



The First Mazoon Fund

The First Mazoon Fund JIA

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January 2013

188th 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 4.38 million
Units outstanding	4,389,414
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 0.997

Your Gateway to GCC Markets

Performance			
	FMF	S&P GCC Comp.	MSM 30 Index
MTD	5.47%	4.35%	0.68%
YTD	5.47%	4.35%	0.68%
1 Year	8.95%	5.95%	4.29%
3 year	12.57%	12.12%	-11.21%
5 year	-8.74%	-39.77%	-36.77%
Since Inception	212.00%	na	53.68%

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%												5.47%

Market Review and Outlook

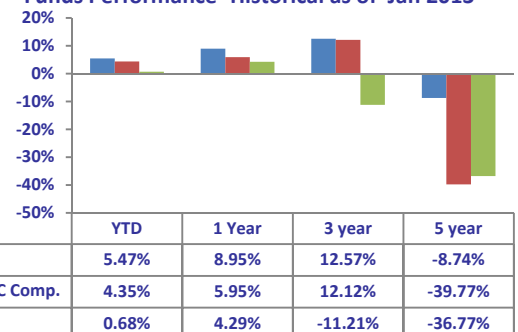
Taking cues from global markets, the GCC bourses exhibited strong performance in January, with gains ranging in a much wider fashion. The Tadawul All Share Index (TASI) managed to break the 7,000-mark and ended the month at 7,043.6 points; the index added 3.6% in January. The Dubai market continued to outperform other GCC indices, ending the month by a stunning 16.3% gain, primarily attributed to revival of investor confidence and recovery in the real estate market. While the Kuwait index ended the month with a gain of 5.2%, the Qatari market started the year on a strong note with a monthly gain 4.4%.

Outlook for February 2013: Global equity markets seem to be buoyant by the aversion of "fiscal cliff" by the US and hard-landing by China after its manufacturing showed signs of revival. Other than some disturbances in Egypt and an ever-worsening situation in Syria, regional mood appears to be of more hope and relief. Markets are likely to move in favour of yield stories as the payout season ticks in, while also keeping a close watch on the annual financial performance by some corporates who are yet to announce the results.

Dividend

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

Funds Performance- Historical as of Jan 2013



Fund Review for the 188th Month

The NAV was RO 0.997 as at the end of Jan '13 increased by about 5.5% for the month as against the S&P GCC Composite Index gain of 4.4% and MSM30 Index gain of 0.7%. The average NAV per unit during the month was RO 0.980. While there were no subscription, a redemption of 10 units happened during the month. The total number of units therefore remains at 4,389,414. The net asset value stands at RO 4.38 million.

TOP 5 Holdings

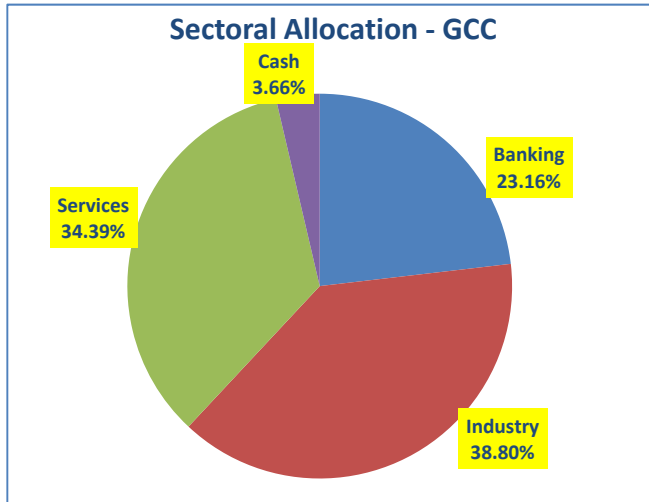
	%
Saudi Basic Ind. Corp	7.67
Etihad Etisalat	4.82
Qatar National Bank	4.30
Industries Qatar	4.06
Al Rajhi Bank	4.04

Past Five years

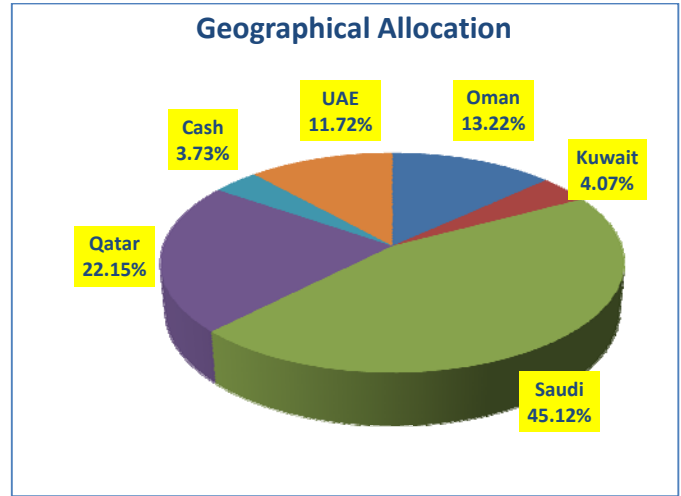
	FMF	MSM	FMF	S&P GCC Comp.
Average Monthly Return	0.00%	-0.55%	0.00%	-0.62%
Monthly Maximum loss	-20.9%	-26.9%	-20.9%	-24.7%
Month of Maximum loss	Oct-08	Oct-08	Oct-08	Oct-08
Annualized Return	-1.81%	-8.8%	-1.81%	-9.6%
Annualized Volatility	19.1%	21.8%	19.1%	22.5%
% of winning months (against benchmark)	54.2%	na	61.0%	na
% of gained months	54.2%	55.9%	54.2%	45.8%
YTD	5.47%	0.68%	5.47%	4.35%
Beta	0.76	na	0.74	na
Sharpe (RF 4.5%)	(0.33)	(0.61)	(0.33)	(0.63)
Information ratio	0.36	na	0.41	na
Alpha	3.8%	na	4.1%	na

Asset Allocations:

Sectoral Allocation - GCC

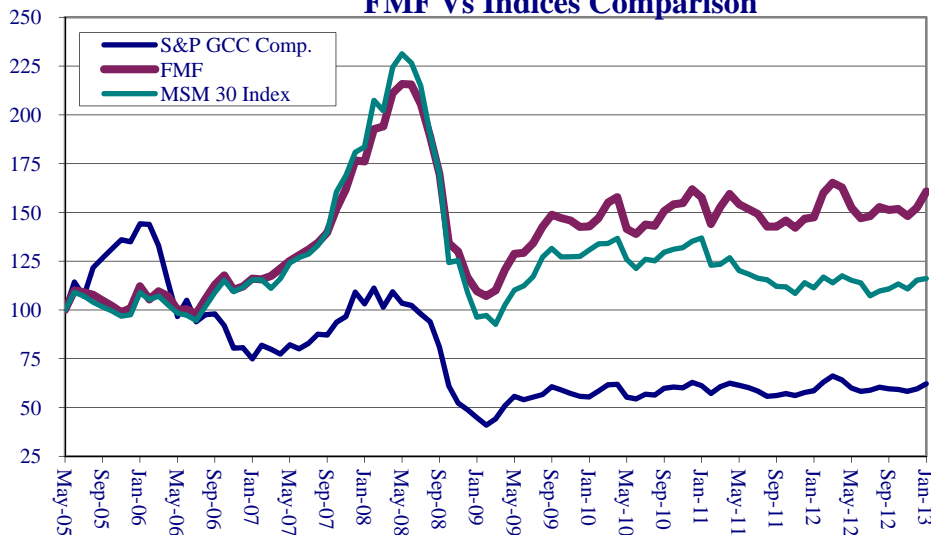


Geographical Allocation



Performance

FMF Vs Indices Comparison



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Investment Manager



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