

MONTHLY FACT SHEETS

January 2017

LET THE FALCON GUIDE YOU

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

Al Mal Capital
المال كابيتال

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Al Mal Investments Funds – Performance Review

Equity Funds

As of 25 January	Launch Date	NAV Per Unit[1]	Week To Date	Month To Date	YTD 2017	Since Inception
Al Mal UAE Equity Fund (Performance Inclusive of Dividends)	April 2006	AED 1.28	-1.32%	3.67%	3.67%	32.97%
S&P UAE Composite Index			-2.05%	3.58%	3.58%	-35.39%
Al Mal MENA Equity Fund	June 2008	USD 7.77	-0.13%	2.64%	2.64%	-22.30%
S&P Pan Arab Large Cap Index			2.58%	2.96%	2.96%	-42.18%

Income Funds

As of 25 January	Launch Date	NAV Per Unit[1]	Yield[2]	Month To Date	YTD 2017	Since Inception
Al Mal MENA Income Fund (Performance Inclusive of Dividends)	Feb 2009	USD 12.66	3.75%	0.36%	0.36%	35.75%
Al Mal Liquidity Fund	April 2009	AED 1.20	1.86%	0.14%	0.14%	20.17%

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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25 January 2016

NAV Per Unit: AED 1.28

Al Mal UAE Equity Fund was up 3.7% in January v/s. 3.6% increase in S&P UAE Index. Since inception, the Fund has outperformed the benchmark by 68.4%.

Market Overview & Fund Manager Comments

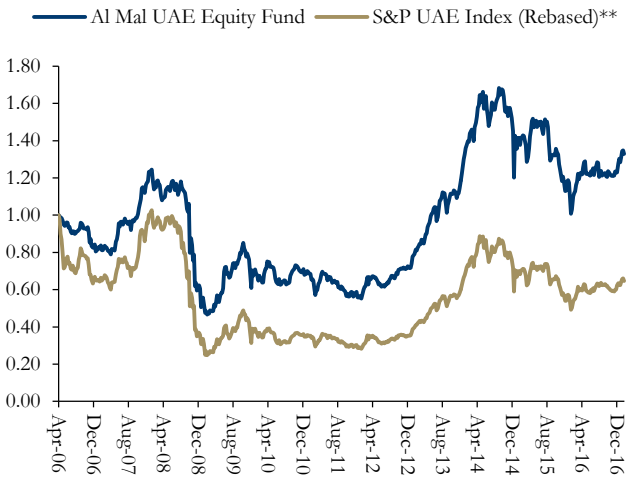
DFM Index was up 3.2% while ADSMI was up 0.3% in January, underperforming the MSCI emerging market index which ended positive 5.5%.

The UAE market continues to show resilient growth post strong recovery after OPEC crude production cut in December, while there was some softness in Abu Dhabi exchange due to pressure from banking sector. The Q4 numbers for UAE companies were mostly in-line with the estimates; banks showed slowdown in terms of loan growth while provisioning was the highlight in this quarter with some banks increasing provisioning levels higher than expectation. The hospitality sector remain under pressure due to slower tourism growth and stronger dollar; Fly Dubai showed 60% slump in 2016 profits and Dubai airport showed 5% drop in duty free sales. Real estate sector continues to face pressure with property prices in Dubai still significantly lower than the 2014 peak.

Dubai Government signed loan facility of USD 3bn for airport expansion showing commitment to continue developing the infrastructure. Besides this, USD 3bn worth of projects for Expo 2020 are expected to awarded in 2017 which would help in recovery of construction sector. Introduction of VAT in 2018 would further strengthen the economy with expected revenue of AED20bn, thus reducing the fiscal burden and diversifying the revenue source for the government

The UAE PMI Increased to 55.3 in January vs 55.02 in December, highest since July 2016, suggesting a modest growth in non-oil economic activity.

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	3.7%	3.6%	0.1%
YTD	3.7%	3.6%	0.1%
1 Year	29.2%	28.5%	0.8%
3 Year*	-4.9%	-12.0%	7.1%
5 Year*	129.2%	119.1%	10.0%
Since Inc.*	33.0%	-36.0%	68.4%

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 2017	3.7%	3.6%	0.1%
2016	7.9%	9.0%	-1.1%
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.	33.0%	-36.0%	68.4%

[1] Performance is net of fees

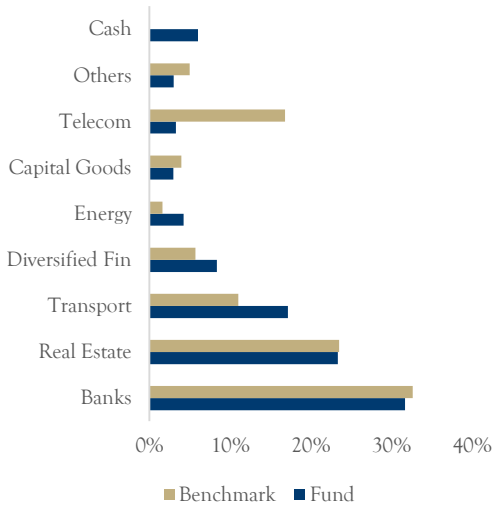
Performance Monthly	Fund	Benchmark	Relative Perf.
Jan	3.7%	3.6%	0.1%
Feb			
Mar			
Apr			
May			
Jun			
Jul			
Aug			
Sep			
Oct			
Nov			
Dec			
2017	**3.7%**	**3.6%**	**0.1%**

Top Portfolio Holdings	% of Fund
Emaar Properties	12.5
ADCB	8.9
NBAD	7.6
Aramex	7.0
Aldar Properties	6.3
Total # of Holdings	**23**

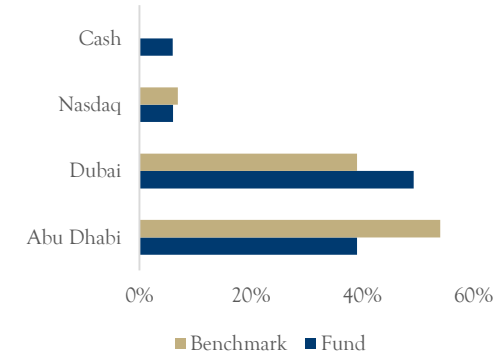
Fund Characteristics[2]	Fund	Benchmark
Standard Deviation	21.0%	23.4%
Sharpe Ratio	0.73	0.60
Beta	0.88	
Tracking Error	4.7%	
Information Ratio	0.08	

[2] Calculated using 5-year weekly data

Sector Allocation



Geographic Allocation



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

Al Mal MENA Equity Fund – Monthly Factsheet

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25 January 2016

NAV Per Unit: USD 7.57

Al Mal MENA Equity Fund was up 2.6% in January v/s. 3.0% Increase in the S&P Pan Arab Index. The Fund has outperformed the benchmark by 20% since its launch in June 2008.

Market Overview & Fund Manager Comments

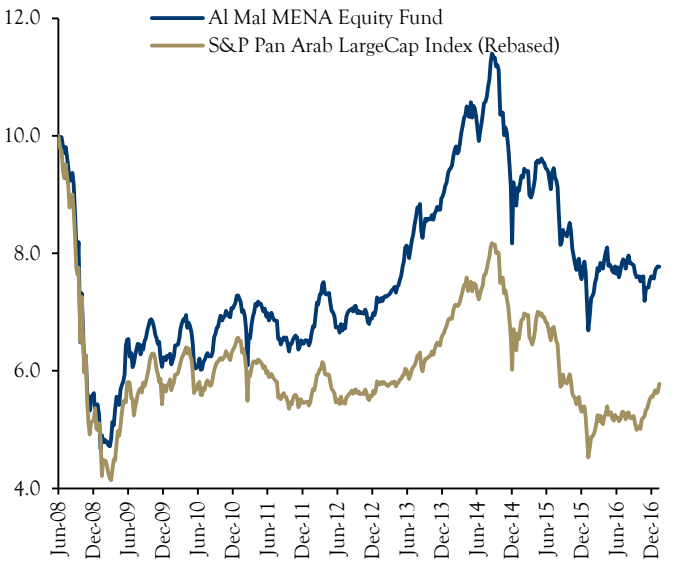
Regional market showed mixed performance in January with Saudi market down 1.5%, DFM index was up 3.2%, while Kuwait turned out to be the best performing market in the world, with index gaining 19% in first month of year

The Q4 results for Saudi banks were in line with expectations; retail banks clearly outperformed corporate banks due to lower provisioning and stable loan growth. Consumer sector showed pressure as consumer basket continues to shrink, with people shifting from high cost to low cost products and deferring their purchase decision in search of discounts. Cement companies continue to show stress due to lower construction activity in the kingdom. Healthcare sector showed mixed results due to drop in revenue and provisioning on ministry of health/corporates receivables by some players. Introduction of T+2 settlement in Saudi market in Q2 2017 could be a catalyst as this will open doors for the MSCI inclusion.

In the UAE, challenges continue to persist in the tourism sector. Hotel occupancy in Abu Dhabi reduced to 72% vs 75% (2015), despite growth in tourist arrivals, showing significant oversupply in the market. Dubai airport is expected to register 6.4% growth in passenger in 2017 - lowest in decade - due to stronger dollar and weaker oil price.

Kuwait market gained 19% in first month of the year on expectation from higher infrastructure spending and potential debut bond issuance by Kuwait government. We believe current run in the market is driven by liquidity, as real impact of these policy measures will take time to bear fruits.

Performance Graph



Performance[1]	Fund	Benchmark[2]	Relative Perf.
MTD	2.6%	3.0%	-0.4%
YTD	2.6%	3.0%	-0.4%
1 Year	12.6%	23.8%	-11.2%
3 Years	-17.8%	-16.0%	-1.7%
5 Year	19.5%	5.9%	13.6%
Since Inc.	-22.3%	-42.2%	19.9%

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 2017	2.6%	3.0%	-0.4%
2016	-3.7%	4.1%	-7.8%
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.	-22.3%	-42.2%	19.9%

[1] Performance is net of fees

Top Portfolio Holdings	% of Fund
Dubai Islamic Bank	6.7
Dana Gas	4.7
Ooredoo QSC	4.6
ADCB	4.5
Aramex	4.1
Total # of Holdings	38

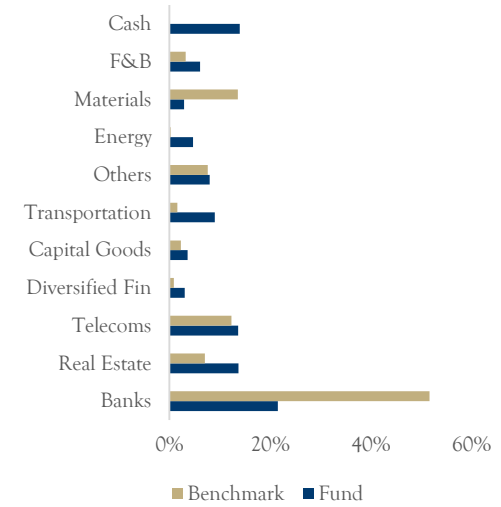
Source: Al Mal internal performance measurement based on reports from third-party administrators (Apex)

Performance	Fund	Benchmark	Relative Perf.
Jan	2.6%	3.0%	-0.4%
Feb			
Mar			
Apr			
May			
Jun			
Jul			
Aug			
Sep			
Oct			
Nov			
Dec			
2017	**2.6%**	**3.0%**	**-0.4%**

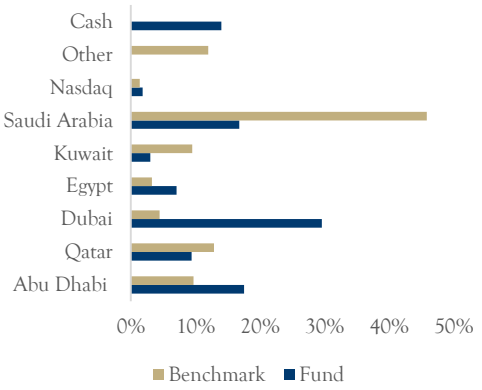
Fund Characteristics[2]	Fund	Benchmark
Standard Deviation	14.8%	14.2%
Sharpe Ratio	0.12	-0.05
Beta	0.97	-
Tracking Error	5.5%	
Information Ratio	0.46	

[2] Calculated using 5-year weekly data

Sector Allocation



Geographic Allocation



Al Mal MENA Income Fund – Monthly Factsheet

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25 January 2016

NAV Per Unit: USD 12.66

Market Overview & Fund Manager Comments

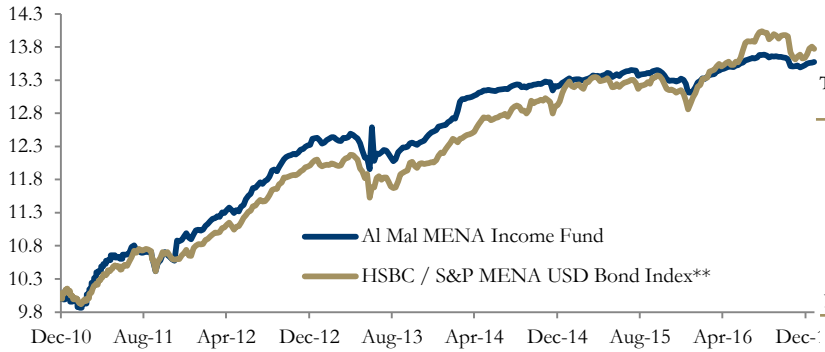
Al Mal MENA Income Fund was up 0.4% in January. The Fund has delivered returns of 35.8% since its launch in February 2009.

US 10 year treasury yield continue to drop and has come down by c. 25 bps from the peak, depicting overreaction in the bond market regarding inflation and subsequent hikes by FED.

Egypt successfully raised USD 4 bn by sale of Eurobonds showing strong investor interest in bond markets, while Kuwait is expected to issue their debut euro bond during Q2 2017, which could provide another boost to liquidity and support government infrastructure spending plans.

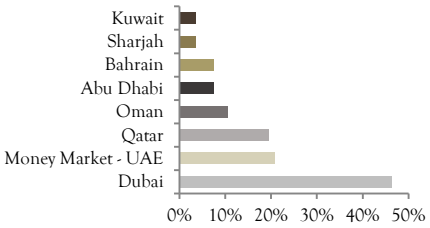
While we still expect 2-3 interest rate hikes by FED during the year but it could be pushed to second half owing to ongoing geopolitical strains between US and other countries.

Performance Graph

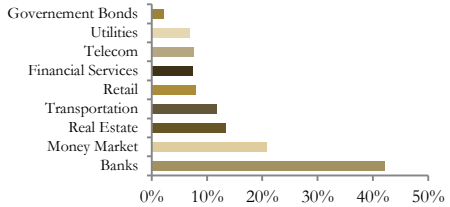


[1]Benchmark was HSBC MENA Bond Index since inception until Dec 2013, replaced thereafter by S&P MENA Bond Index

Geographic Allocation



Sector Allocation



Top Portfolio Holdings	Credit Rating: S&P/Moody	% of Fund
Comm. Bank of Qatar 19	BBB/ A2	8.4
4.25% Batelco	BB-/BB+	7.5
ICD Sukuk	Not Rated	7.5
Total # of Holdings		**23**

Portfolio Analysis	
Portfolio Maturity	4.0 years
Avg. YTM (Gross) of Investments	3.8%
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	2017	2016	2015	2014	2013	2012	2011	2010	2009	Since Inception
Al Mal MENA Income Fund (Perf. Inclusive of Dividends.)	0.4%												0.4%	1.5%	0.9%	5.5%	1.8%	12.6%	7.6%	3.8%	-2.0%	35.8%

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

Al Mal Capital
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25 January 2016

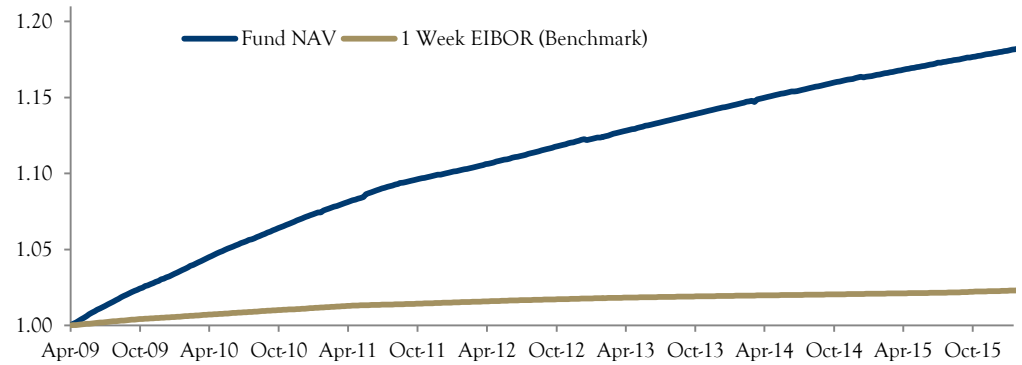
NAV Per Unit: AED 1.20

Market Overview & Fund Manager Comments

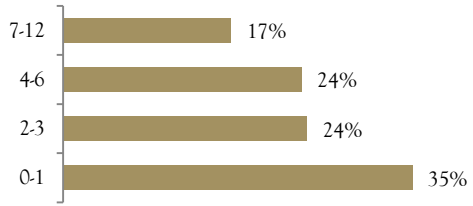
The Al Mal Liquidity Fund was up 0.14% in January, and has delivered returns of c.20.2% since its launch in April 2009.

1-week EIBOR continued to increase in January post FED rate hike, reflecting prevailing tight liquidity conditions in the banking sector. The Fund has expected yield c.1.84%, well above the benchmark which is at 0.69%

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	2017	2016	2015	2014	2013	2012	2011	2010	Since Inception
Al Mal Liquidity Fund	0.14%												0.14%	1.7%	1.5%	1.7%	1.9%	2.1%	2.6%	3.8%	20.2%

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

[2] Performance is net of fees

Disclaimer

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