



Fund Manager Amwal LLC | www.amwalqa.com
Investment Team Afa Boran, CFA | Prashanth Uppuluri, CFA



2014
BEST ASSET MANAGER
IN QATAR
 EMEA Finance

Manager's Commentary

Driven mainly by excessive weakness in oil price, January was a uniquely weak month for regional stock markets. The Al Hayer GCC Fund declined by -8.1%, while S&P GCC Index was down -9.8% and the Bloomberg GCC Index was down -11.1%.

Oil is a very important driver of GCC economies accounting for some 85% of government revenues. We highly recommend investors read our detailed analysis on oil price outlook and resulting government spending, which will continue to be a key driver of equities. [Please click here for the report.](#)

In brief, we believe current weakness in oil prices to be excessive, because price of oil is currently below marginal oil producers' costs. Close to 25% of oil production costs are estimated to be above US\$ 45 per barrel with the marginal 10% production costing around US\$ 80. Hence we do not expect such weakness to last beyond the current inventory build-up. However, the oil price weakness will likely affect governments' thinking toward future spending, and prompt them to become much more conservative.

On the positive side, many stocks are now valued at discounted valuations (close to 2008 crisis levels). Unless oil price remains at the depressed levels we saw in January for long, we do not expect to see significant further downside in equities, although as we have witnessed recently high volatility will likely remain. It is important to remember that equities are long term investments. Equity investors are entitled to their share of the entire future profits of a company. Hence we recommend investors make their investment allocations based on long term expectations.

Fund Information

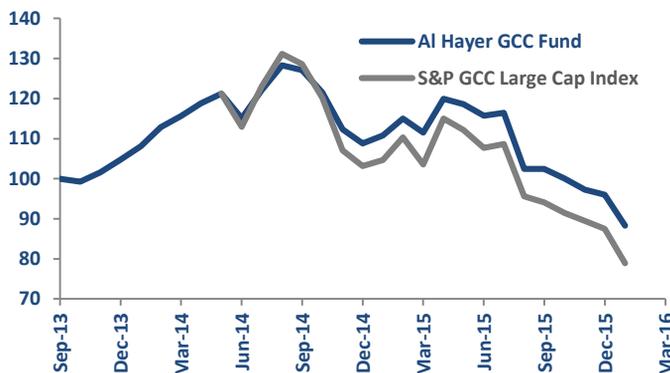
Fund NAV as of 31-Jan-2016	USD 88.29 per unit
Fund NAV as of 31-Dec-2015	USD 96.03 per unit
Fund AUM	USD 10.9 million
Fund Launch Date	23 September 2013
Fund Manager Inception Date	1 June 2014
Fund Type	Open ended
Subscription/Redemption	Monthly
Bloomberg Ticker	ALHAYER QD Equity
Investment Objective	Long term capital appreciation investing in listed GCC equities
Founder	Doha Bank Q.S.C.
Fund Manager	Amwal LLC
Management Fee	1.5%
Performance Fee	15% over 10% annual hurdle rate
Auditors	Ernst & Young Qatar
Custodian and Administrator	HSBC Bank Middle East Ltd

Performance Metrics

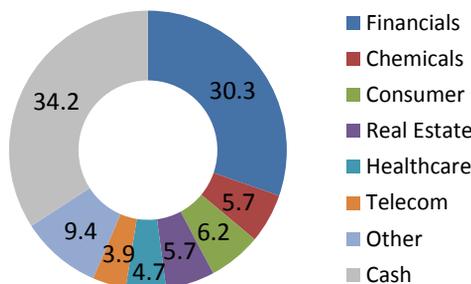
	Fund	Index
Return - January 2016	-8.1%	-9.8%
Return - 2015	-11.7%	-15.2%
Return Since Inception*	-27.1%	-34.9%
Volatility*	16.8%	21.8%

* Since 1 June 2014 when Amwal LLC started managing the fund.

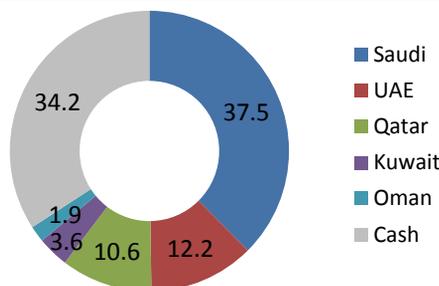
Performance Since Inception



Sector Weightings in %



Geographical Weightings in %



Disclaimer: The above information should not be considered an offer, or solicitation to deal in the subject fund. Investments in this fund are not deposits in, obligations of, or guaranteed or insured by Amwal LLC (Fund Manager) or Doha Bank Q.S.C (Founder). Doha Bank Q.S.C is not responsible for the accuracy of the above quantitative and qualitative statements. This investment is subject to investment risks including possible loss of the principal amount invested. Unit values may rise or fall and past performance is not indicative of future performance. Investors should read the Articles of Association and Prospectus and seek relevant professional advice before making any investment decisions.

The Fund is licensed by the Qatar Central Bank (license number IF/15/2011), and registered with the Ministry of Business & Trade (registration number 57402). Amwal LLC is authorised by the Qatar Financial Centre Regulatory Authority. The Fund is not QFC-registered, and investors may not have the same access to information as a QFC-registered collective investment scheme. The Fund is not regulated by the QFCRA, and its prospectus and related documents have not been reviewed or approved by the QFCRA. Recourse against the Fund and related parties may have to be pursued in a jurisdiction outside the QFC.