

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 8,389,534
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:

International geopolitics and an expected oil output hike from OPEC shaped market performance for the month. In addition, there was downward pressure on Dubai Financial Market (DFM) and Abu Dhabi Stock Exchange (ADX) driven by noise surrounding Abraaj group provisional liquidation. Concerns were raised on the extent of exposure for a number of DFM /ADX listed companies. A lack of disclosures in the market led to further ambiguity surrounding the extent of damage from Abraaj; which led DFM to its biggest monthly decline of 4.8%. Followed by Abu Dhabi's ADX which fell by 1%. Oman's MSM shed a marginal drop of 0.8% without significant news. Qatar picked up by 1.6% as Fitch Ratings has revised Qatar's Outlook to stable from negative and affirmed its Long-Term Foreign-Currency Issuer Default Rating (IDR) at 'AA-' as the agency mentioned that Qatar has successfully managed the fallout from last year's rupture of trade, financial and diplomatic relations. The best performer for the month was Saudi Arabia's Tadawul which picked up by a thick 1.9% as the country exchange has been upgraded to an Emerging Market status by MSCI indices, backed by high expectations of a USD 40 bn influx from passive investors. The regional S&P GCC index climbed by 1.13% reflecting Tadawul's high weight in the index.

On the international front, the 'back and forth' related to the US tariffs war on Chinese goods and potentially on European exports has crippled the international scene. As a result, the MSCI World index slid by 0.17% for the month, while the Emerging Market index was down by 4.57%. Oil markets remained volatile after touching multi-week lows following reports Saudi Arabia and Russia may increase oil production to fill the gap created by a decline in production by Iran and Venezuela with Trump's call on banning Iranian oil sales.

Going forward, we will review the second quarter results to assess the impact of recent market events on bottom line growth and stability for the coming period. Post announcements we will rebalance our sectors' exposures.

Calendar Year Return

	UBHARGCC FUND	BGCC200 Index*	S&P GCC Index**
2018	7.10%		9.90%
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	7.1%
3m	4.1%
6m	7.1%
One Year	6.7%
Since Inception	33.6%

Country Exposure (%)

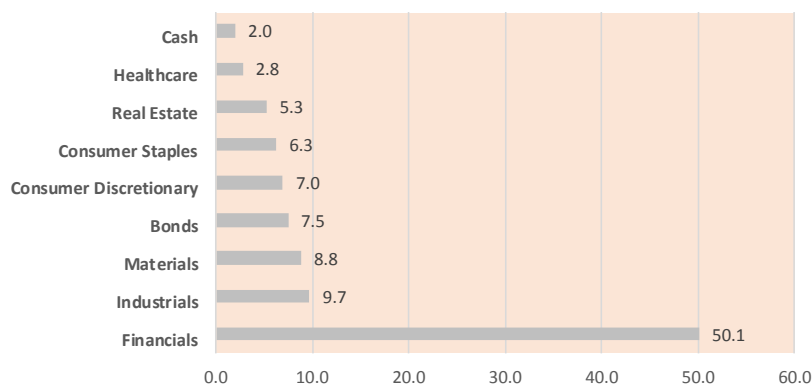
Saudi Arabia	39.2%
UAE	24.3%
Oman	19.3%
Kuwait	8.6%
Qatar	6.5%
Cash	2.0%

Important Ratios

Sharpe Ratio	2.35
Annualized Volatility	7.37
Beta	0.65
Var 95% 1 month	-0.65
Information Ratio	-1.46

Sector Exposure

%



Monthly Returns

	UBHARGCC FUND	S&PGCC Index	Diff%
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%
Nov-17	-2.86%	-1.53%	-1.33%
Oct-17	0.32%	-2.73%	3.05%

For more details or subscription inquiries,

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