Cumulative Returns

| | 1 M | 3 M | 6M | YTD | 1 Y | 3Y | 5Y | S.I. |
|-------------------|------|-------|--------|--------|--------|--------|--------|------|
| Fund | 7.9% | 5.8% | -18.2% | -22.2% | -20.1% | -8.9% | -21.0% | 9.5% |
| Benchmark | 6.1% | 9.6% | -1.4% | -9.4% | -6.1% | 4.6% | 1.0% | 4.3% |
| Difference | 1.8% | -3.8% | -16.8% | -12.8% | -14.0% | -13.5% | -22.0% | 5.2% |

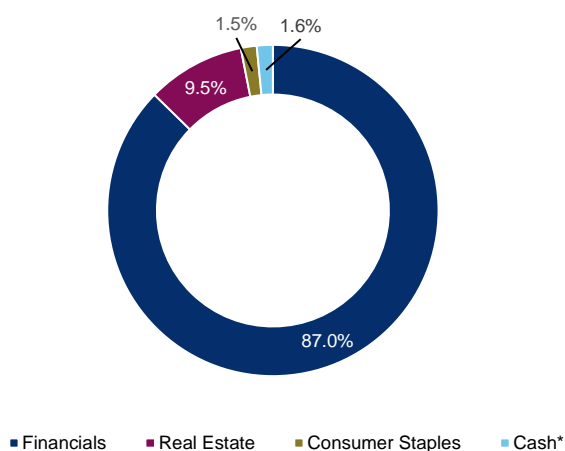
Yearly Performance Ending 31st December

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|------------------|-------|--------|--------|-------|------|-------|
| Fund | 22.2% | -15.6% | -11.9% | 5.9% | 1.0% | 16.7% |
| Benchmark | -2.5% | -17.4% | 4.2% | -0.5% | 8.4% | 8.3% |

Statistics over 5 years

| Tracking Error | Beta | Information Ratio | Sharpe Ratio | Standard Deviation |
|----------------|------|-------------------|--------------|--------------------|
| 8.4% | 0.88 | -0.58 | nm | 15.5% |

Sector Distribution



Top Five Fund Holdings

 Ahli United Bank B.U.C.

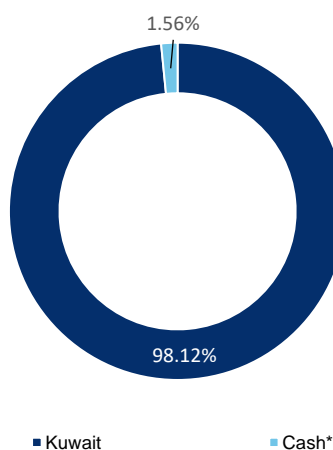
 Gulf Bank Ord Shs

 National Bank Of Kuwait Ord Shs

 Mabanee Company S.A.K.C.

 Kuwait Finance House Ord Shs

Geographic Breakdown



Market Commentary

US markets continued the rally in August with both Dow and S&P 500 gaining 7.6% and 7.1% respectively. Following this, the S&P 500 recorded the best August returns in last 36 years. Elsewhere, MSCI EM returned 2.1% whereas MACI EAFE gained 4.9%. The returns were emboldened by a weaker USD, as the greenback, as tracked by DXY Index eased 1.2% in August. On the commodities front, Brent oil continued the rally with prices reaching above USD45/bbl, implying an increase of 4.5% as oil demand showed a steady recovery will supply remains tight so far.

The gulf markets recorded stronger returns across the board with MSCI GCC Index gaining 6% in August. Saudi Tadawul rose

6.5% during the month, trimming the y-t-d losses to just 5.3%. The returns were driven by defensive sectors including consumers, healthcare and insurance. In Kuwait, the Premier Market Index surged 8.1% as the Borsa recovered July losses and restarted building the momentum towards MSCI inclusion- due later this year. The banking sector led the strong returns in Kuwait. In the UAE also, both Dubai and Abu Dhabi indices reported strong performance in the month with the markets gaining 9.5% and 5% respectively. Dubai returns were driven by Emirates NBD as the stock surged 22% following the inflows driven by the index weight increase in MSCI. Finally, Qatar recorded gains of 5.1% mirroring the broader GCC and global trends.

Global and local economies and markets continue to face the unprecedented challenges. Following the outbreak of COVID-19 and its adverse impact on commodities, interest rates and overall economic growth, we expect the GCC markets to remain volatile and in negative territory in 2020. Looking beyond the pandemic, the downside risks to the regional economies can be much bigger than expected due to the magnified impact on hydrocarbon sector (lower prices and production) and potential slowdown in non-oil sector including travel & tourism, retail, real estate etc. which can lead to spending disruptions and higher deficits than budgeted.

Past performance is not a guide to future returns. All the information contained in this document is believed to be reliable but may be inaccurate or incomplete. A full explanation of the characteristics of the investment is given in the prospectus. Any opinions stated are honestly held but are not guaranteed. The outlook expressed in this fact sheet represents the views of the fund manager at the time of preparation and are not necessarily those of the Kamco Invest as a whole. They may be subject to change and should not be interpreted as investment advice. The document is meant for financial promotion and does not provide you with all the facts you need to make an informed decision about investing and hence is not intended to constitute investment advice. The information provided should not be considered as a recommendation or solicitation to purchase, sell or hold these securities. It should also not be assumed that any investment in these securities was or will be, profitable.