



AWRAQ FUND

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

Aug-14

NAV / Share

83.18

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.

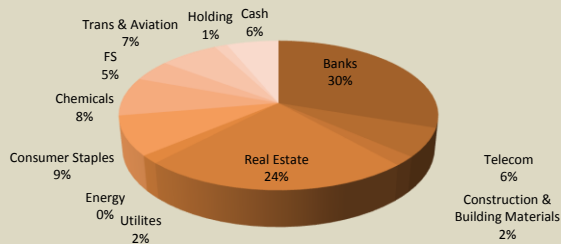
Fund Information

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 8,303,375
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	37
Alpha	5.86%
Beta	0.96
Standard Deviation	10.41%
Information ratio	1.75

Sector Allocation



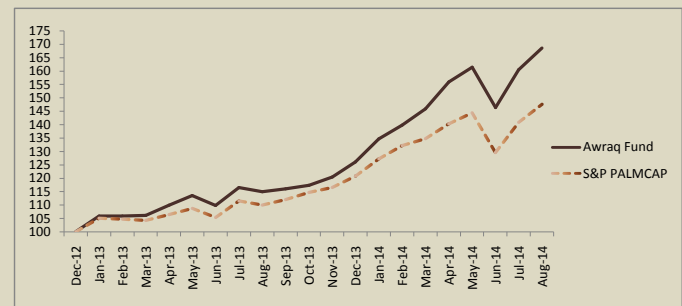
Country Allocation

Country	Benchmark (%)	Fund (%)
Saudi	26.56%	27.75%
Egypt	9.74%	18.78%
Qatar	16.59%	18.52%
UAE	17.23%	21.16%
Jordan	4.81%	2.99%
Kuwait	16.04%	4.57%
Oman	3.71%	0.10%
Morocco	5.32%	0.00%

Market Review

The fund went up by more than 5% in August, outperforming its benchmark by half a percentage point. Activity in regional markets picked up in the month of August after the summer lull and the Eid vacation, despite a slow start, major positive news in different markets pushed indices higher with the Saudi tadawul recording an 8% followed by the Egyptian index which went up by more than 7%. In the UAE, the announcement that came from Emaar Properties with the decision to float at least 15% of its shopping malls unit in September, and listing the shares beginning of October on the Dubai's stock exchange, with IPO proceeds to be distributed amongst Emaar's existing shareholders as a special dividend. The Qatari market rallied towards end of month, with the largest caps touching highs on the MSCI first rebalancing, which concluded an increase of the weightings in three Qatari stocks in its emerging market index, citing changes in the way Qatar calculates ceilings on foreign ownership of its firms. In Egypt, the index rose to a 6 year high on the back of positive investor sentiment after President Sisi announced the multi-billion dollar project to build a new Suez Canal alongside the existing one. This new channel is part of a larger project to expand port and shipping facilities around the canal, aiming to raise Egypt's international profile and establish it as a major trade hub. Saudi continued to outperform buoyed by foreign buying appetite, this rally was mainly led by the market's plan to open directly for foreign investments after it was restricted to GCC nationals only, and foreigners were only able to access the market through ETF's or swap trading.

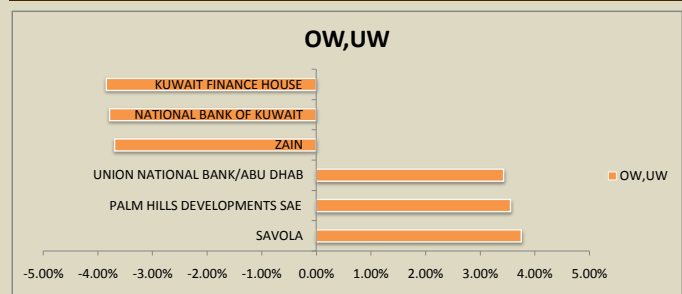
USD 100 Invested Since 2013 Year Beginning



Cumulative Returns (%)

	1 M	3 M	1 Y	YTD	Since Incp
Fund	5.17%	4.59%	46.89%	33.91%	-16.82%
Benchmark	4.78%	1.39%	35.06%	22.19%	

Top Three Under & Overweight vs Benchmark



Top Five Fund Holdings

EMAAR PROPERTIES PJSC	7.91%
AL RAJHI BANK	4.41%
MASRAF AL RAYAN	4.25%
COMMERCIAL INTERNATIONAL BAN	3.84%
T M G HOLDING	3.83%

Market Outlook

Global equity markets seasawed this month, and so did government bond yields, a move primarily driven by tensions in the Ukraine crises which slowed down in some days after some of Russian troops pulled back from the borders with Ukraine. However, such tension was escalated on some other days following Ukrainian reports that proclaimed that there is Russian army on the Ukrainian soil. In the region, and after the Gaza ceasefire was announced, the talk is more about the situation in Iraq and the next plan to deal with ISIS, discussions are held, and unless a major development takes place, this geopolitical situation is already accounted for by investors in the region.

In the medium term, we are positive on many markets in the region, as the Emaar's IPO will continue to push the sentiment in the UAE, at least up until the distribution of the special dividends. Moving on to Qatar, all signs are towards having the world cup there in 2022 but with a change in the season it will be held in. In Saudi and even though the market could take a breather in the short term, but we expect the market to be an outperformer as long as the plan to open to foreigners is intact, we have witnessed a step further towards applying the foreign ownership, after the CMA announced the Qualified Foreign Investor Rules, reacting to such news the MSCI announced that it will review the addition of Saudi Arabia to either of its indices once the long-awaited reforms are officially approved, the entry for passive and active funds tracking the MSCI Emerging Market Index can bring inflows up to USD 55 Billion in the case of inclusion.

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