



The First Mazoon Fund

The First Mazoon Fund JIA

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January 2014
200th 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	Moorestephens
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 1.342

Your Gateway to GCC Markets

	FMF	S&P GCC Comp.
MTD	7.15%	3.39%
1 Year	34.61%	23.86%
3 year	37.24%	25.70%
5 year	97.52%	71.64%
Since Inception	319.99%	na

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%	2.42%	3.87%	4.99%	-1.48%	6.63%	-2.03%	1.36%	2.00%	2.42%	3.59%	32.51%
2014	7.15%												7.15%

Market Review and Outlook

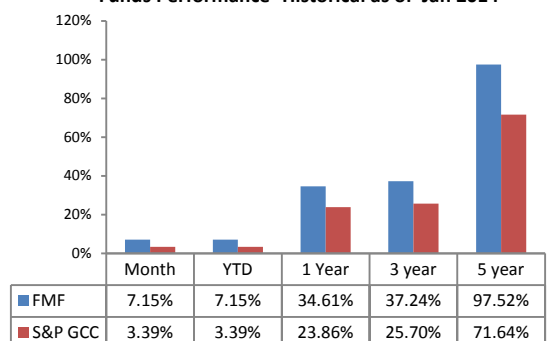
The S&P GCC Index gained for the fifth consecutive month as Year 2014 ushered in further improvement amongst GCC Indices. Continued positive economic indicators amongst GCC nations with an overall improved earnings for 2013 helped the markets to sustain its momentum. Dubai continued with its stellar performance by again notching up the highest gain of 11.9% during Jan'2014 with Qatar taking the second spot with 7.5% gain. Abu Dhabi Index improved by 5% with rest of the Indices gaining by around 3%. Kuwait continued to go against the trend by remaining sideways during Jan'2014.

Outlook for February 2014 - As per the IMF latest economic outlook, the GCC fiscal and current surplus are likely to be maintained at 9.4% and 20% respectively, based on its 2014 estimated GDP. With these strong economic and market indicators, we believe that the continued tapering by the US fed is not likely to affect the long term investor sentiments. We expect the aggregate earnings of GCC countries to improve on back of improvement in the global economic outlook. With significant rerating already taken place during 2013, stock selection would be the key differentiator with growth and dividend themes likely to be at the forefront for our portfolio composition to generate higher returns against the benchmark.

Dividend

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

Funds Performance- Historical as of Jan'2014



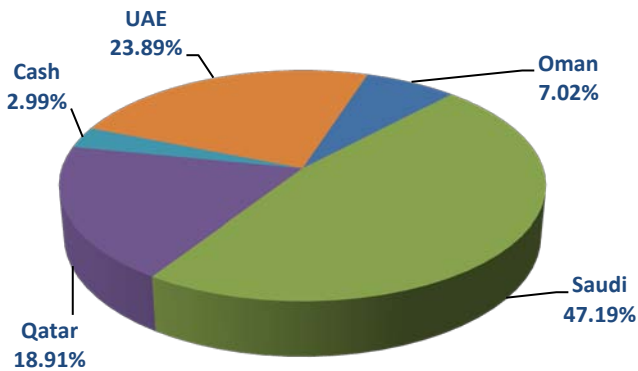
Fund Review for the 200th Month

The NAV was RO 1.342 as at the end of January '14 and increased by about 7.2% for the month as against the S&P GCC Composite Index which increased by 3.4%. The average NAV per unit during the month was **RO 1.314**. The fund has outperformed the S&P GCC by 3.8% thereby increasing the lead that it has established over years.

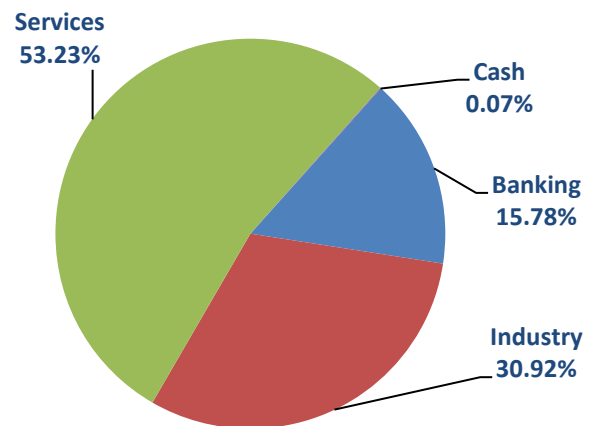
TOP 5 Holdings	%
Emaar Properties	5.63
SABIC	4.70
Doha Bank	3.97
Aldar Properties	3.55
Qatar Navigation	3.54

Particulars	FMF	S&P GCC Comp.
Average Monthly Return	1.22%	1.00%
Monthly Maximum loss	-10.4%	-10.6%
Month of Maximum loss	May-10	May-10
Annualized Return	14.58%	11.4%
Annualized Volatility	13.7%	15.4%
% of winning months (against benchmark)	58.3%	na
% of gained months	61.7%	57.6%
YTD	7.15%	3.39%
Beta	0.82	na
Sharpe (RF 4.5%)	0.74	0.45
Information ratio	0.23	na
Alpha	4.4%	na

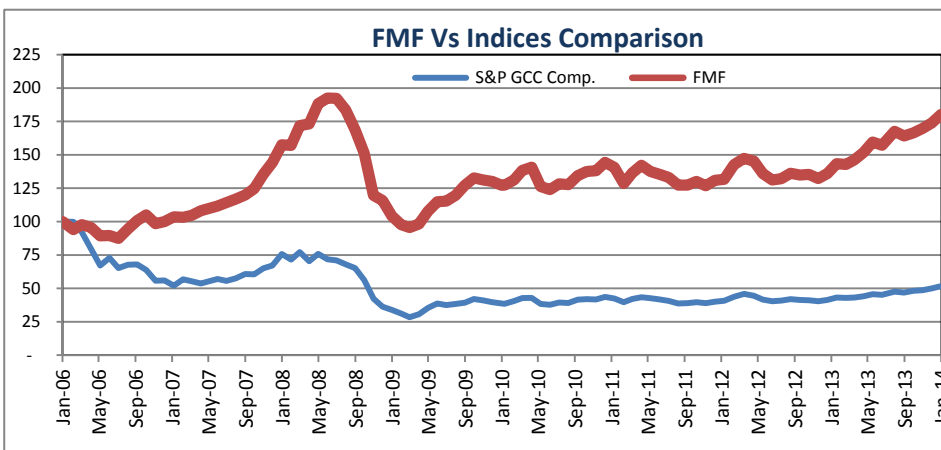
Geographical Allocation



Sectoral Allocation - GCC



Performance



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Investment Manager



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