



# AWRAQ FUND

A Fund of the Awraq World Investments Fund Company B.S.C (closed)

NAV / Share

Nov-15

57.94

## Fund Objective & Strategy

The Fund seeks to achieve long term capital appreciation by investing in a diversified portfolio of stocks listed on the MENA stock exchanges. The Fund employs a semi-active fund management style with a blend of growth and value and is benchmarked to a customized S&P Pan Arab Index limited to a country maximum of 30% and a position maximum of 7% to reflect the Fund's investment guidelines. The investment process is based on a bottom-up stock selection methodology coupled with a thorough analysis of top-down macro economic drivers.

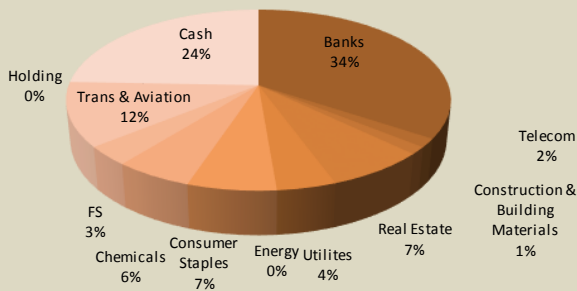
## Fund Information

Asset Type	Equity
Fund Manager	Awraq Investments
Sponsor	Cairo Amman Bank
Custodian	Gulf Custody Company
Fund Listing	Bahrain
Fund Structure	Open Ended
Fund Size	USD 5,220,453
Liquidity	Bi Weekly
Indv. Min Sub	USD 25,000
Corp. Min Sub	USD 100,000
Management Fee	2.0% p.a.
Performance Fees	15% over 10%
Launch Date	31-Oct-07
Bloomberg Ticker	AWRAAQF BI Equity

## Fund Characteristics & Risk Metrics

Number of Holdings	29
Alpha	4.96%
Beta	0.87
Standard Deviation	13.45%
Information ratio	0.94

## Sector Allocation



## Country Allocation

Country	Benchmark (%)	Fund (%)
Saudi	25.06%	17.12%
Egypt	8.87%	11.62%
Qatar	17.13%	21.86%
UAE	16.89%	17.15%
Jordan	5.45%	3.83%
Kuwait	16.86%	4.35%
Oman	5.44%	0.16%
Morocco	4.32%	0.00%

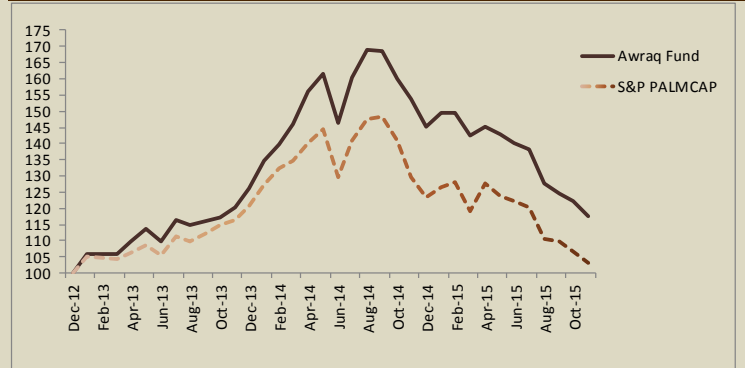
## Market Review

The Awraq World Investment Fund returned -3.73% through November 2015 compared to -3.30% for the benchmark. Global markets performed negatively this month affected by the geopolitical issues and the increased probability of hike in US federal rates by the end of 2015, which braced the USD against other currencies pushing it to completely new levels during the month. Oil has declined 10.33% closing the month at \$44.44, due to the fact investors globally has been pricing in the no change in production levels from OPEC's side and the increased supply glut.

Regionally, with the continued concerns over the upcoming budget announcement combined with the deterioration of oil prices, all the MENA markets have declined significantly this month with Egypt has weakened by -13.33% followed by Qatar and Dubai markets which declined -9.07% and 6.61% respectively. Conversely, Saudi Arabia and Kuwait markets were the only two markets to perform positively this month with increase of 3.52% and 0.41% respectively.

In Egypt, the market has suffered the most in the MENA region. Similar to August, EGX30 lost 13.33% of its value during November 2015. This month, the Central Bank of Egypt surprised the market with a new Governor appointment of an interim caretaker until the end of his term.

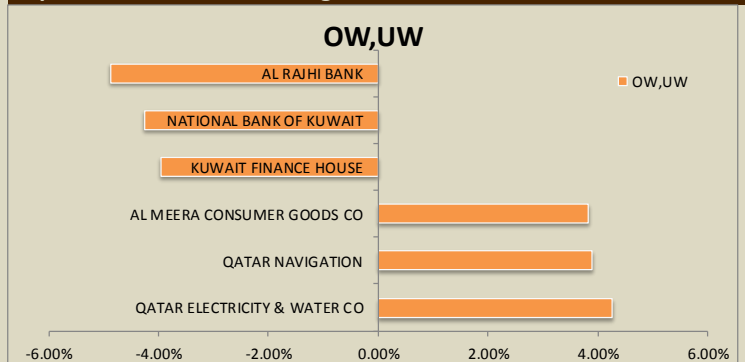
## USD 100 Invested Since 2013 Year Beginning



## Cumulative Returns (%)

	1 M	3 M	1 Y	YTD	Since Incp
Fund	-3.73%	-7.99%	-23.55%	-18.94%	-42.06%
Benchmark	-3.30%	-6.61%	-20.40%	-16.44%	

## Top Three Under & Overweight vs Benchmark



## Top Five Fund Holdings

FIRST GULF BANK	5.46%
QATAR NATIONAL BANK	5.26%
COMMERCIAL INTERNATIONAL BAN	5.18%
QATAR ELECTRICITY & WATER CO	4.27%
QATAR NAVIGATION	3.89%

## Market Outlook

There was plenty of chatter that limits on USD deposit will be removed, which might be a key catalyst in the near future. However, during the month, the latest investigations has resulted in a terrorist attack in Egypt during the first half of the month, weighed down on the EGX index and led to major sell off across the market especially by foreign investors. We believe the market will remain volatile in the short-run affected by the geopolitical issues in the region.

In GCC, where the region's revenue is largely driven by oil, markets has reacted negatively to the decline in the oil prices. In Qatar, the market has witnessed major sell off during the last week of the month, which was mainly due to the MSCI EM Index rebalancing (MSCI added listed Chinese companies to its index, which resulted in diluting Qatar's weighting in the index) causing a huge outflow of passive funds from the markets. The Qatari index experienced a significant drop in the index as it hit 2 years low. We expect market will take time to recover from the steep losses and would remain volatile in the short term.

Finally, In Saudi Arabia, the TASI index was the best performer during the month closing at gains of 3.52%. However, the market drifted sideways especially after net foreign reserves came in at the lowest level in three years and the recent comments of the Kingdom's Deputy Crown Prince, where he suggested that subsidy & tax reform is inevitably on its way. We believe that the coming month will be a decisive one given that the Kingdom's 2016 budget will be announced around the last week of the month.