



The First Mazoon Fund

# The First Mazoon Fund JIA

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February 2013

189<sup>th</sup> Month

## Objectives

The primary objective of the fund is to achieve capital appreciation through a diversified portfolio of equity and Bond investments in public companies listed at GCC Markets and Mena region.

## Fund Details

Manager	Gulf Baader Capital Markets SAOC
Custodian	Gulf Custody Company
Launch Date	June 10, 1997
Auditors	Horwath Mak Ghazali LLC
Current Size	RO 4.01 million
Units outstanding	4,035,871
Type	Open-ended
Subscription/redemption	Daily
Valuation date	Daily
Entry Fee	Upto 2%
Management fee	1.4% per annum
Performance fee	10%
Hurdle rate	10%
Redemption Fee	1% < 1 year
NAV/Unit	RO 0.993

Your Gateway to GCC Markets

## Performance

	FMF	S&P GCC Comp.	MSM 30 Index
MTD	-0.39%	-0.52%	3.03%
YTD	5.06%	3.82%	3.73%
1 Year	0.14%	-1.88%	2.36%
3 year	8.86%	5.75%	-10.67%
5 year	-16.91%	-44.44%	-42.34%
Since Inception	210.77%	na	58.34%

## Percentage Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
1997									21.0%	3.1%	1.2%	3.8%	22.9%
1998	3.1%	-5.3%	-18.1%	-4.2%	-8.6%	-10.2%	-8.6%	-17.2%	4.4%	-4.2%	-4.9%	-16.1%	-54.6%
1999	16.7%	-10.2%	-8.5%	13.6%	-4.4%	8.8%	16.2%	-1.6%	-2.5%	-4.7%	-3.6%	-5.1%	7.9%
2000	2.3%	-2.6%	4.6%	-1.6%	-2.8%	-5.6%	-1.6%	-3.2%	0.9%	-3.9%	10.1%	-2.4%	-5.3%
2001	-2.9%	2.1%	3.8%	0.0%	-0.7%	0.7%	1.5%	-0.2%	-3.2%	-1.3%	-1.6%	1.8%	-0.2%
2002	5.6%	-0.2%	6.6%	6.0%	5.8%	2.3%	-0.5%	-2.3%	-1.8%	0.5%	2.2%	2.1%	22.8%
2003	-0.7%	-0.3%	4.6%	7.0%	0.6%	3.7%	7.0%	0.8%	-0.1%	-0.1%	1.9%	1.6%	23.9%
2004	5.2%	1.9%	0.0%	7.3%	8.6%	6.7%	0.1%	-1.1%	3.2%	0.7%	-1.4%	2.2%	32.8%
2005	6.7%	1.7%	15.7%	9.6%	2.9%	8.8%	-0.7%	-1.1%	-2.4%	-2.42	-2.78	1.87%	42.1%
2006	10.3%	-5.7%	3.76%	-2.12%	-6.34%	0.27%	-2.27%	7.64%	6.40%	4.05%	-6.02%	2.0%	11%
2007	2.93%	-0.32%	1.44%	3.34%	3.23%	2.33%	2.27%	2.61%	3.89%	8.91%	6.48%	9.12%	57.6%
2008	-0.28%	9.41%	0.73%	8.8%	2.18%	-0.11%	-4.6%	-8.12%	-10.25%	-20.91%	-3.18%	-10.8%	-33.9%
2009	-6.16%	-2.22%	2.73%	9.63%	6.77%	0.38%	3.77%	6.27%	4.36%	-1.15%	-0.83%	-2.26%	22.09%
2010	0.15%	3.00%	5.43%	1.79%	-10.37%	-1.76%	3.44%	-0.44%	5.25%	2.30%	0.43%	4.91%	13.91%
2011	-2.58%	-8.61%	6.06%	4.34%	-3.30%	-1.60%	-1.66%	-4.32%	-0.03%	2.19%	-2.53%	3.22%	-9.33%
2012	0.54%	8.37%	3.33%	-1.42%	-6.43%	-3.54%	0.76%	3.13%	-0.99%	0.36%	-2.37%	2.84%	3.86%
2013	5.47%	-0.39%											5.06%

## Market Review and Outlook

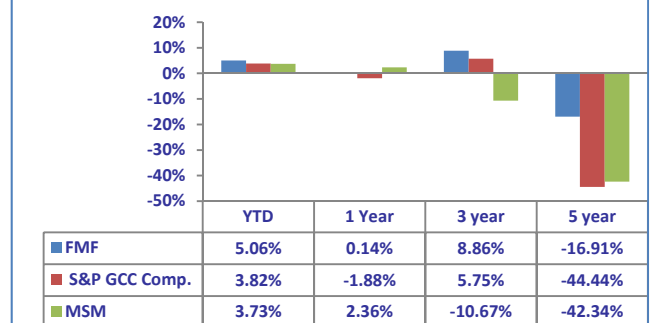
GCC equity markets had a good start to 2013 largely due to an uptick in earnings across key cyclical sectors such as Banking and Real Estate. For the month of February 2013, Abu Dhabi's ADX index was the best performer with a gain of 5.7%, which was ascribed to strong earnings announcements and generous dividend payouts in the banking sector. The Kuwait Price index rose 3.5% to become the second best performer. While Qatar remained the worst performer with a -2.2% score, Saudi Arabia managed to stay flat at about -0.6% for the month.

Outlook for March 2013: Regionally, the investor attitude of 'risk-aversion' seems to be changing for the better, as market liquidity factors seem to suggest. However, as a concern to the middle-east investor, crude traded near the lowest level in 10 weeks after a report showed money managers cut their bets on a mid-term secular rally on the commodity. GCC equities have managed to bounce-back amid strong flow to the equities in the region as a whole. Market is expected to remain positive for the new month as the dividend-related buying would continue. The prevailing attractive dividend yield in the local equities could attract further fund flows.

## Dividend

Financial Year ended	Cash	Stock
2010	5%	5%
2009	5%	15%
2007	10%	15%
2006	5%	5%

## Funds Performance- Historical as of Feb 2013



## Fund Review for the 189<sup>th</sup> Month

The NAV was RO 0.993 as at the end of Feb '13 decreased by about 0.4% for the month as against the S&P GCC Composite Index loss of 0.5% and MSM30 Index gain of 3.0%. The average NAV per unit during the month was RO 0.996. The total number of units remains at 4,035,871. The net asset value stands at RO 4.01 million.

### TOP 5 Holdings

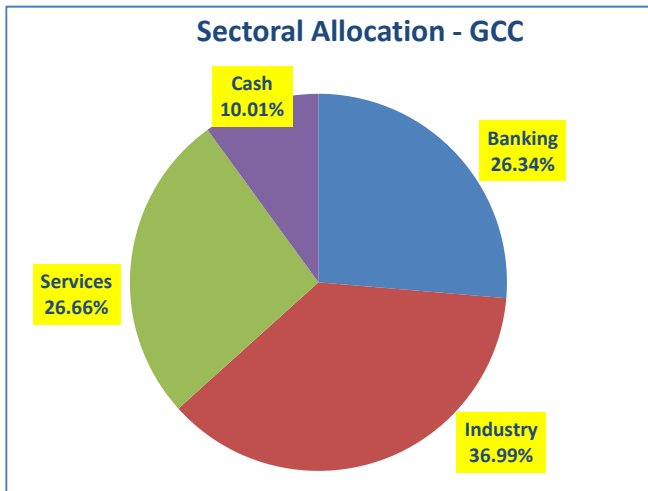
TOP 5 Holdings	%
Saudi Basic Ind. Corp	8.17
Qatar National Bank	5.85
Industries Qatar	4.46
Al Rajhi Bank	4.36
Emaar Properties	3.45

### Past Five years

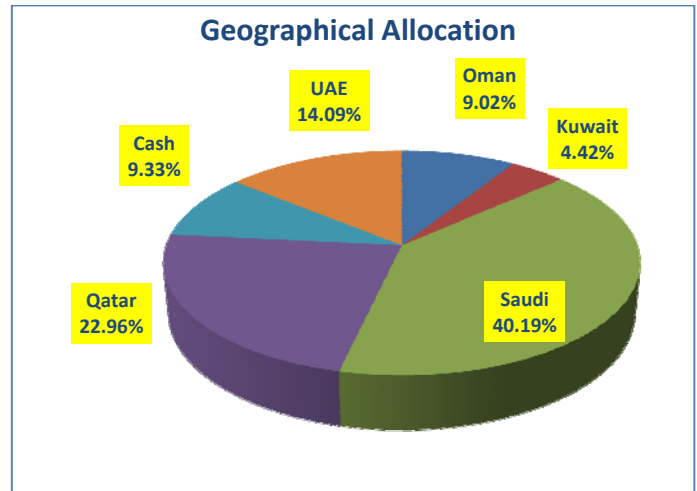
	FMF	MSM	FMF	S&P GCC Comp.
Average Monthly Return	-0.16%	-0.72%	-0.16%	-0.76%
Monthly Maximum loss	-20.9%	-26.9%	-20.9%	-24.7%
Month of Maximum loss	Oct-08	Oct-08	Oct-08	Oct-08
Annualized Return	-3.64%	-10.4%	-3.64%	-11.1%
Annualized Volatility	18.6%	21.0%	18.6%	22.2%
% of winning months (against benchmark)	54.2%	na	61.0%	na
% of gained months	52.5%	55.9%	52.5%	44.1%
YTD	5.06%	3.73%	5.06%	3.82%
Beta	0.76	na	0.74	na
Sharpe (RF 4.5%)	(0.44)	(0.71)	(0.44)	(0.70)
Information ratio	0.37	na	0.40	na
Alpha	3.2%	na	3.4%	na

### Asset Allocations:

#### Sectoral Allocation - GCC

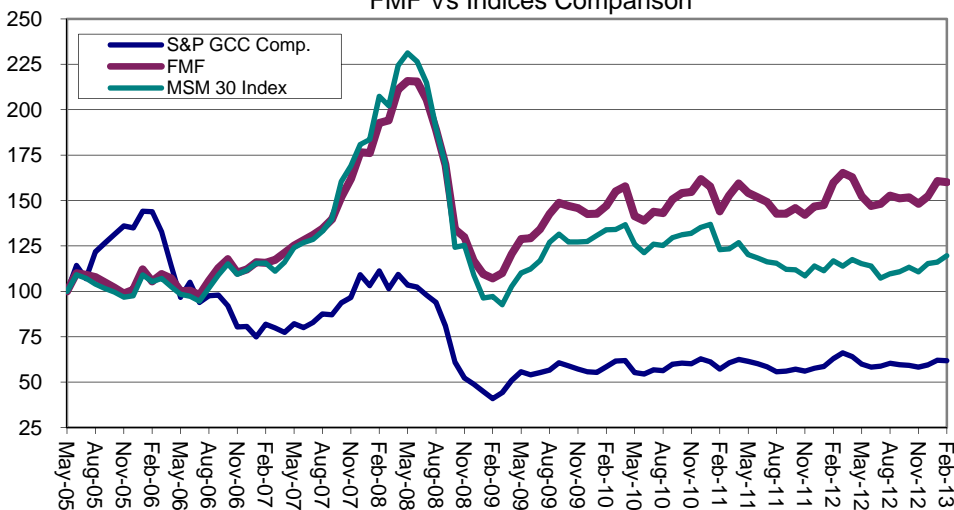


#### Geographical Allocation



### Performance

#### FMF Vs Indices Comparison



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#### Investment Manager



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