



The First Mazoon Fund

# The First Mazoon Fund JIA

P O Box 974, Ruwi, Postal Code 112, Oman – Tel: +968 24790614 Fax: +968 24790 612

**November 2009**

**150<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

<b>Manager</b>	Gulf Baader Capital Markets SAOC
<b>Custodian</b>	HSBC Bank Middle East, Oman
<b>Launch Date</b>	June 10, 1997
<b>Auditors</b>	Horwath Mak Ghazali LLC
<b>Current Size</b>	RO 4.283 million
<b>Units outstanding</b>	3,621,973
<b>Type</b>	Open-ended
<b>Subscription/redemption</b>	Daily
<b>Valuation date</b>	Daily
<b>Entry Fee</b>	2%
<b>Management fee</b>	1.4% per annum
<b>Performance fee</b>	10%
<b>Hurdle rate</b>	10%
<b>Redemption Fee</b>	1% < 1 year
<b>NAV/Unit</b>	RO 1.197

## Performance

	FMF	MSCI (GCC)	MSM 30 Index
<b>For the month</b>	-0.83%	-4.57%	0.04%
<b>YTD</b>	24.95%	21.12%	16.84%
<b>1 year</b>	12.29%	19.99%	1.49%
<b>3 year</b>	32.21%	-23.66%	16.29%
<b>5 year</b>	123.54%	na	88.63%
<b>Since inception</b>	183.12%	na	68.45%

## Dividend Paid

Financial Year ended	Cash	Stock
<b>2004</b>	14%	14%
<b>2005</b>	10%	25%
<b>2006</b>	5%	5%
<b>2007</b>	10%	15%

## Percentage Monthly Returns

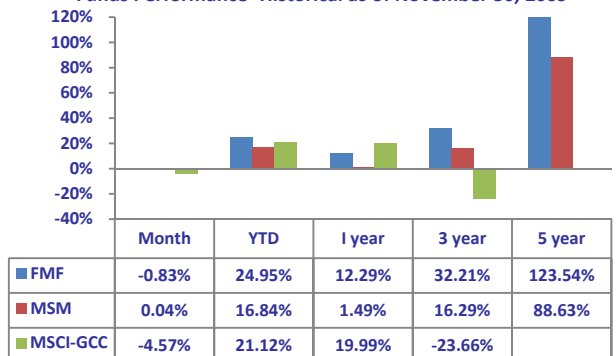
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>1997</b>									21.0%	3.1%	1.2%	3.8%	22.9%
<b>1998</b>	3.1%	-5.3%	-18.1%	-4.2%	-8.6%	-10.2%	-8.6%	-17.2%	4.4%	-4.2%	-4.9%	-16.1%	-54.6%
<b>1999</b>	16.7%	-10.2%	-8.5%	13.6%	-4.4%	8.8%	16.2%	-1.6%	-2.5%	-4.7%	-3.6%	-5.1%	7.9%
<b>2000</b>	2.3%	-2.6%	4.6%	-1.6%	-2.8%	-5.6%	-1.6%	-3.2%	0.9%	-3.9%	10.1%	-2.4%	-5.3%
<b>2001</b>	-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%
<b>2002</b>	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%
<b>2003</b>	-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%
<b>2004</b>	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%
<b>2005</b>	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%
<b>2006</b>	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%
<b>2007</b>	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%
<b>2008</b>	-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%
<b>2009</b>	-6.16%	-2.22%	2.73%	9.63%	6.77%	0.38%	3.77%	6.27%	4.36%	-1.15%	-0.83%		24.95%

## Market Review and Outlook

Post third quarter earnings announcements regional markets have witnessed profit bookings before Eid holidays despite selective gains registered in global equities. Prior to the Dubai debt crisis, the month of November 2009 saw corrections among regional markets except modest gains in Qatar and Oman. With news on Dubai's debt crisis UAE markets tumbled on last day of trading for the month. UAE's DFM plummeted by 11.7% during the month while, Kuwait and Bahrain markets dropped by 5.63% and 5.74% respectively. Saudi ended with month loss of 1.33% before the long week end, led by profit bookings while, Qatar and Oman managed to register modest gain of 0.82% and 0.04% respectively.

As we head to a close of current year, investor sentiments among regional markets have been jittered by Dubai debt announcement and reactions to which has been complicated by long holidays. We believe this would pose near term weakness in other regional markets. However, growth outlook on core sectors among Saudi, Oman and Qatar still remains positive. We believe markets to build in expectations on full year earnings announcements. For the medium to long term we remain positive on strong fundamentals of corporate sector in Saudi, Oman and Qatar which along with upcoming dividend season is likely to attract value investors.

Funds Performance- Historical as of November 30, 2009



## TOP 5 Holdings

	%
Bank Muscat	8.62
Oman Cement	7.98
Omantel	7.53
SABIC	5.83
Renaissance Services	5.78

## Fund Review for the 150<sup>th</sup> Month

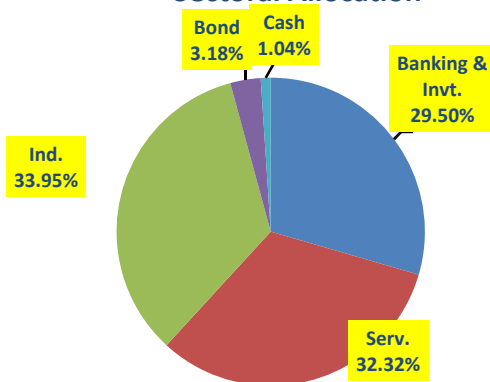
The NAV was RO 1.197 at the end of the month and was up 24.95% on YTD basis as against the MSM30 Index gain of 16.84% and regional markets represented by MSCI (GCC) return of 21.12%. The average NAV during the month was RO 1.202. A total of 7,511 units were redeemed and there were no subscription during the month. The total number of units now stands at 3,621,973. The net asset has now stands at RO 4,283,587 from the beginning of the year of RO 3,506,891.

### Past Three years

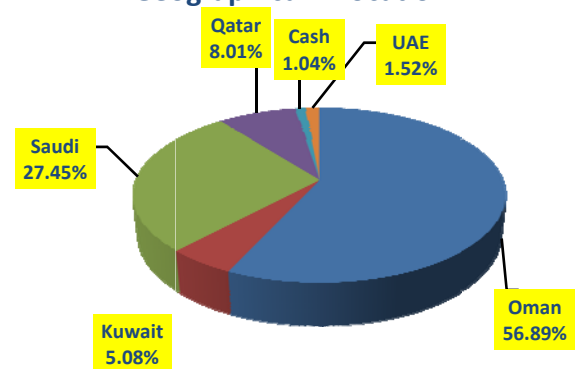
	FMF	MSM	FMF	MSCI (GCC)
Average Monthly Return	0.99%	0.77%	0.99%	-0.38%
Monthly Maximum loss	-20.9%	-26.9%	-20.9%	-21.9%
Month of Maximum loss	Oct-08	Oct-08	Oct-08	Oct-08
Annualized Return	9.8%	5.2%	9.8%	-8.6%
Annualized Volatility	22.0%	28.3%	22.0%	29.4%
% of winning months (against benchmark)	47.2%	na	72.2%	na
% of gained months	63.9%	69.4%	63.9%	50.0%
YTD	24.95%	16.84%	24.95%	21.12%
Beta	0.71	na	0.55	na
Sharpe (RF 4.5%)	0.24	0.02	0.24	(0.45)
Information ratio	0.21	na	0.83	na
Alpha	4.8%	na	12.4%	na

### Asset Allocations:

#### Sectoral Allocation

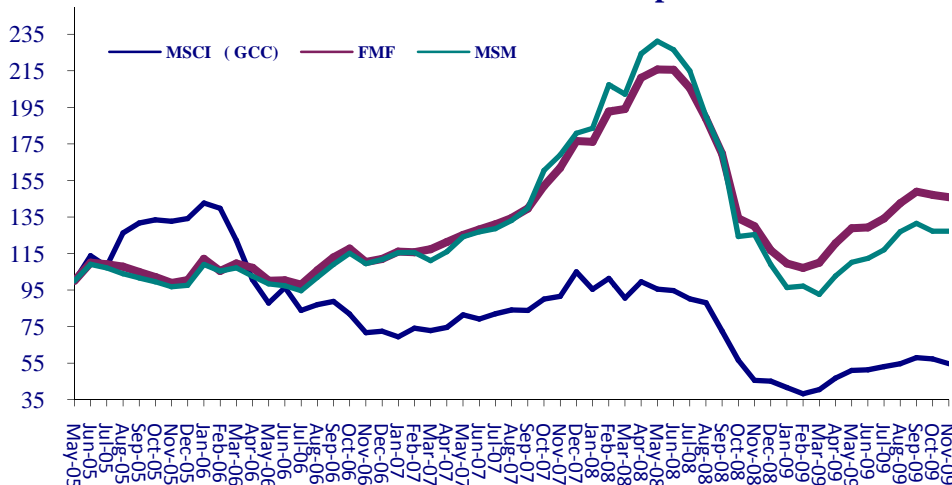


#### Geographical Allocation



### Performance

#### FMF Vs Indices Comparison



#### Contact Details:

Mr. Sankar Kailasam  
SVP- Asset Management  
Tel: +968 24790 614 Ext – 526  
Gsm: +968 99887207  
Email: [sankar@gbcmoman.net](mailto:sankar@gbcmoman.net)

Mr. Khalid Al Khatib  
Asst. Manager-Asset Management  
Tel: +968 24790 614 Ext – 539  
Gsm: +968 99525218  
Email: [Khalid.AIKhatib@gbcmoman.net](mailto:Khalid.AIKhatib@gbcmoman.net)

Mr. Raghavendran J.G  
Manager-Fund Administration  
Tel: +968 24790 614 Ext – 505  
Gsm: +968 99898150  
Email: [raghu@gbcmoman.net](mailto: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 لأسواق المال ش.م.ع.م.  
GULF BAADER CAPITAL MARKETS S.A.O.C.

P.O.Box 974, Postal Code 112, Oman – Tel: +968 24790614 Fax: +968 24790612

E-mail: [fmf@gbcmoman.net](mailto:fmf@gbcmoman.net)