



The First Mazoon Fund

# The First Mazoon Fund JIA

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Sep 2017  
244<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	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 1.027
Net Asset	R.O 8.13 Million

## Your Gateway to GCC Markets

	FMF	S&P GCC Comp.
MTD	-0.9%	-0.6%
1 Year	9.4%	15.4%
3 year	-18.6%	-31.4%
5 year	36.0%	5.1%
Since Inception	299.16%	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%	157.5%	42.1%
2006	7.9%	-8.1%	11.9%	-0.3%	11.0%

	1Q	2Q	3Q	4Q	Year
2007	4.1%	9.2%	9.0%	26.5%	57.6%
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%

## Percentage Monthly Return -2017

Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
0.34%	-0.39%	-1.95%	-0.11%	-1.70%	3.32%	-0.84	0.46	-0.86				-1.79%

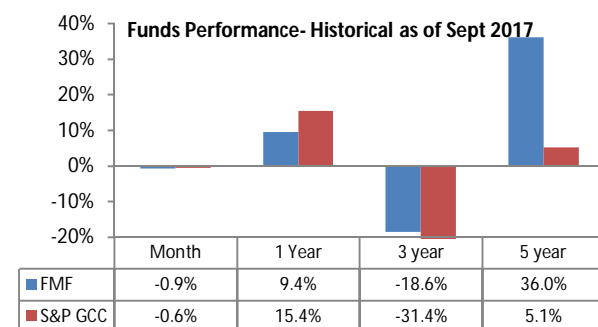
## Market Review and Outlook

**Review for Sep 2017:** Markets largely remain subdued during the period under review inspite of oil prices moving up on account of geo-political risks and declining inventory levels in US, with the benchmark index dropping by 0.2% to close just below the 100 levels. Qatari market hit its lowest in five years and the diplomatic rift continued, while Kuwait and Saudi Arabia saw some momentum on FTSE upgrade hopes. Eventually Kuwait got upgraded while the decision on Saudi has been deferred till 1Q'18. Volumes continued to remain lower on a QoQ basis.

**Outlook for Oct 2017:** IMF in its latest world economic outlook report has revised the global growth rates to around 2.2% in 2017 and 3.2% in 2018. With oil prices also moving in a higher zone and reaching the psychological \$60/bbl mark, it could mean improved performance for GCC economies in 2018. Amongst event related developments during the month, Saudi Arabia has allowed its women citizens to drive as part of its progressive reforms, which shows its resolve to broad base its economic activity. In the meanwhile, October month could largely see stock specific activity as results season starts to kick in. We continue to adjust our stock & cash positions to outperform the benchmark.

## 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%



## Fund Review for the 244<sup>th</sup> Month

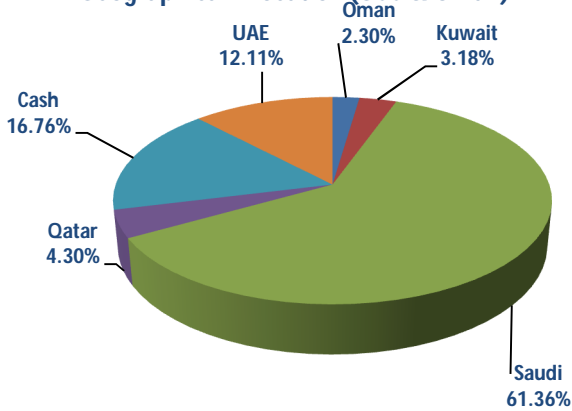
The NAV was RO 1.036 as at the end of August'17 and decreased by about 0.86% for the month as against S&P GCC Index which decreased by 0.62%. The average NAV per unit during the month was RO 1.038 after adjusting for dividends.

TOP 5 Holdings	%
Al Rajhi Bank	5.84
Saudi Basic Indus. Corp.	5.23
National Commercial bank	3.87
Mouwasat Medical Services Co.,	3.40
Saudi International Petrochemical Co.,	3.14

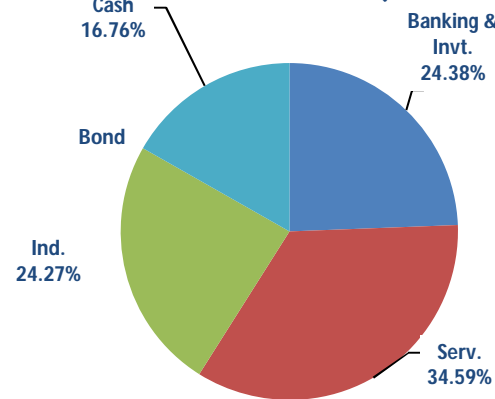
## Comparison over the Past Five Years

Particulars	FMF	S&P GCC Comp.
Average Monthly Return	0.58%	0.19%
Monthly Maximum loss	-9.0%	-13.2%
Month of Maximum loss	Aug-15	Aug-15
Annualized Return	6.34%	1.0%
Annualized Volatility	12.8%	15.6%
% of winning months (against benchmark)	55.0%	na
% of gained months	53.3%	51.7%
Beta	0.77	na
Sharpe (RF 4.5%)	0.14	(0.22)
Information ratio	0.42	na
Alpha	4.5%	na
YTD	-1.79%	0.46%

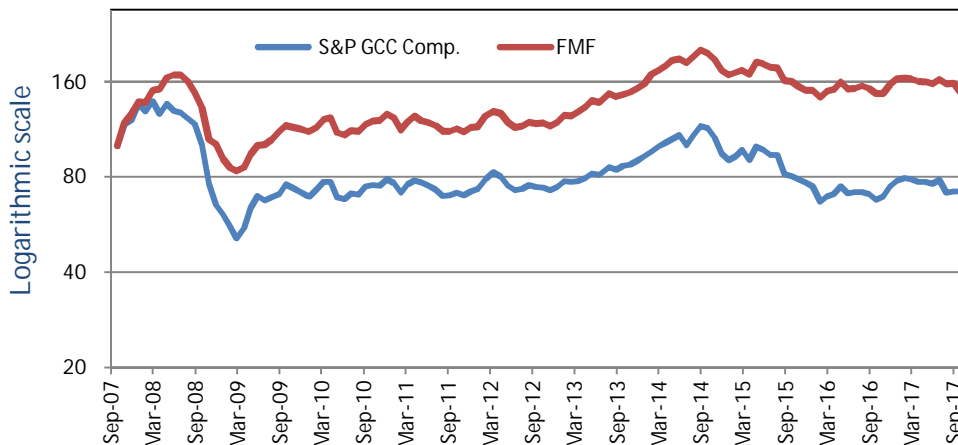
### Geographical Allocation (GCC & Oman)



### Sectoral Allocation (GCC & Oman)



### FMF Vs S&P GCC Comparison



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#### Investment Manager



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