



The First Mazoon Fund

The First Mazoon Fund JIA

P O Box 974, Ruwi, Postal Code 112, Oman – Tel: +968 22350700 Fax: +968 22350745

December 2018

259th 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
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 1.077
Net Asset	R.O 8.9 Million

Your Gateway to GCC Markets

	FMF	S&P GCC Comp.
YTD	7.9%	8.4%
3 year	12.2%	12.3%
5 year	7.1%	-9.6%
Since Inception	318.7%	na

Percentage Quarterly Return over the Years

	1Q	2Q	3Q	4Q	Year
1997			21.0%	8.3%	22.9%
1998	-20.0%	-21.4%	-21.0%	-23.6%	-54.6%
1999	-4.1%	18.2%	11.5%	-12.8%	7.9%
2000	4.2%	-9.7%	-3.9%	3.3%	-5.3%
2001	2.9%	0.0%	-1.9%	-1.1%	-0.2%
2002	12.3%	14.7%	-4.5%	4.9%	22.8%
2003	3.6%	11.6%	7.7%	3.4%	23.9%
2004	7.2%	24.3%	2.2%	1.5%	32.8%
2005	25.6%	22.7%	-4.1%	3.4%	42.1%
2006	7.9%	-8.1%	11.9%	-0.3%	11.0%
2007	4.1%	9.2%	9.0%	26.5%	57.6%

	1Q	2Q	3Q	4Q	Year
2008	9.9%	11.0%	-21.3%	-31.7%	-33.9%
2009	-5.7%	17.5%	15.1%	-4.2%	22.1%
2010	8.8%	-10.4%	8.4%	7.8%	13.9%
2011	-5.6%	-0.7%	-5.9%	2.8%	-9.3%
2012	12.6%	-11.0%	2.9%	0.8%	3.9%
2013	7.6%	7.4%	5.9%	8.2%	32.5%
2014	13.9%	2.4%	7.5%	-14.8%	6.8%
2015	0.4%	5.7%	-10.0%	-6.4%	-10.7%
2016	0.8%	0.7%	-3.6%	11.4%	9.0%
2017	-2.0%	1.5%	-1.2%	-2.8%	-4.5%
2018	9.1%	2.1%	-0.7%	-2.5%	7.9%

Percentage Monthly Return -2018

Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year'18
4.3%	-0.3%	4.9%	3.5%	-2.1%	0.8%	0.9%	-2%	0.5%	-1.3%	-1.5%	0.30	7.9%

Market Review and Outlook

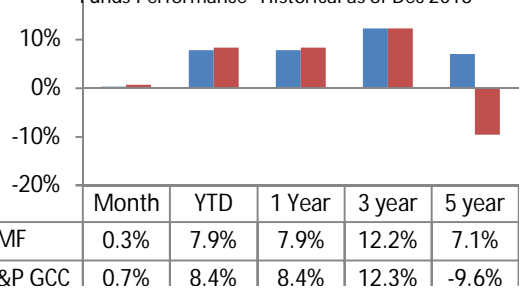
Review for Dec 2018: GCC markets continued with its delinking of its performance with oil prices with the overall benchmark gaining by 0.7% to close the Year 2018 at 107.2 levels, a overall increase of 8.4% over 2017. News of further cut in oil production by OPEC & its allies saw oil prices stabilising before dipping back on concerns of reduced oil demand in 2019, with brent closing at \$52/bbl, a loss of around 01% during the month under review. Gains in GCC were led by Abu Dhabi alongwith Saudi market, while profit taking in Qatar and Dubai losing by 5% were the losers.

Outlook for Jan 2019: With Saudi backed by other major allies emphasizing that further cuts are likely for supporting oil prices in the current range, could sustain the oil prices. Importantly, budget announced by GCC countries suggest an overall increase in spending which would fuel their economic growth. More importantly, FTSE and MSCI Indices inclusion lined up in the next few months for the Saudi market could help in improving the buoyancy in the largest GCC market. Hence, they could remain adrift from any slowdown likely to witness in the overall world growth. We are continuing with an active asset allocation strategy & selectively rotating the fund.

Dividend

Financial Year ended	Cash	Stock
2016	5%	-
2013	10%	10%
2010	5%	5%
2009	5%	15%
2007	10%	15%
2006	5%	5%
2005	10%	25%
2004	14%	14%

Funds Performance- Historical as of Dec'2018



Fund Review for the 258th Month

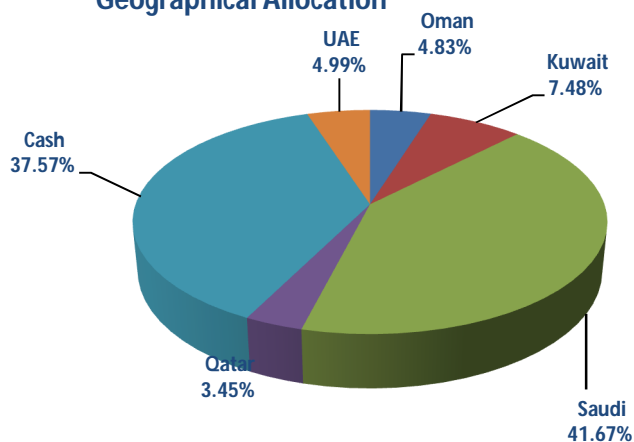
The NAV of the fund was RO 1.077, at the end of Dec'18 and Increase by about 0.30% for the month as against S&P GCC Composite Index which by 0.70%.

TOP 5 Holdings	%
Al Rajhi Bank	6.6
SABIC	6.4
National Commercial Bank	4.1
National Bank of Kuwait	3.0
Samba Financial Services	2.1

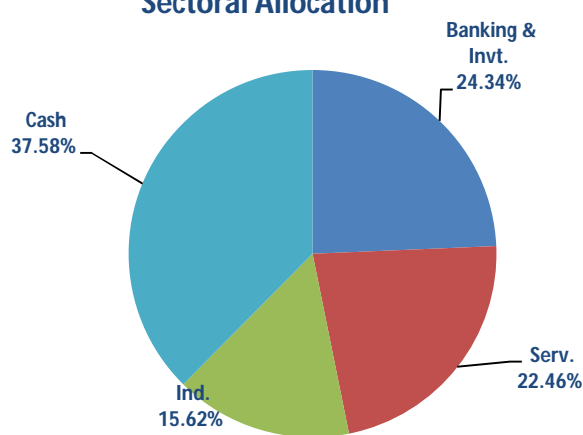
Comparison over the Past Five Years

Particulars	FMF	S&P GCC Comp.
Average Monthly Return	0.18%	-0.07%
Monthly Maximum loss	-9.0%	-13.2%
Month of Maximum loss	Aug-15	Aug-15
Annualized Return	1.37%	-2.00%
Annualized Volatility	12.3%	15.6%
% of winning months (against benchmark)	50.0%	na
% of gained months	48.3%	50.0%
Beta	0.73	-
Sharpe (RF 5.25%)	(0.32)	(0.42)
Information ratio	0.28	na
Alpha	1.4%	na
YTD	7.86%	8.36%

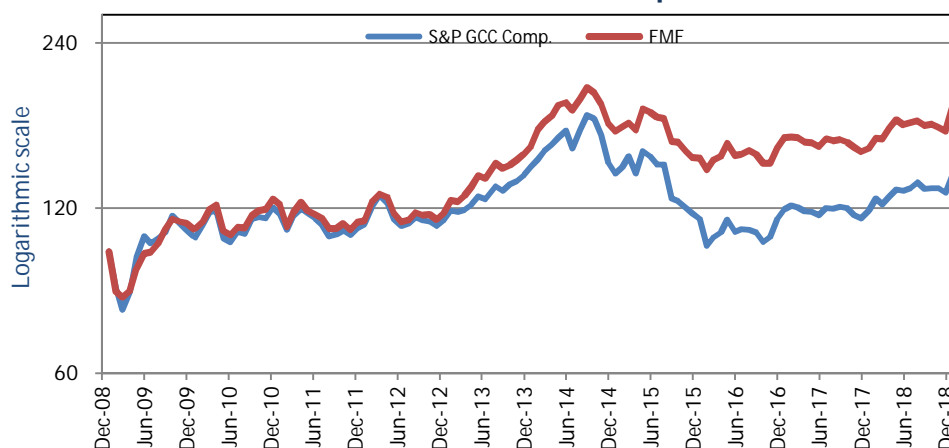
Geographical Allocation



Sectoral Allocation



FMF Vs S&P GCC Comparison



Contact Details:

Mr. Nikhil Phutane
Fund Manager
Tel: +968 22350731
Gsm: +968 99346936
Email: nikhil@gbcmoman.net

Mr. Raghavendran J.G
Manager-Fund Administration
Tel: +968 22350732
Gsm: +968 99898150
Email: raghu@gbcmoman.net

Disclaimer: This document has been prepared and issued for informational and illustration purpose only on the basis of publicly available information, internally developed data and other sources believed to be reliable. While all care has been taken to ensure that the facts stated are accurate and the opinions given are reasonable, neither Gulf Baader Capital Markets S.A.O.C nor any employee shall be in anyway responsible for the contents of this report. Past performance of the Fund as illustrated herein is not a guarantee of future returns. This is not an offer to buy or sell the investments referred therein.

Investment Manager



الخليجية بادر للأسواق المالية ش.م.ع.م.
GULF BAADER CAPITAL MARKETS S.A.O.C.