



The First Mazoon Fund

The First Mazoon Fund JIA

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March 2010
154th 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.

**Winner of
Lipper Fund Award
-2010**



Fund Details

Manager	Gulf Baader Capital Markets SAOC
Custodian	HSBC Bank Middle East, Oman
Launch Date	June 10, 1997
Auditors	Horwath Mak Ghazali LLC
Current Size	RO 4.400 million
Units outstanding	4,147,564
Type	Open-ended
Subscription/redemption	Daily
Valuation date	Daily
Entry Fee	2%
Management fee	1.4% per annum
Performance fee	10%
Hurdle rate	10%
Redemption Fee	1% < 1 year
NAV/Unit	RO 1.061

FMF –Winner of Lipper Fund Award – 5 Year GCC Equity

FMF –2nd Best Performer in 2009 among GCC Conventional Funds
(Source: Markaz)

FMF –Best Performer for 2009 in Oman among GCC Funds

FMF –Best Performer among 3 & 5 year category among GCC Funds
(Source: zawya)

Performance			
	FMF	MSCI (GCC)	MSM 30 Index
For the month	5.43%	7.04%	0.12%
YTD	8.76%	12.62%	5.16%
1 year	40.92%	49.41%	44.70%
3 year	32.14%	-16.98%	20.67%
5 year	77.67%	na	56.65%
Since inception	200.99%	na	77.47%

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%										8.76%

We are glad to inform that The First Mazoon Fund has been awarded – Lipper Fund Awards as the best performing conventional fund in GCC under five year category. We hereby dedicate this achievement to our esteemed investors.

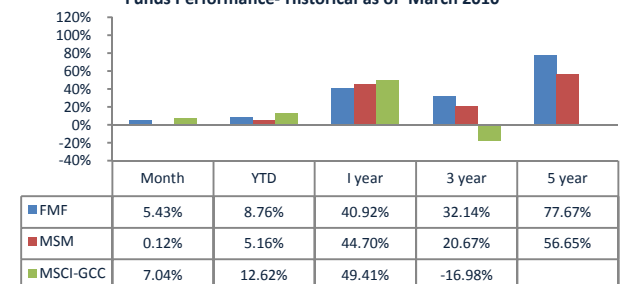
Market Review and Outlook

First Quarter of 2010 has ended in a positive note for all GCC markets. Strengthening crude prices and corporate sector sentiments have enthused investors with expectations on healthy performance during the year. This along with clarity on restructuring efforts of Dubai government reinforced investor sentiments. Saudi equities ended as best performer during the period with gain of 11.1% followed by Kuwait and Qatar, gaining 7.53% and 7.23% respectively. Bahrain posted gain of 6.10% while, Oman ended up by 5.16%. UAE has seen strong recovery during the month of March after which Abu Dhabi's General index posted 6.01% gain during the quarter, while DFM was up by 2.21% for the same period. Moving forward, we believe markets are likely to build-in expectations on first quarter earnings announcements from corporate sector. Rerating is expected post first quarter results which would call for sectoral re-adjustments by equity investors.

Dividend

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

Funds Performance- Historical as of March 2010



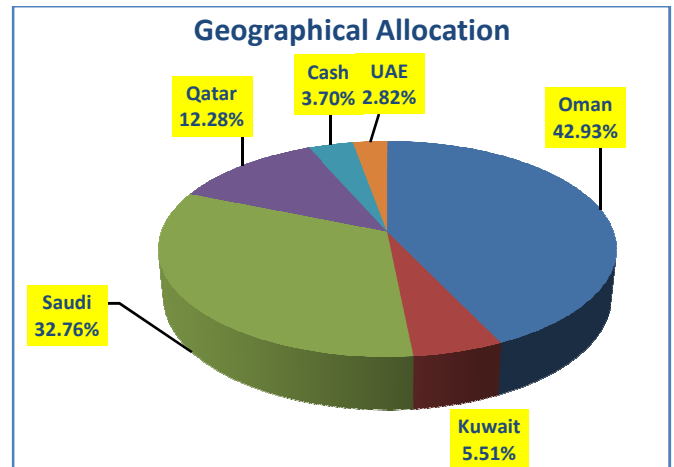
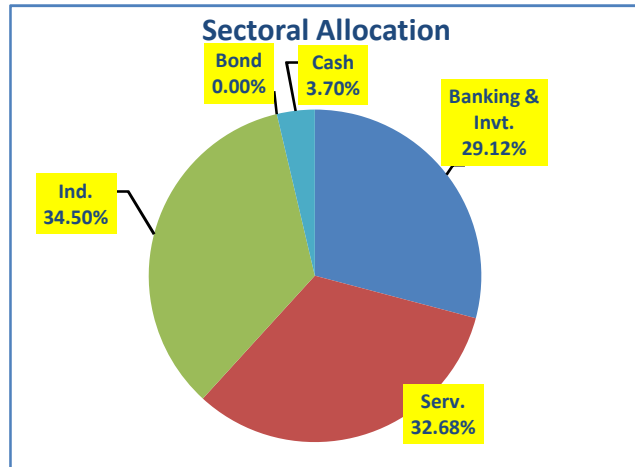
Fund Review for the 154th Month

The NAV was RO 1.061 at the end of March'10 and was up 8.76% on YTD basis as against the MSCI (GCC) return of 12.62% and MSM30 Index gain of 5.16%. The average NAV during the month was RO 1.031. A total of 473 units were subscribed and there were no redemption during the month. The total number of units now stands at 4,147,564. The net asset value now stands at RO 4,400,034 from the month's opening value of RO 4,352,602.

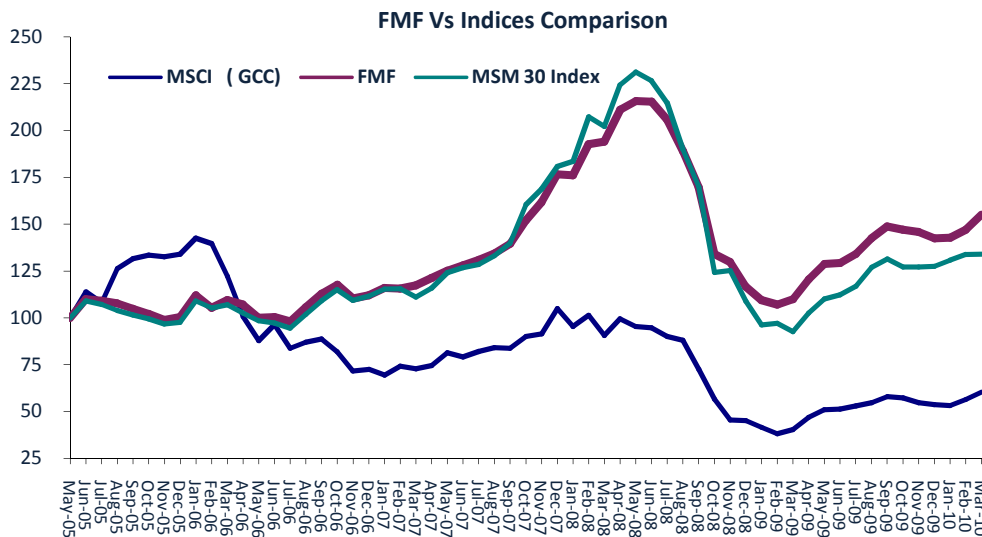
TOP 5 Holdings

TOP 5 Holdings	%
Bank Muscat	8.17
SABIC	6.92
Oman Cement	6.90
Renaissance Services	6.03
Omantel	4.38

Asset Allocations:



Performance



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Investment Manager



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