

Ubhar GCC Fund

Fund Objectives: Ubhar GCC Fund aims to provide consistent returns with low volatility by investing in equities, bonds and sukuks listed on GCC bourses while maintaining a portfolio structure that is diversified across sectors and countries, it is designed to capture growth and rerating potentials in specific companies or sectors with an acceptable risk.

Asset Type	Equity & Fixed Income
Geographic Focus	GCC
Fund Manager	Ubhar Capital SAOC
Benchmark	S&PGCC Composite US Dollar Composite Index
Domicile	Oman
Launch Date	Dec 22, 2009
Current Fund Size	OMR 8,364,688
NAV Frequency	Weekly on Thursday after 3.00 pm Oman time
Management Fee	1.50% per Annum
Performance Fee	15% of amount exceeding 10% over NAV
Redemption Fee	1.50%
Min Investment	1,000 Units and multiples of 100 units
Nominal Value	OMR 1.00
Auditor	KPMG Oman
MSM Code	UBHARGCC
Reuters Code	LP68032666
Bloomberg	OMALARA OM EQUITY

Fund Manager Commentary:

Most GCC markets declined during month of August as investors booked profit post a healthy earnings performance coming from key sectors in the region. The Saudi Tadawul performance was negative since the start of the month until the holidays due to seasonality. The index failed to recover despite healthy buying post the Eid holidays. Tadawul broke the psychological support of 8,000 points and closed down 4.2% making it the worst performing market in the GCC. Followed by Dubai which fell by 3.9%. Abu Dhabi was the only prominent gainer during the month with a gain of 2.6%, in addition to mild gains reported by Oman and Qatar of 1.9% & 0.6% respectively.

The S&P GCC index declined by 2.52% during August, even though oil prices surged up by 5% for month August led by the looming US sanctions on Iran, which also failed to lift GCC markets during the month.

On the economic front, the IMF forecasted a drop in Saudi's fiscal deficit to 1.7% of GDP in 2019 as a result of higher oil exports and growth in non-oil revenues that would likely offset spending on populist schemes. The fund also supported the government's plan of a balanced budget by 2023 in addition to the wide scale reforms and the introduction of VAT in the Kingdom. Globally, financial markets witnessed low single digit growth on the back of strong US market performance that was partially offset by weakness in European markets.

We will continue to utilize the cash prudently, taking advantage of attractive valuations in names expected to rerate on superior performance over the next 15 months.

Calendar Year Return

	UBHARGCC FUND	BGCC200 Index*	S&P GCC Index**
2018	6.80%		9.50%
2017	-2.81%		-2.70%
2016	1.33%	4.29%	-0.01%
2015	-4.58%	-13.76%	-17.43%
2014	6.90%	0.40%	-2.51%
2013	26.20%	26.60%	25.01%
2012	3.40%	3.70%	3.18%
2011	-10.20%	-9.30%	-8.22%
2010	6.06%	8.95%	12.83%

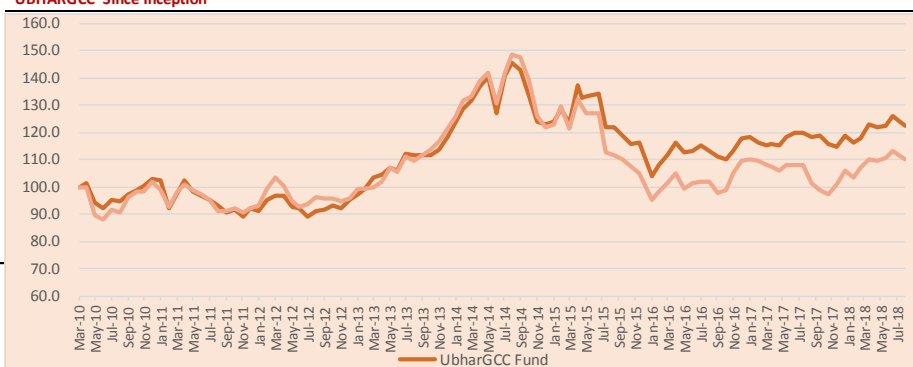
* BGCC200 Index was the previous benchmark for the Fund

**On 1st September 2017, Bloomberg has discontinued the BGCC200 Index.

Consequently, from 1st September 2017, we have employed the S&P GCC Composite Index to measure performance of your Fund.

***S&PGCC index has been added into YTD performance of BGCC200 index

UBHARGCC Since Inception



Cumulative Returns

	(%)
YTD	6.8%
3m	0.3%
6m	5.4%
One Year	1.9%
Since Inception	33.4%

Country Exposure

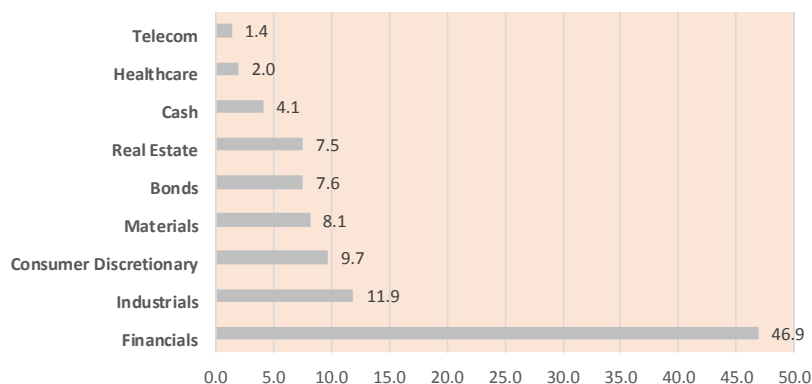
	(%)
Saudi Arabia	35.2%
UAE	29.1%
Oman	19.9%
Kuwait	9.3%
Qatar	2.6%
Cash	4.1%

Important Ratios

Sharpe Ratio	1.66
Annualized Volatility	7.48
Beta	0.67
Var 95% 1 month	2.62
Information Ratio	-1.64

Sector Exposure

%



Monthly Returns

	UBHARGCC FUND	S&PGCC Index	Diff%
Aug-18	-2.98%	-2.53%	-0.45%
Jul-18	2.77%	2.24%	0.53%
Jun-18	0.55%	1.13%	-0.58%
May-18	-0.78%	-0.45%	-0.33%
Apr-18	4.36%	2.90%	1.46%
Mar-18	1.57%	3.41%	-1.84%
Feb-18	-2.34%	-2.54%	0.20%
Jan-18	3.67%	5.31%	-1.64%
Dec-17	-0.75%	3.41%	-4.16%

For more details or subscription inquiries,

Ubhar Capital SAOC

P. O. Box 1137, Postal Code 111
Sultanate of Oman
Tel: +968 24 949 026/27
Fax: +968 24 949 099
Email: UbharGCCFund@u-capital.net
www.u-capital.net

Disclaimer: Disclaimer: This report has been prepared and issued by Ubhar Capital SAOC on the basis of publicly available information, internal data, and other sources considered reliable. Ubhar GCC Fund is an open-ended investment fund established and registered under the laws of Sultanate of Oman. While utmost care has been taken to ensure that the facts stated are accurate and the opinions given are reasonable, neither Ubhar Capital SAOC nor any of its employees shall be liable for the accuracy of the content herein. This Fact Sheet does not constitute an offer to buy or sell any Unit of the Fund or any security mentioned in this report. Please note that the past performance is not an indication for future performance.