



The First Mazoon Fund

The First Mazoon Fund JIA

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September 2013

196th 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 1.157

Your Gateway to GCC Markets

	FMF	S&P GCC Comp.
MTD	1.36%	2.72%
YTD	22.40%	16.53%
1 Year	23.34%	16.35%
3 year	23.82%	15.86%
5 year	9.97%	-14.39%
Since Inception	262.07%	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%				22.40%

Market Review and Outlook

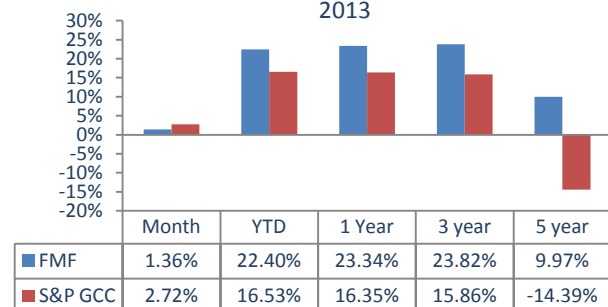
The GCC markets continued with its correction mode, brought by the Syrian crisis and US Fed meeting during the month of September, until a temporary amicable solution for Syria and with US Fed deciding against tapering of its easy money policy - saw investor sentiments improve dramatically. Almost all the GCC Indices recouped their losses and closed near their month highs. The largest gainer was Dubai market at 9.5%, followed by Abu Dhabi at 2.9%, while Saudi and Kuwait gained by 2.5%. Qatar and Muscat Indices saw slight decline at 0.1% and 0.7% respectively.

Outlook for October 2013 – The expected favorable third quarter results are likely to provide further impetus to the GCC markets. However, the uncertainty surrounding the extent of US government shutdown along with any likely escalation into a potentially damaging US debt default later during the month could refrain investors from taking any long term positions during the initial fortnight. Active trading activity is likely to resume after the Eid Al Adha holidays. We would accordingly adopt stock selective strategy to enable our long term sustainable performance.

Dividend

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

Funds Performance- Historical as of September 2013



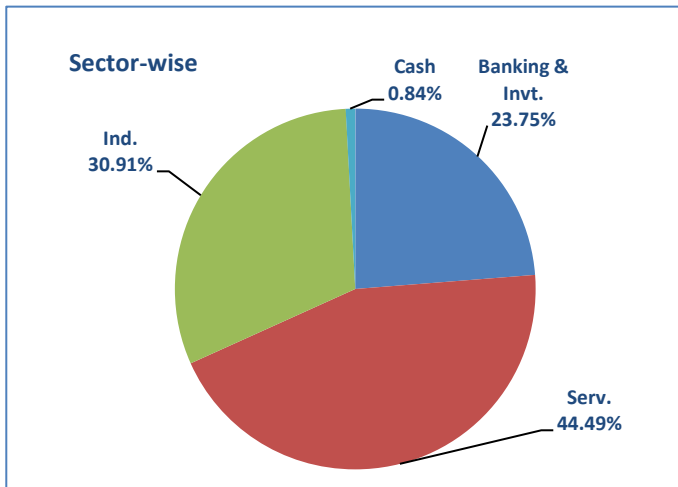
Fund Review for the 196th Month

The NAV was RO 1.157 as at the end of September '13 and increased by about 1.36% for the month as against the S&P GCC Composite Index which increased by 2.72%, while MSM Index decreased by 0.67% during the same period. The average NAV per unit during the month was **RO 1.148**.

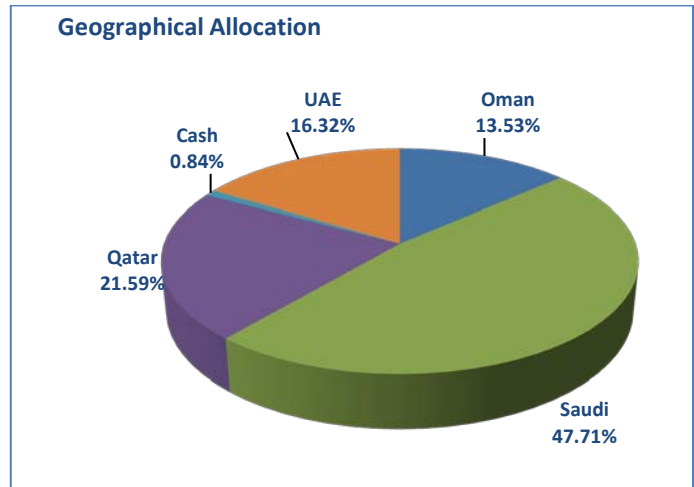
TOP 5 Holdings	%
Al Rajhi	4.34
Rak Ceramics	4.05
Emaar Properties	4.01
Etihad Etisalat	3.81
Industries Qatar	3.46

Particulars	FMF	S&P GCC Comp.
Average Monthly Return	0.29%	-0.07%
Monthly Maximum loss	-20.9%	-24.7%
Month of Maximum loss	Oct-08	Oct-08
Annualized Return	1.92%	-3.06%
Annualized Volatility	17.6%	20.8%
% of winning months (against benchmark)	58.3%	na
% of gained months	55.0%	50.8%
YTD	22.40%	16.53%
Beta	0.78	na
Sharpe (RF 4.5%)	(0.15)	(0.36)
Information ratio	0.28	na
Alpha	3.3%	na

Asset Allocation:

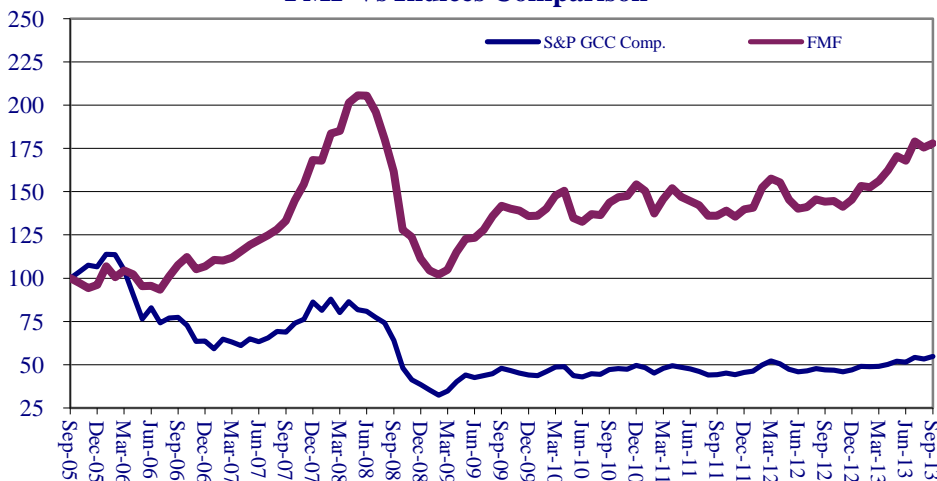


Geographical Allocation



Performance

FMF Vs Indices Comparison



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Investment Manager



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