

MONTHLY FACT SHEETS

September 2016

LET THE FALCON GUIDE YOU

- Al Mal UAE Equity Fund
- Al Mal MENA Equity Fund
- Al Mal Saudi Shariah Equity Fund
- Al Mal MENA Income Fund
- Al Mal Liquidity Fund

Al Mal Capital
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Al Mal Investments Funds – Performance Review

Equity Funds

As of 28 September	Launch Date	NAV Per Unit[1]	Week To Date	Month To Date	YTD 2016	Since Inception
Al Mal UAE Equity Fund (Performance Inclusive of Dividends)	April 2006	AED 1.20	-0.27%	-1.08%	5.47%	25.37%
S&P UAE Composite Index			0.01%	-0.75%	8.35%	-37.99%
Al Mal MENA Equity Fund	June 2008	USD 7.59	-1.04%	-3.07%	-3.44%	-24.01%
S&P Pan Arab Large Cap Index			-2.28%	-3.78%	-7.41%	-50.08%
Al Mal Saudi Sharia Equity Fund	March 2011	USD 0.90	-7.49%	-9.26%	-14.03%	-8.99%
S&P Saudi Large Midcap Sharia Index			-7.42%	-8.97%	-14.52%	-15.73%

Income Funds

As of 28 September	Launch Date	NAV Per Unit[1]	Yield[2]	Month To Date	YTD 2016	Since Inception
Al Mal MENA Income Fund (Performance Inclusive of Dividends)	Feb 2009	USD 12.74	3.46%	-0.20%	2.53%	36.59%
Al Mal Liquidity Fund	April 2009	AED 1.19	1.82%	0.14%	1.23%	19.45%

Notes:
Performance data is net of fees. Performance computation is done internally based on reports from third-party administrators (Standard Chartered/Apex/Al Mal)
1. NAV Per Unit is rounded to two decimal places for reporting purposes only.
2. For Al Mal MENA Income Fund, yield refers to average Yield to Maturity ("Yield") for the invested portion (excl cash portion). For Al Mal Liquidity Fund, yield refers to 7-day annualized portfolio return (net).

Al Mal UAE Equity Fund– Monthly Factsheet

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28 September 2016

NAV Per Unit: AED 1.20

Al Mal UAE Equity Fund was down 1.1% in September v/s. 0.75% decrease in S&P UAE Index. Since inception, the Fund has outperformed the benchmark by 63%.

Market Overview & Fund Manager Comments

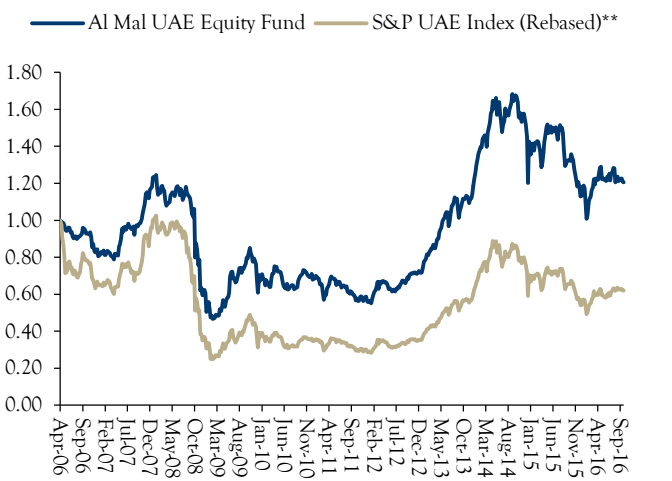
DFM Index was down 1% in September, lagging behind MSCI emerging market index which was up by 2.5%.

Reduction of public sector wages was the key highlight of the month, resulting into sharp reaction in Saudi Tadawul Index while DFM Index showed mild softness. Latest banking data for August showed that Government Related Entities (GRE) deposits in the banking sector was down 4.1% in August and 17.4% YTD, while loan growth from GRE's was up 7.1% YTD, further squeezing the liquidity in the banking system. The hospitality sector continues to face challenges due to stronger dollar, higher supply and increase in competition, resulting into lower average room rates across UAE hotels, down 9% y-o-y (as per STR), despite higher year-on- year passenger growth of 6% at Dubai airports.

Q3 corporate earnings will be keenly watched for any surprises. We expect banks to show contraction in NIMs mainly due to tighter liquidity conditions. Litigation of SAR 200 mn against Drake & Scull highlights wider challenges faced by construction sector, specially in Saudi Arabia. Real Estate sector is likely to show deceleration in growth due to tight liquidity conditions, especially in Abu Dhabi, where banks have turned cautious on mortgage loans.

The UAE PMI decreased to 54.1 in September vs 54.7 in August, still above 50 level, showing expansion in the economy.

Performance Graph



[1]Benchmark was MSCI UAE Index since inception until Dec 2008, replaced thereafter by S&P UAE Composite Index

Performance[2]	Fund	Benchmark[3]	Relative Performance
MTD	-1.1%	-0.75%	-0.35%
YTD	5.5%	8.3%	-2.8%
1 Year	-2.0%	-0.4%	-1.5%
3 Year*	19.5%	17.1%	2.4%
5 Year*	105.4%	93.3%	12.1%
Since Inc.*	25.4%	-38.0%	63.4%

Source: Al Mal internal performance measurement based on reports from third-party administrators (Standard Chartered)

[2] Performance is net of fees; 3-year and 5-year return is cumulative
[3]S&P UAE Composite Index

Fund Key Information

Fund Objective:
The Al Mal UAE Equity Fund's objective is to achieve medium to long-term capital growth by investing primarily in equities listed on the UAE Exchange.

Fund Manager	Tariq Qaqish
Inception Date	5th April 2006
Fund Registration	UAE
Currency	AED
Subscription	Weekly
Dividend Frequency	Yearly
Min Subscription	AED 100,000
Management Fee	1.50%
Performance Fee	20% over 10% hurdle with high watermark
Subscription Fee	Up to 2%
Redemption	Weekly
Benchmark Index	S&P UAE Composite Index
Fund Type	Open Ended
Administrator	Standard Chartered
Custodian	Standard Chartered
Financial Year End	31st December
Auditors	Deloitte
ISIN	AEA003630026
Zawya Code	MALEQTY.MF
Bloomberg Code	MALUAEQ UH
Reuters Code	LP65038334
Morningstar Sec ID	F00000JQIN

Al Mal UAE Equity Fund – Monthly Factsheet

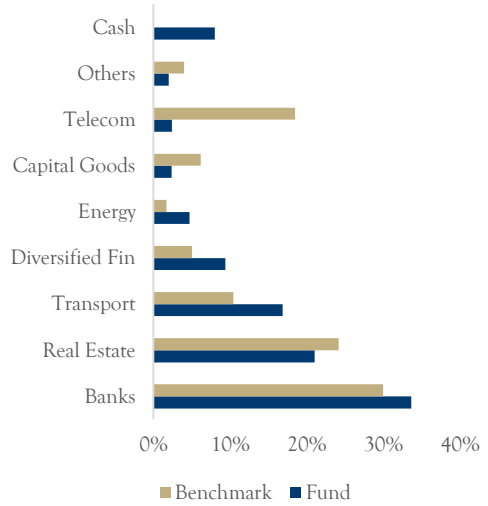
Fund Performance[1]

Performance Yearly	Fund	Benchmark	Relative Perf.
YTD 2016	5.5%	8.3%	-2.8%
2015	-15.3%	-17.6%	2.3%
2014	11.2%	7.5%	3.7%
2013	81.4%	88.0%	-6.6%
2012	28.7%	23.5%	5.2%
2011	-18.4%	-17.7%	-0.7%
2010	-1.0%	-8.8%	7.8%
2009	31.2%	24.6%	6.6%
2008	-56.9%	-69.4%	12.5%
2007	50.4%	54.8%	-4.4%
2006	-19.1%	-35.2%	16.1%
Since Inc.	25.4%	-38.0%	63.4%

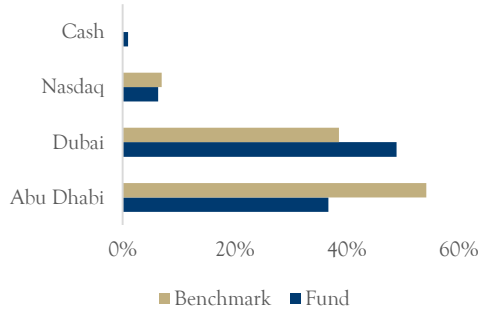
Performance Monthly	Fund	Benchmark	Relative Perf.
Jan	-13.4%	-12.1%	-1.3%
Feb	12.9%	13.0%	-0.1%
Mar	5.1%	5.5%	-0.4%
Apr	5.6%	4.4%	1.2%
May	-5.4%	-6.9%	1.5%
Jun	-0.4%	1.7%	-2.1%
Jul	5.3%	6.3%	-1.0%
Aug	-1.03%	-0.9%	-0.1%
Sep	-1.1%	-0.8%	-0.3%
Oct			
Nov			
Dec			
YTD 2016	5.5%	8.3%	**-2.8%**

[1] Performance is net of fees

Sector Allocation



Geographic Allocation



Top Portfolio Holdings	% of Fund
Emaar Properties	13.0
ADCB	8.7
Dubai Islamic Bank	7.7
NBAD	6.8
D P World	6.4
Total # of Holdings	**19**

Fund Characteristics[2]	Fund	Benchmark
Standard Deviation	21.3%	23.7%
Sharpe Ratio	0.71	0.59
Beta	0.89	
Tracking Error	4.7%	
Information Ratio	0.12	

[2] Calculated using 5-year weekly data

Source: Al Mal internal performance measurement based on reports from third-party administrators (Standard Chartered/Apex)

Al Mal MENA Equity Fund – Monthly Factsheet

Al Mal Capital
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28 September 2016

NAV Per Unit: USD 7.59

Al Mal MENA Equity Fund was down 3.1% in September v/s. 3.8% decrease in the S&P Pan Arab Index. The Fund has outperformed the benchmark by 26% since its launch in June 2008.

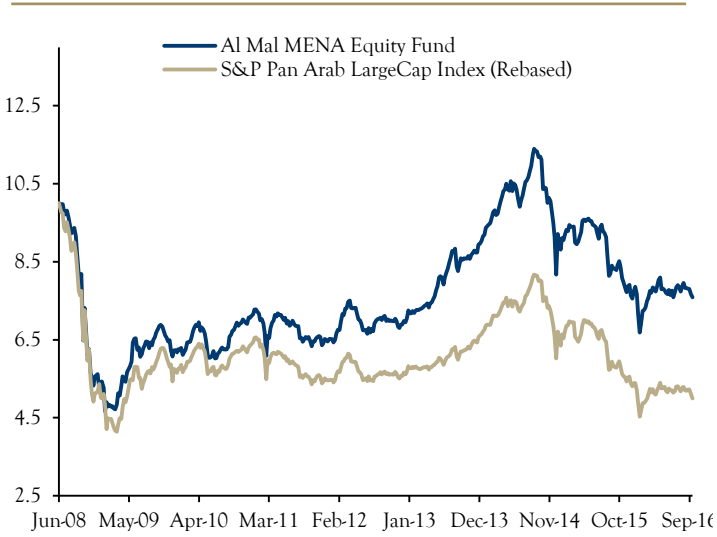
Market Overview & Fund Manager Comments

Regional markets showed subdued performance in September led by Tadawul and Qatari Index, both down by 7% and 5%, respectively. Qatari Index was down due to profit booking post FTSE inclusion while Tadawul was down due to reduction in wages and allowances in public sector.

Oil price was up 6% in September due to speculation over potential agreement on oil production freeze/cut among the OPEC members to support oil prices. We see challenges in implementation of this accord as effective reinforcement of quotas will be a challenge to deal with. In Saudi Arabia, the construction sector continues to face challenges as cement sales was down 10% during the month, showing a drop in construction activity. In the UAE, we expect pick-up in momentum in the construction sector as tendering for Expo 2020-related projects has begun with Dubai Government seeking USD 2.5 bn loan to expand metro to Expo site. Qatar government issued USD 1.25 bn in local bonds to partially fund fiscal deficit and World Cup 2022-related projects. Egyptian government is planning to start IPO program of oil companies to reduce fiscal burden.

PMI data points for KSA and UAE suggests continued resilience in domestic demand. PMI data points for Egypt showed slight deteriorated reading of 46.3 in September v/s. 47.0 in august, still on contractionary mode.

Performance Graph



Performance[1]	Fund	Benchmark[2]	Relative Perf.
MTD	-3.1%	-3.8%	0.71%
YTD	-3.4%	-7.4%	4.0%
1 Year	-3.8%	-9.4%	5.6%
3 Years	-6.6%	-14.5%	8.0%
5 Year	20.6%	-6.7%	27.4%
Since Inc.	-24.1%	-50.1%	26.0%

Source: Al Mal internal performance measurement based on reports from third-party administrators (Apex)

[1] Performance is net of fees; 3-year and 5-year return is cumulative
[2] S&P Pan Arab Composite LargeCap Index

Fund Key Information

Fund Objective:
The objective of the Fund is to achieve significant capital appreciation, primarily through investment in equity and equity related securities in the Middle East and North African markets

Fund Manager	Tariq Qaqish
Inception Date	15th June 2008
Fund Registration	Bahrain
Currency	USD
Subscription	Weekly
Min Subscription	USD 250,000
Management Fee	1.75%
Subscription Fee	Up to 3%
Redemption	Weekly
Benchmark Index	S&P Pan Arab Large Cap
Fund Type	Open Ended
Administrator	Apex
Custodian	Standard Chartered
Financial Year End	31st December
Auditors	Deloitte
Zawya Code	MALMENA.MF
Bloomberg Code	MALMENE BI
Reuters Code	LP65123002
Morningstar Sec ID	F00000JQIQ

Al Mal MENA Equity Fund – Monthly Factsheet

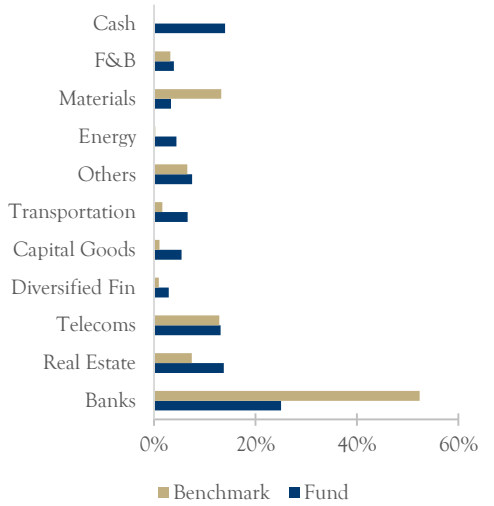
Fund Performance[1]

Performance	Fund	Benchmark	Relative Perf.
YTD 2016	-3.4%	-7.4%	4.0%
2015	-12.5%	-17.6%	5.1%
2014	-0.7%	-1.5%	0.8%
2013	31.1%	18.9%	12.2%
2012	6.6%	2.6%	4.0%
2011	-8.8%	-15.1%	6.3%
2010	15.7%	13.9%	1.8%
2009	17.7%	12.7%	5.0%
2008	-47.5%	-49.9%	2.4%
Since Inc.	-24.1%	-50.1%	26.0%

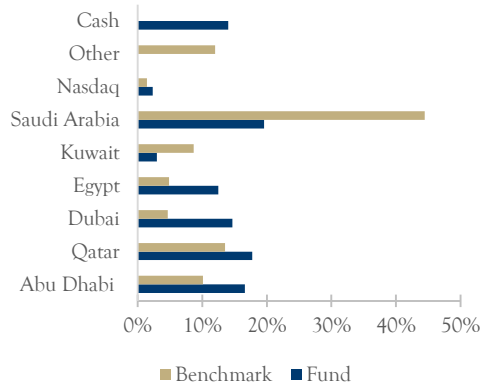
[1] Performance is net of fees

Performance	Fund	Benchmark	Relative Perf.
Jan	-12.2%	-13.4%	1.2%
Feb	8.7%	6.9%	1.8%
Mar	3.9%	2.6%	1.3%
Apr	4.0%	5.4%	-1.4%
May	-4.9%	-3.9%	-1.0%
Jun	-1.4%	-0.9%	-0.5%
Jul	3.4%	2.1%	1.3%
Aug	-0.25%	-1.2%	1.0%
Sep	-3.1%	-3.8%	0.7%
Oct			
Nov			
Dec			
YTD 2016	-3.4%	-7.4%	4.0%

Sector Allocation



Geographic Allocation



Top Portfolio Holdings	% of Fund
Ooredoo Qsc	5.7
Dana Gas	4.4
Qatar National Bank	4.1
Makkah Construction	3.8
Talaat Mostafa Group	3.7
Total # of Holdings	35

Source: Al Mal internal performance measurement based on reports from third-party administrators (Apex)

Fund Characteristics[2]	Fund	Benchmark
Standard Deviation	14.7%	14.2%
Sharpe Ratio	0.14	-0.18
Beta	0.99	-
Tracking Error	4.3%	
Information Ratio	1.20	

[2] Calculated using 5-year weekly data

Al Mal Saudi Equity Fund – Monthly Factsheet

Al Mal Capital
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28 September 2016

NAV Per Unit: USD 0.90

Al Mal Saudi Shariah Equity Fund was down 9.3% in September as compared to 9.0% drop in S&P Saudi Shariah Index. The Fund has outperformed the benchmark by 6.7% since its launch in march 2011.

Market Overview & Fund Manager Comments

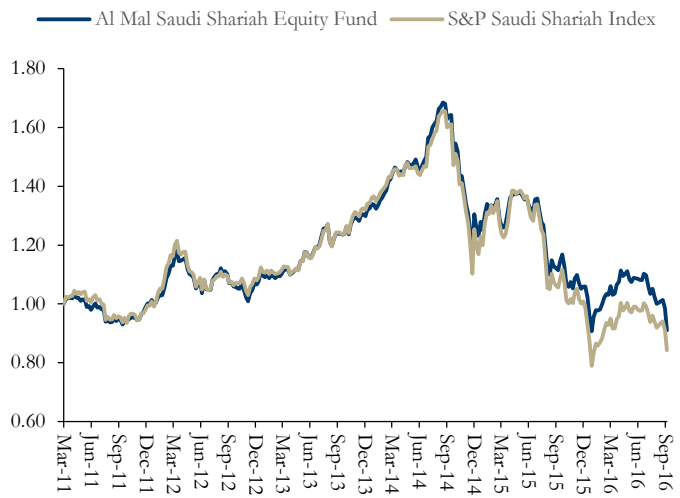
Tadawul index was down 7.5% in September and 21% YTD, worst performing market in the region. Sell-off was across local equities after the announcement of reduction in public sector wages. While the move is positive for fiscal situation, market sentiments may turn bearish in the short-term. In addition to this, the US congress vote to override Obama veto on JASTA (allowing US citizens to file case against Saudi government over 9/11 attack) was also a major concern.

Markets seemed excited by SAR 20 bn deposits into local banks, however, the attempt was ineffective as demand for short-term loans far outpaced modest growth in deposits. The recent POS & ATM cash withdrawal data showed weaker consumption pattern indicating pressure on defensive sectors such as consumer discretionary and staples. The construction sector continues to remain under pressure with a 54% y-o-y drop in project awards.

Q3 corporate earnings will be keenly watched for any surprise. In the banking sector, contraction in NIMs, weak results from investment book and higher NPLs are likely to be key themes. The impact of wage reduction on consumption trend will be visible in November as banks will skip October EMIs.

The PMI for September was 55.3, down from 56.6 in August, due to combination of deceleration in pace of growth in domestic demand and slowing momentum in export orders.

Performance Graph



Performance[1]	Fund	Benchmark[2]	Relative Perf.
MTD	-9.3%	-9.0%	-0.3%
YTD	-14.0%	-14.5%	0.5%
1 Year	-10.0%	-12.1%	2.1%
3 Years	-17.0%	-23.4%	6.4%
5 Year	6.9%	-2.2%	9.1%
Since Inc.	-9.0%	-15.7%	6.7%

Source: Al Mal internal performance measurement based on reports from third-party administrators (Standard Chartered)

[1] Performance is net of fees; 3-year and 5-year return is cumulative
[2]S&P Saudi Arabia LargeMidCap Shariah Index

Fund Key Information

Fund Objective:
To achieve significant capital appreciation primarily through Shariah -compliant investments in equity and equity-related securities issued by countries based in, or with a significant proportion of their business activities in, the Kingdom of Saudi Arabia.

Fund Manager	Vijay Harpalani
Inception Date	23rd March 2011
Fund Registration	UAE
Currency	USD
Subscription	Weekly
Min Subscription	USD 50,000
Management Fee	1.75%
Subscription Fee	Up to 3%
Redemption	Weekly
Benchmark Index	S&P Saudi Large Midcap Shariah
Fund Type	Open Ended
Administrator	Standard Chartered
Custodian	Standard Chartered
Financial Year End	31st December
Auditors	Deloitte
Zawya Code	AEA003630018
Bloomberg Code	MALSSEF.MF
Reuters Code	MALSSEQ UH
Morningstar Sec ID	LP68128853

Al Mal Saudi Equity Fund – Monthly Factsheet

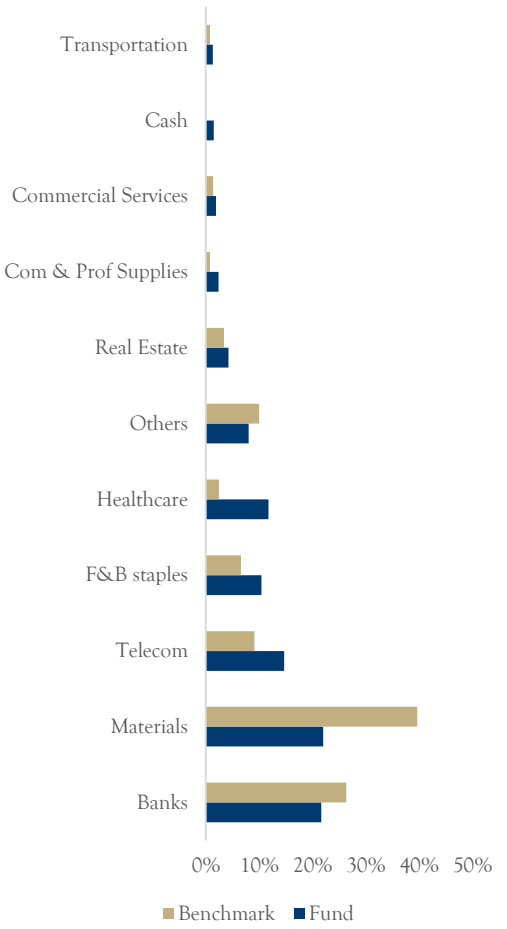
Fund Performance[1]

Performance	Fund	Benchmark	Relative Perf.
YTD 2016	-14.0%	-14.5%	0.5%
2015	-15.6%	-17.9%	2.3%
2014	-3.5%	-9.1%	5.6%
2013	22.9%	23.1%	-0.2%
2012	6.5%	8.6%	-2.1%
2011	0.1%	-0.5%	0.6%
Since Inc.	-9.0%	-15.7%	6.7%

[1] Performance is net of fees

Performance	Fund	Benchmark	Relative Perf.
Jan	-9.7%	-15.7%	6.0%
Feb	4.7%	6.5%	-1.8%
Mar	3.0%	3.5%	-0.5%
Apr	8.0%	9.6%	-1.6%
May	-2.7%	-2.8%	0.1%
Jun	-0.1%	0.0%	-0.1%
Jul	-2.1%	-1.1%	-1.0%
Aug	-5.3%	-4.1%	-1.2%
Sep	-9.3%	-9.0%	-0.3%
Oct			
Nov			
Dec			
YTD 2016	-14.0%	-14.5%	0.5%

Sector Allocation



Top Portfolio Holdings	% of Fund
Al Rajhi Bank	16.4
SABIC	11.5
Saudi Telecom Co.	11.1
SPIMACO	5.8
Alinma Bank	5.2
Total # of Holdings	**27**

Source: Al Mal internal performance measurement based on reports from third-party administrators (Standard Chartered)

Fund Characteristics[2]	Fund	Benchmark
Standard Deviation	16.5%	18.9%
Sharpe Ratio	-0.09	-0.17
Beta	0.85	-
Tracking Error*	5.0%	
Information Ratio*	0.20	

[2] Calculated using 5-year weekly data

Al Mal MENA Income Fund – Monthly Factsheet

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28 September 2016

NAV Per Unit: USD 12.74

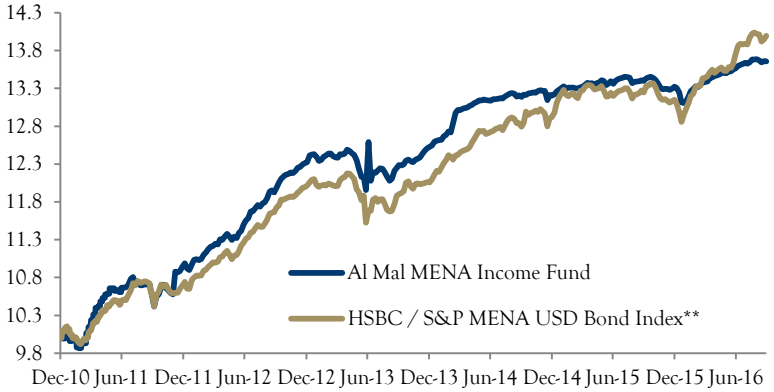
Market Overview & Fund Manager Comments

Al Mal MENA Income Fund was down 0.2% in September. The Fund has delivered returns of 36.6% since its launch in February 2009.

As expected, the primary market activity is back in action. Both Kuwait and Saudi Arabia were expected to print long-dated papers in September. However, strong market backlash of reduction in public sector wage bill in Saudi Arabia kept them from tapping the market. In the meantime, Bahrain raised USD 2 billion through 7-year and 12-year sukuks priced at 5.62% and 7%, respectively. Similarly Oman raised additional USD 2.5 billion through its EMTN programme. We expect both Saudi and Kuwait sovereign issues to hit the market before the Fed meeting in December.

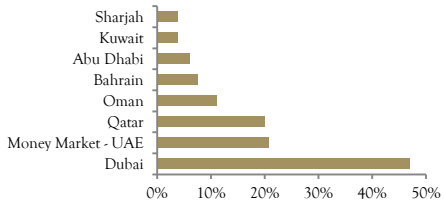
While the market has almost priced-in a Fed rate hike in December with probability of c.68%, we believe that hike may not be imminent immediately after the U.S. elections; first hike may happen only in 2017.

Performance Graph

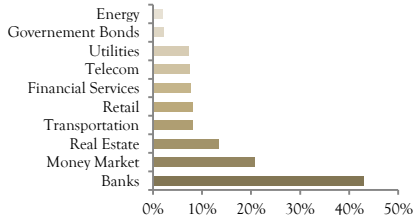


[1]Benchmark was HSBC MENA Bond Index since inception until Dec 2013, replaced thereafter by S&P MENA Bond Index

Geographic Allocation



Sector Allocation



Top Portfolio Holdings	Credit Rating: S&P/Moody	% of Fund
Comm. Bank of Qatar 19	BBB+/ A2	8.7
Inv. Corp. of Dubai 20	Not Rated	7.6
Batelco 20	AA/Aa2	7.6
Total # of Holdings		**23**

Portfolio Analysis	
Portfolio Maturity	4.3 years
Avg. YTM (Gross) of Investments	3.50%
Weighted avg. Rating of Portfolio	BBB+

Fund Key Information

Fund Objective:
The Al Mal MENA Income Fund's objective is to pursue an income-oriented investment strategy which permits distribution of periodic and consistent payment of dividends to unit holders, whilst seeking to preserve and grow the capital of the Fund.

Fund Managers	Tariq Qaqish & Vijay Harpalani
Inception Date	1st February 2009
Fund Registration	Cayman Islands
Currency	USD
Subscription	Weekly
Min Subscription	USD 100,000
Management Fee	1.00%
Subscription Fee	Up to 2%
Redemption	Weekly
Benchmark Index	S&P MENA Bond Index
Fund Type	Open Ended
Administrator	Al Mal Capital
Custodian	Al Mal Capital
Financial Year End	31st December
Auditors	Deloitte
Zawya Code	MALMNIF.MF
Bloomberg Code	ALMENAI KY
Reuters Code	LP65154947
Morningstar Sec ID	F00000JQIR

Performance[2]	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	YTD 2016	2015	2014	2013	2012	2011	2010	2009	Since Inception
Al Mal MENA Income Fund (Perf. Inclusive of Dividends.)	-1.6%	1.4%	0.7%	0.6%	0.3%	0.5%	0.5%	0.4%	-0.2%				2.5%	0.9%	5.5%	1.8%	12.6%	7.6%	3.8%	-2.0%	36.6%

Source: Al Mal internal performance measurement based on reports from Al Mal Capital/Operations

[2] Performance is net of fees

Al Mal Liquidity Fund – Monthly Factsheet

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28 September 2016

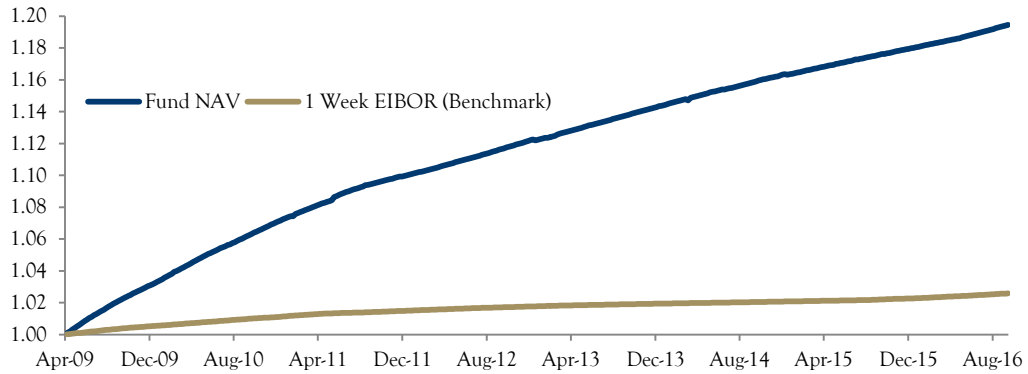
NAV Per Unit: AED 1.19

Market Overview & Fund Manager Comments

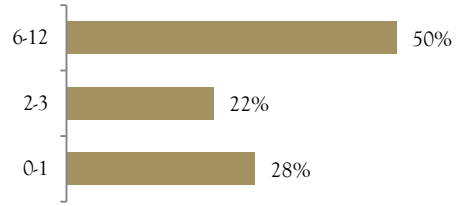
The Al Mal Liquidity Fund was up 0.14% in September, and has delivered returns of c.19.5% since its launch in April 2009.

1-week EIBOR continued its upward trajectory by increasing from 0.44% at end of august to around 0.46% in end-September. The movement was more stable compared to extremely volatile movement in June due to Brexit shock. The Fund's net yield is around 1.82% level, well above the benchmark which is at 0.46%

Fund Key Information



Months to Maturity



Al Mal Liquidity Fund offers you:

- ✓ Weekly liquidity
- ✓ Higher interest income than deposit rates
- ✓ Access to cash in case of emergency
- ✓ Diversify your portfolio (core asset class)
- ✓ Suitable for risk-averse allocation
- ✓ Park liquidity during uncertain and volatile markets

Fund Key Information

Fund Objective:

The Fund's investment objective is to provide investors with capital preservation and above average money market returns. The assets will be invested primarily in UAE and GCC short term paper and deposit instruments.

Fund Managers	Tariq Qaqish & Vijay Harpalani
Inception Date	15th April 2009
Fund Registration	UAE
Currency	AED
Subscription	Weekly
Min Subscription	AED 100,000
Management Fee	0.40%
Redemption	Weekly
Notice Period	3 business days
Fund Type	Open Ended
Administrator	Al Mal Capital
Custodian	Al Mal Capital
Financial Year End	31st December
Auditors	Deloitte
Zawya Code	MALAEDF.MF
Bloomberg Code	AMALLIQ UH
Reuters Code	LP65135775
Morningstar Sec ID	F00000JQIP

Performance[1]	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	YTD 2016	2015	2014	2013	2012	2011	2010	Since Inception
Al Mal Liquidity Fund	0.12%	0.11%	0.13%	0.11%	0.14%	0.17%	0.14%	0.18%	0.14%				1.2%	1.5%	1.7%	1.9%	2.1%	2.6%	3.8%	19.5%

Source: Al Mal internal performance measurement based on reports from our back office

[2] Performance is net of fees

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