



GCC Market I Equity Global GCC Large Cap Fund

Factsheet I June 2021

Fund Information

Benchmark

S&P GCC Large Cap Custom Index

Domicile

Bahrain

Launch Date

February 2005

Structure

Open-Ended

NAV

USD 211.3475

Current Fund Size

USD 173.896mn

Base Currency

US DOLLAR (USD)

Initial Investment

USD 10,000

Subsequent Investment

USD 5,000

NAV Frequency

Weekly

Initial Charge

2%

Fees

Management 1.5% p.a.

Custodian 0.15% p.a.

Performance 10% over 8% p.a.

Redemption None

Custodian & Controller

HSBC Bank Middle East Limited / Bahrain

Auditors

KPMG Fakhro / Bahrain

Bloomberg Code

GLGLCFD

ISIN Code

BH000A0QZKF6

Fund Manager

Kamco Investment Company

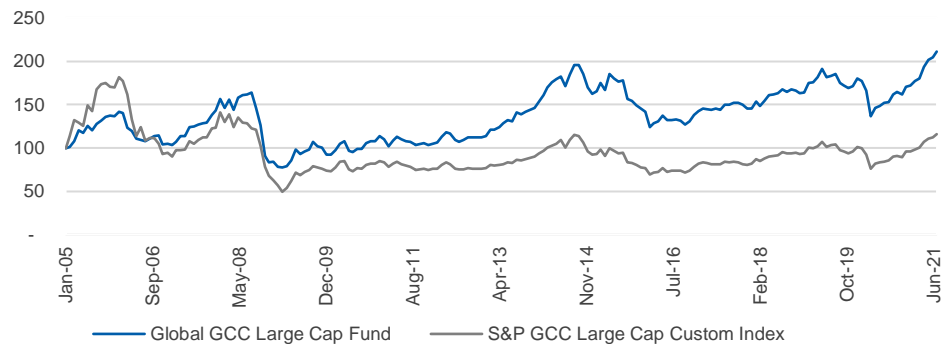
Fund Objective & Strategy

The fund seeks to achieve long-term capital appreciation by investing in a diversified portfolio of large cap stocks listed on the GCC stock exchanges. The investment process is based on a bottom-up stock selection methodology along with a

macroeconomic overlay to identify growth opportunities throughout the GCC region.

The fund invests in multiple sectors and growth/value categories.

USD100 Invested Since Inception



*Note: We have changed the benchmark to S&P GCC Large Cap Capped Index on Sept 30, 2010

Cumulative Returns (%)

	1M	3M	6M	YTD	1Y	3Y	5Y	*SI
Fund	3.3	9.1	22.8	22.8	39.1	29.4	59.5	111.3
Benchmark	3.1	8.3	21.0	21.0	37.2	26.8	57.8	15.9
Difference	0.2	0.8	1.8	1.7	1.9	2.6	1.6	95.5

*Since Inception (February 2005)

Yearly Performance Ending 31st December (%)

	2015	2016	2017	2018	2019	2020
Fund	-12.6	0.4	2.0	12.5	9.9	-4.4
Benchmark	-17.4	6.8	0.7	14.3	7.6	-5.2
Difference	4.8	-6.4	1.3	-1.8	2.3	0.8

Statistics over 5 years

Tracking Error	Beta	Information Ratio	Sharpe Ratio	Standard Deviation
3.0%	0.94	0.08	0.46	13.73

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Fund Review

The Global GCC Large Cap Fund returned 3.3% M/M in June, outperforming the benchmark which returned 3.1% during the same period.

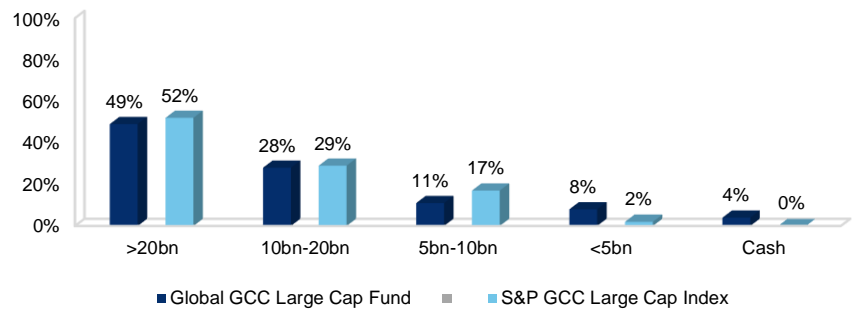
Positive Contributors:

Positive contributors to the fund relative performance include our OW position in AUB as the stock gained 11% M/M.

Negative Contributors:

Our UW position in KFH, as the stock fell 3% M/M, contributed negatively towards the fund relative performance.

Market Cap Weightings



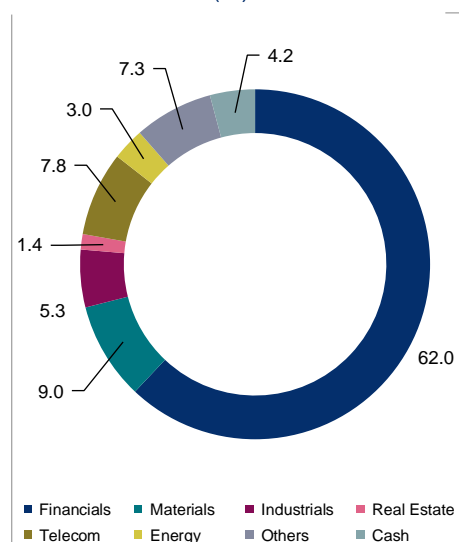
Top 5 fund holdings

Stock	Country
Rajhi	Saudi Arabia
SNB	Saudi Arabia
NBK	Kuwait
QNB	Qatar
FAB	UAE

Country Weights (%)

Country	Benchmark (%)	Fund (%)
Saudi	50.3	48.1
UAE	15.4	16.9
Kuwait	15.0	14.2
Qatar	15.7	16.6
Oman	1.5	0.0
Bahrain	2.1	0.0
Cash	N/a	4.2

Sector Breakdown (%)



Top Three Overweight / Underweight versus Benchmark



Market Commentary

US markets continued to scale new heights in June with S&P 500 gaining 2.2% during the month. The gains were driven by the stronger jobs data- potentially providing a solid base for a quicker economic recovery in the US. Globally, the markets consolidated in June with the MSCI EM Index remained flat whereas the MSCI EAFE index eased 1.25%. On the commodities front, Brent oil surged 8.4% in the last month as the demand recovery story continued to gain momentum while the supply dynamics remained muted as evidenced by falling in US oil inventory levels.

Moving to the region, the MSCI GCC Index gained 2.91% in June, taking the y-t-d performance to 23%. In terms of country performance, Saudi Arabia continued the rally

by gaining 4.1%- bringing the y-t-d surge to 26.4%. A buoyant economic outlook driven by higher energy prices, new privatization initiative announcements and the stronger lending momentum helped Tadawul in June. In the UAE, both Abu Dhabi and Dubai gained 4.3% and 0.5% respectively. The gains in the Abu Dhabi market were driven by IHC- which became the largest company by the market cap in the emirate. The Kuwait market gained by 2.9%, taking the y-t-d performance to 14.6% as higher oil prices are expected to improve the fiscal balances of the nation. Similarly, Oman and Bahrain also recorded a stronger performance, gaining 5.5% and 4% respectively. Finally, Qatar was the only GCC market that ended in red again as the index fell by 0.2% in June.

For the year 2021, our outlook for the GCC countries remains cautiously optimistic due to the overall improvement in energy realizations- thus easing the fiscal space and supported by a non-oil recovery in the post-pandemic world as borders open slowly but gradually. Although the regional markets have lagged the global equities, the valuations remain on the higher side compared to the regional historical trends. Also, we expect the volatility to remain elevated driven by the underlying dynamics- like oil prices, yield movements and COVID-19 related developments. Accordingly, our strategy for alpha generation is by positioning the markets selectively and opportunistically in the UAE, Saudi and Qatar.

Disclaimer

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