



The First Mazoon Fund

# The First Mazoon Fund JIA

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*Oct 2016*  
*233<sup>rd</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	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 0.986
Net Asset	R.O 7.3 Million

**Your Gateway to GCC Markets**

	FMF	S&P GCC Comp.
MTD	0.2%	2.2%
YTD	-2.1%	-7.3%
1 Year	-4.9%	-11.6%
3 year	-1.1%	-20.9%
5 year	29.0%	-2.8%
Since Inception	264.7%	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%	22.90%
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%	-54.60%
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%	7.90%
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%	-5.30%
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%	-0.20%
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%	22.80%
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%	23.90%
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%	32.80%
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%	42.10%
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%	11.00%
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%	57.60%
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%	-33.90%
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	7.40%	3.05%	2.94%	4.48%	1.09%	-3.07%	4.69%	5.01%	-2.24%	-4.74%	-7.67%	-3.12%	6.81%
2015	1.88%	1.55%	-3.00%	9.38%	-1.35%	-2.08%	-0.70%	-8.98%	-0.46%	-3.63%	-2.71%	-0.13%	-10.70%
2016	-4.91%	4.3%	1.6%	5.7%	-4.96%	0.29%	1.85%	-1.57%	-3.86%	0.16%			-2.07%

## Market Review and Outlook

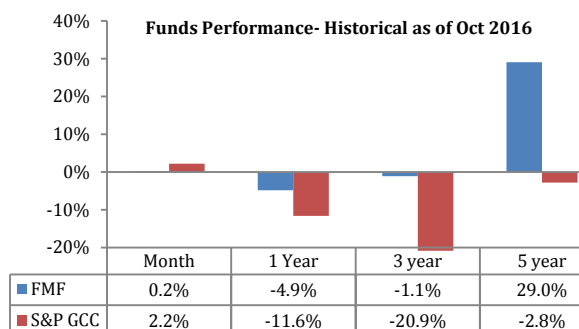
**Review for Oct 2016:** The month of October saw a comeback for the benchmark Index as hueg gains in Saudi market saw it close at 88.5 levels, a gain of 2.2% on previous month close. The Tadawul Index rose by nearly 7% to close above 6,000 mark. The turnaround in Saudi market was the successful debut of its sovereign bond sale, which boosted the sentiments and also provided the necessary liquidity to its banking system. The overall traded value amongst the GCC Indices for the month were markedly higher at \$22.2bn as against \$15.7bn in Sept'2016.

**Outlook for Nov 2016:** Market sentiments are likely to remain positive, ahead of the Nov-end OPEC meeting which could bring the much needed production cut. Even though, the oil prices are not expected to see a significant upside; given the global demand remains weak and supply still could persist from other quarters, any stability at higher levels could help GCC governments in bridging their fiscal deficit. Moreover, with Saudi government pledging to pay money its owes to private contractors by year end could have a cascading effect on other sectors of its economy and could well help the benchmark to make further gains during the rest of the year. Hence, we continue to constantly rotate the portfolio amongst various markets to improve our risk adjusted returns.

## Dividend

Financial Year ended	Cash	Stock
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 Oct 2016



## Fund Review for the 233<sup>rd</sup> Month

The NAV was RO 0.986 as at the end of Oct'16 and increased by about 0.16% for the month as against S&P GCC Index which increased by 2.22%. The average NAV per unit during the month was RO 0.976.

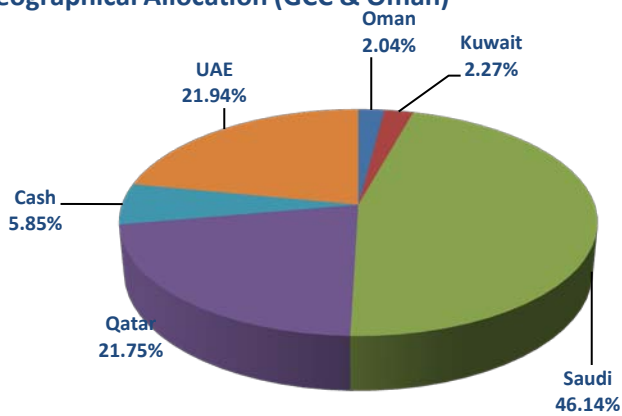
### TOP 5 Holdings

TOP 5 Holdings	%
SABIC	7.45
Qatar National Bank	5.37
Emaar Properties	4.55
Al Rajhi Bank	4.01
Emaar Malls	3.28

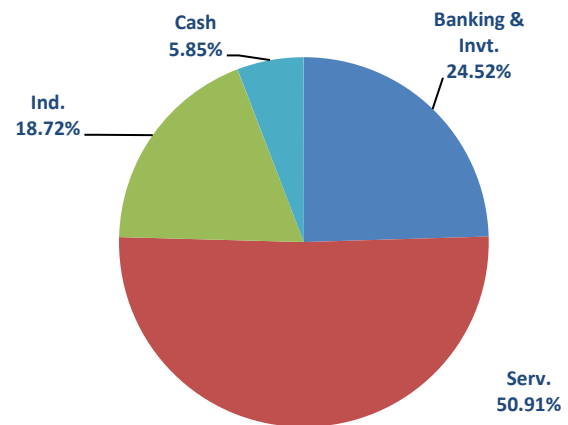
### Comparison over the Past Five Years

Particulars	FMF	S&P GCC Comp.
Average Monthly Return	0.50%	0.06%
Monthly Maximum loss	-9.0%	-13.2%
Month of Maximum loss	Aug-15	Aug-15
Annualized Return	5.23%	-0.6%
Annualized Volatility	13.5%	16.1%
% of winning months (against benchmark)	56.7%	na
% of gained months	55.0%	53.3%
Beta	0.79	na
Sharpe (RF 4.5%)	0.05	(0.32)
Information ratio	0.43	na
Alpha	4.7%	na
YTD	-2.1%	-7.3%

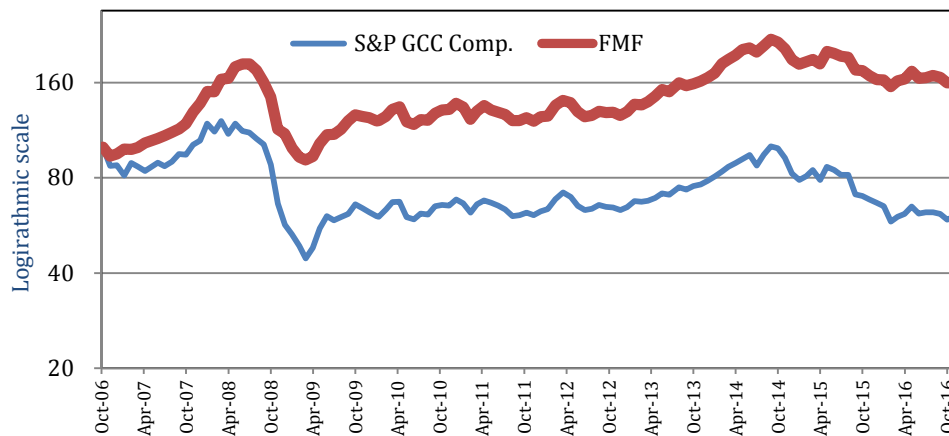
### Geographical Allocation (GCC & Oman)



### Sectoral Allocation (GCC & Oman)



### FMF Vs S&P GCC Comparison



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### Investment Manager



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