



AWRAQ FUND

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

NAV / Share **72.15**

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.

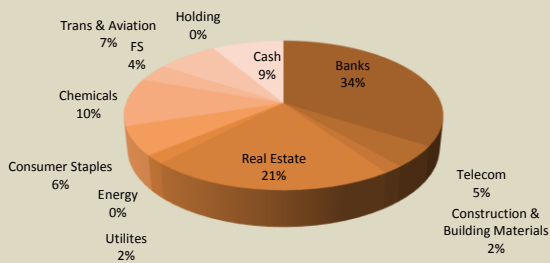
Fund Information

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 7,197,455
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	35
Alpha	5.86%
Beta	0.96
Standard Deviation	10.41%
Information ratio	1.75

Sector Allocation



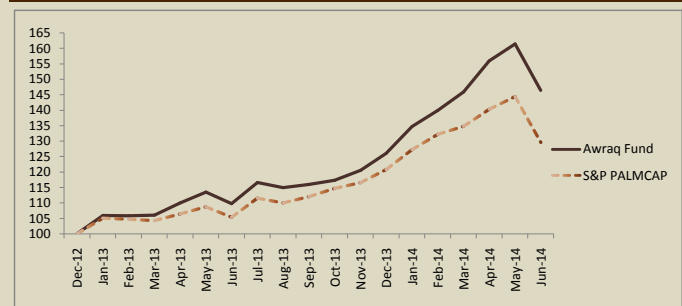
Country Allocation

Country	Benchmark (%)	Fund (%)
Saudi	25.71%	29.24%
Egypt	9.07%	15.56%
Qatar	16.02%	17.98%
UAE	15.84%	21.25%
Jordan	5.98%	3.85%
Kuwait	17.54%	4.93%
Oman	3.99%	0.10%
Morocco	5.84%	0.00%

Market Review

Both the fund and the benchmark went down by around 10% during the month of June. Despite a positive month of June internationally, mainly driven by an assurance from the Fed towards a low interest rate environment for the coming period. Regionally, the picture was different; the month of June was negative across markets. Moreover, it witnessed the steepest monthly decline in several indices ever since the financial crisis back in 2008, with the Dubai index recording more than 20% drop in its value, followed by a 15% plunge in the Qatari one. Reasons behind such a sheer correction were many, stemming from the fact that June is usually the month where volumes turn anemic due to the summer effect, as retailers travel outside their countries. This was also coupled with the fact that all the anticipation for the MSCI inclusion ended when the actual event took place end of May, and all the expected foreign inflow entered the market, later on the picture became a little more wobbly with the political unrest in Iraq as militants fighting Iraqi government forces captured some towns northwest of Baghdad and fears arose to a nation's slide toward a sectarian civil war. These factors altogether put pressure on all regional markets making them mark the negative territory. Market specific reasons in the UAE led the long anticipated correction to turn into a retail panic selling mode, with margin-driven orders leading the way down. This was all mainly driven by the Arabtec saga towards its CEO Mr. Hasan Ismaik who owns circa 29% of the company, and his abrupt resignation around mid June, without any further guidance from current management regarding the company's future strategy, or Mr. Ismaik's share in the company.

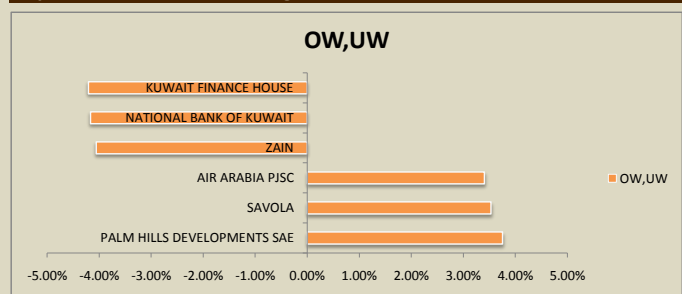
USD 100 Invested Since 2013 Year Beginning



Cumulative Returns (%)

	1 M	3 M	1 Y	YTD	Since Incp
Fund	-9.27%	0.37%	33.37%	16.15%	-27.85%
Benchmark	-10.28%	-3.86%	22.91%	7.26%	

Top Three Under & Overweight vs Benchmark



Top Five Fund Holdings

EMAAR PROPERTIES PJSC	5.96%
COMMERCIAL INTERNATIONAL BAN	4.74%
ALDAR PROPERTIES PJSC	4.26%
SAUDI BASIC INDUSTRIES CORP	4.07%
MASRAF AL RAYAN	4.04%

Market Outlook

Over in Qatar, and after the effect of the reclassification to emerging market became priced in, news of further allegations regarding its win in the 2022 World Cup bid and that FIFA has more options available than just organizing a re-vote to decide new 2022 World Cup hosts if allegations are proved that Qatar's winning bid to stage the finals was corrupt, placed more pressure on the market and is expected to be the market mover until final reports come out.

Moving forward, and albeit the holy month of Ramadan is falling in July which would also translate into lower trading volume, but the sharp long due correction witnessed in June, shall present lots of opportunities once market punters start evaluating stocks more fundamentally. Companies in Saudi Arabia and Qatar will start announcing results by mid July, followed by UAE companies towards end of month; these results are likely to shape the market for the medium term. Analysts' forecasts indicate Dubai will again enjoy the fastest earnings growth among major Gulf economies for the second quarter of this year, but the rate will slow sharply. Moving to Egypt the investment minister said that he is expecting up to USD 10bn FDI in the coming fiscal year, as the US aid is resuming to Egypt. On another hand, it is worth mentioning that the state began implementing its previously announced tax reforms as well as cutting oil & gas subsidies which should help its budget and current account in the near future, and could attract more foreign investors as the macro picture starts looking better.

This update does not constitute an offer of Units and should not be relied upon by any person acquiring or otherwise dealing in Units of the Fund. Subscription for Units in the Fund may only currently be made on the terms of the prospectus of the Fund. It should be noted that investment in the fund is only suitable for sophisticated investors who are aware of the risks of investing in Awraq Fund and should be regarded as long term. Please remember that past performance is not necessarily a guide to the future. Market and currency movements may cause the value of Units and the income from them to fluctuate and you may get back less than you invested when you decide to sell your Units. Awraq Fund is not licensed nor approved by Jordan Securities Commission.

For Fund's enquiries please contact Awraq Investments on the following :

Email: smiqdadi@awraq.com

Fax: +9625503801

Tel: +96265503800