

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 8,380,055
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:

The Saudi market defied the global and regional trends as well as the effect of ex-dividend prices, on FTSE inclusion. The market continued to perform strongly throughout the month both in terms of volumes as well as returns on investment, posting gains of 6.1%. All other GCC indices ended in the red zone, with MSM and DFM the worst performing markets on account of the effect of ex-dividend prices along with a drop in index heavyweights (Omantel in MSM and Emaar Properties in DFM). Meanwhile, the S&P GCC index posted a positive return of 3.4% as the index's major weight is based on KSA securities (**60%** of index weight).

The Saudi market's performance comes as a result of optimism following the upgrade by FTSE to Emerging Market status, expected to attract USD 5.5bn in passive funds. In the UAE, a weak real estate market weighed heavily on index heavyweights, leading to sharp declines during the month and continuing the negative track from the start of the year. In Qatar, despite the positive news of increasing foreign ownership limits on certain names, the reaction was not strongly felt on the index; dividend impact also effected this outcome.

This year's market performance thus far has showed the strength of the Saudi market and its rewards for recent changes to move away from oil. We believe in the selections we have in Saudi as well as the other GCC markets. However, we also believe that other GCC indices should not be trading at such a discount to KSA and we expect a catch up from those markets in the period ahead.

Calendar Year Return

	UBHARGCC FUND	BGCC200 Index*	S&P GCC Index**
2018	2.84%		6.13%
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%

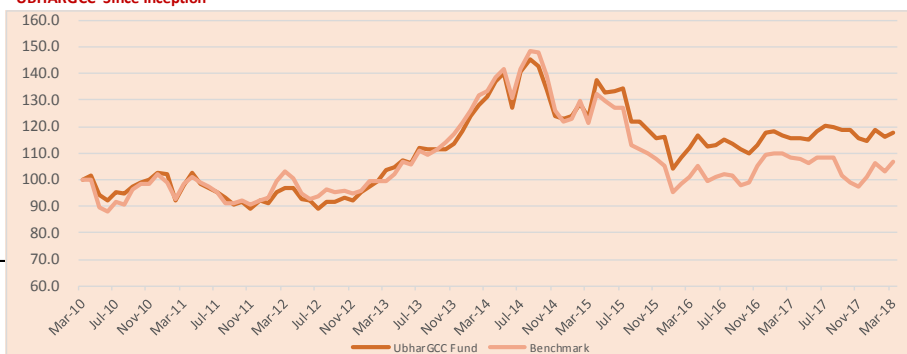
* BGCC200 Index was the previous benchmark for the Fund

** 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	2.8%
3m	2.8%
6m	-0.5%
One Year	1.3%
Since Inception	28.5%

Country Exposure (%)

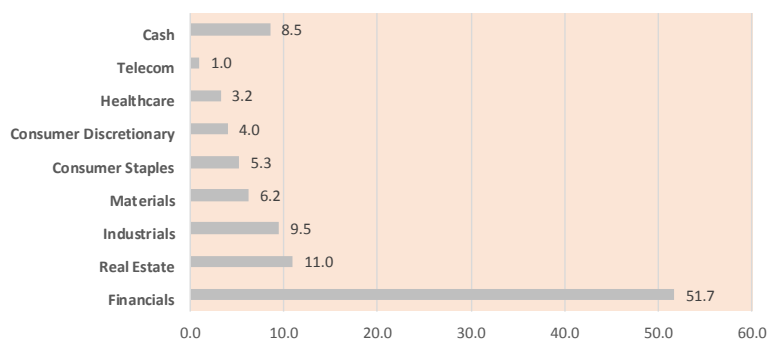
UAE	28.0%
Saudi Arabia	28.3%
Oman	18.2%
Qatar	9.1%
Cash	8.5%
Kuwait	7.9%

Important Ratios

Sharpe Ratio	2.13
Annualized Volatility	7.41
Beta	0.70
Var 95% 1 month	-0.57
Information Ratio	-2.79

Sector Exposure

%



Monthly Returns

	UBHARGCC FUND	S&PGCC Index*	BGCC200 Index**	Diff%
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%
Sep-17*	-1.27%	-0.60%		-0.67%
Aug-17	-0.05%		-0.06%	0.01%
Jul-17	1.57%		0.17%	1.40%

*On September 1st, 2017 Bloomberg discontinued the BGCC200 Index. Consequently, from September 1st, 2017 we have employed the S&P GCC Composite Index to measure performance of the Fund

** BGCC200 Index was the previous index for the Fund and been discontinued at the end of August 2017

For more details or subscription inquiries,

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