



The First Mazoon Fund

# The First Mazoon Fund JIA

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November 2018  
258<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

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 1.074
Net Asset	R.O 8.9 Million

## Your Gateway to GCC Markets

	FMF	S&P GCC Comp.
YTD	7.5%	7.6%
1 Year	8.8%	11.3%
3 year	11.7%	8.8%
5 year	10.3%	-7.2%
Since Inception	317.3%	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%		

## 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%		7.5%

## Market Review and Outlook

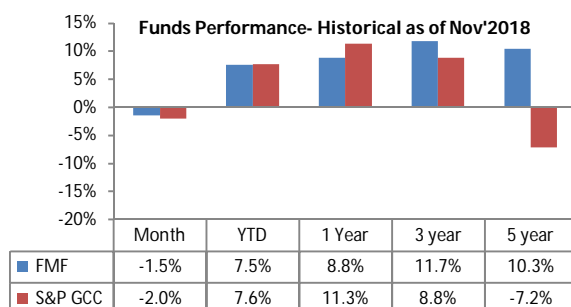
**Review for Nov 2018:** Concern of oversupply in oil, especially from the increasing supply of US shale oil and the diluted effect of Iranian oil cut due to waivers given by US along with a declining confidence in near term demand led to a steep drop in oil prices. From a Brent price of \$75/bbl during the beginning of month to a close of sub-\$60/bbl, a drop of more than 20% - led to the S&P GCC Composite Index dropping by 2%. Dubai market led the declines with 4.2% drop, with heavyweight Saudi market fell by 2.6%. Other markets notably Kuwait and Qatar were resilient and ended positively on event driven news. The overall turnover was lower than in October.

**Outlook for Dec 2018:** Given the steep decline & the likely fallout on the fiscal side for oil producing nations, it is likely that OPEC along with other producers could likely go for a further cut in the ensuing month. This could provide a temporary reprieve for the oil prices. Other positive news could emanate from the likely constructive meeting between US-China trade talks, which could help in improving the global trade. Coming to GCC, Saudization for consumer oriented companies and FTSE second phase implementation for Kuwait could help the overall market to sustain its yearly gains during the month. 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 Nov'2018



## Fund Review for the 258<sup>th</sup> Month

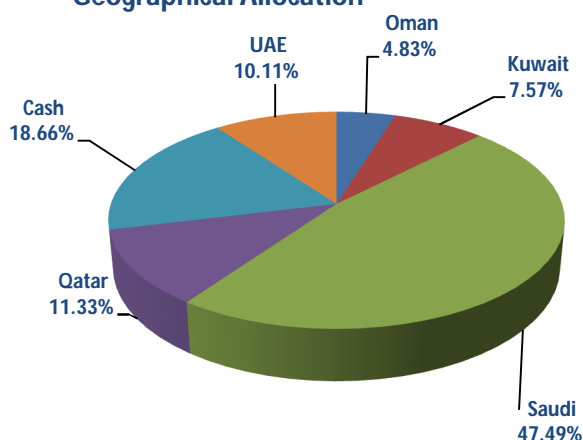
The NAV of the fund was RO 1.074, at the end of Nov'18 and decreased by about 1.5% for the month as against S&P GCC Composite Index which decreased by 2.0% during the same period.

TOP 5 Holdings	%
Al Rajhi Bank	9.1
SABIC	5.8
National Commercial Bank	4.8
Dubai Islamic Bank	3.5
National Bank of Kuwait	3.1

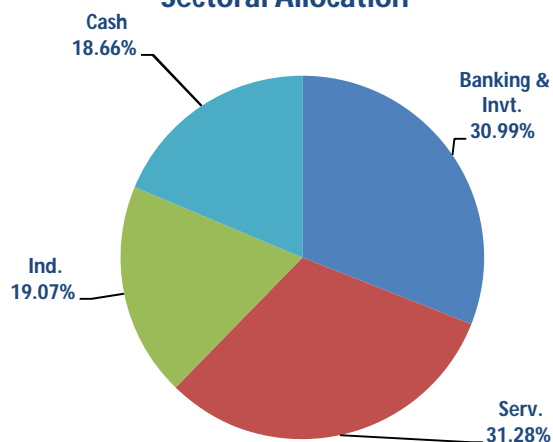
## Comparison over the Past Five Years

Particulars	FMF	S&P GCC Comp.
Average Monthly Return	0.23%	-0.02%
Monthly Maximum loss	-9.0%	-13.2%
Month of Maximum loss	Aug-15	Aug-15
Annualized Return	1.99%	-1.48%
Annualized Volatility	12.3%	15.7%
% of winning months (against benchmark)	51.7%	na
% of gained months	48.3%	50.0%
Beta	0.73	
Sharpe (RF 5.25%)	(0.26)	(0.43)
Information ratio	0.28	na
Alpha	1.7%	na
YTD	7.52%	7.64%

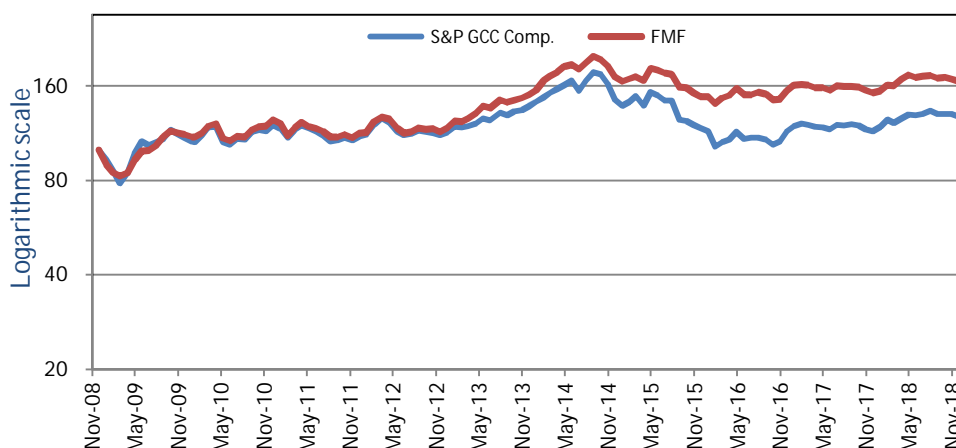
## Geographical Allocation



## Sectoral Allocation



## FMF Vs S&P GCC Comparison



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## Investment Manager



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