

Al Mal UAE Equity Fact Sheet

NAV Per Unit: AED 1.23



May 2019

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.

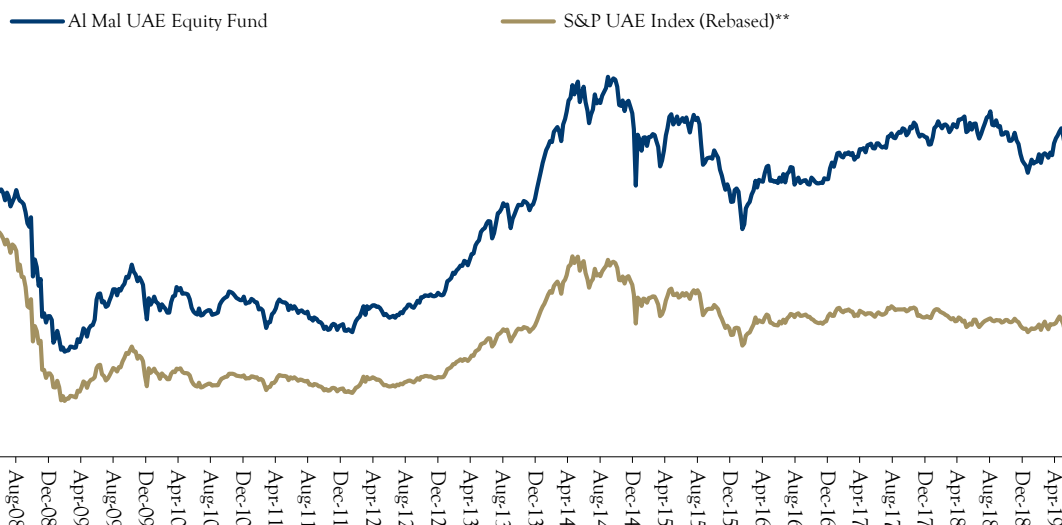
Key Terms:

Fund Manager	Charles-Henry Monchau, CFA Vrajesh Bhandari, CFA
Inception Date	5th April 2006
Fund Registration	UAE
Currency	AED
Fund Size	AED 38mn
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

Performance Yearly	Fund	Benchmark	Relative Perf.
2019	5.4%	-1.3%	6.7%
2018	-5.7%	-7.7%	2.0%
2017	7.8%	-1.6%	9.4%
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.	37.6%	-44.1%	81.7%

Performance ¹	Fund	Benchmark ²	Relative Perf.
1 Month	-4.4%	-10.0%	5.6%
YTD*	5.4%	-1.3%	6.7%
1 Year	-5.0%	-4.4%	-0.6%
3 Years	13.5%	-4.0%	17.5%
5 Year	-16.1%	-35.5%	19.4%
Since Inc.	37.6%	-44.1%	81.7%

Performance



* As of 29th of May 2019

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

¹ Performance is net of fees; 3-year and 5-year return is cumulative

²S&P UAE Composite Index

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Fund Manager Commentary:

The S&P UAE Index lost 10% last month taking the year to date return in negative territory. Dubai did marginally better than Abu Dhabi. The Fund limited the damage with a decline of 4.4% resulting in the year to date outperformance growing to 670 basis points.

Aldar reported a good set of Q1 results. Off plan sales jumped to AED 1bn, driven by the Alreeman project, where 80% of units launched have been sold. The hospitality segment benefitted from Special Olympics and IDEX events in Abu Dhabi. In related development, the government has received 6,000 applications for long-term visas from investors and entrepreneurs under the new long-term residency program. The number is small but has the potential to grow and would benefit the local economy, in particular the real estate sector.

The UAE central bank revised down its 2019 growth estimate to 2% compared to its previous estimate of 3.5%. This compares to IMF growth estimate of 2.7%. Oil GDP growth has been revised downward to 2.7% from 3.7% previously while non-oil economy is now forecasted to grow by 1.8% against earlier estimate of 3.4%. We note the CB goes on to say 'The announced fiscal stimulus packages and the new investment law will encourage economic growth, increase consumption, reinvigorate the property market, and improve the labor markets as the investors and consumer sentiments continue to solidify'

The ruler of Dubai has unveiled the UAE 'Golden card' for permanent residency scheme. 6800 selected investors and residents are identified worth an estimated AED100bn existing investment, in aggregate. This comes at a time when, according to latest reports – average apartment and villa prices in Dubai are down 20% from the level in September 2015 to AED 1.7mn and AED 4.5m respectively. Exact criteria for the visa are yet to be made public, but government hopes to generate foreign investment, encourage entrepreneurship, and attract top engineers, scientists and students.

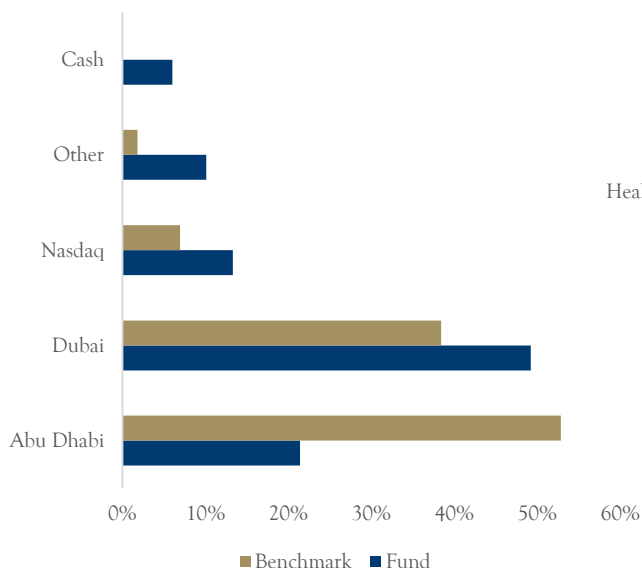
Top Portfolio Holdings	% of Fund
Emirates NBD	11.5
Dubai Islamic Bank	10.2
Abu Dhabi Commercial Bank	9.1
Total # of Holdings	13

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

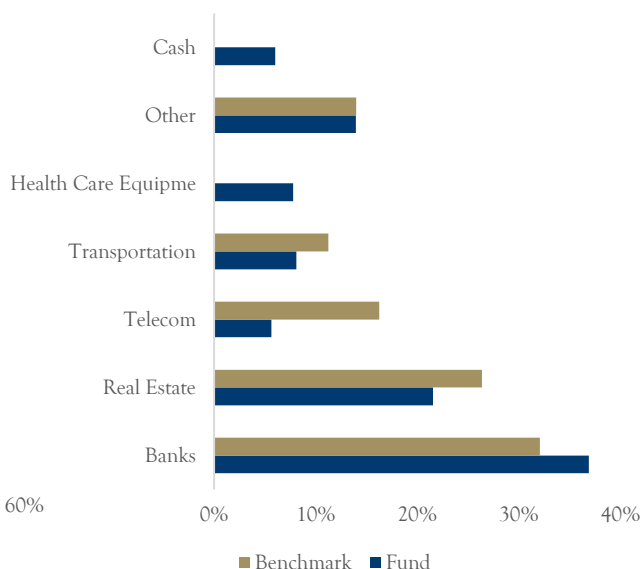
Fund Characteristics ²	Fund	Benchmark
Standard Deviation	19.2%	21.1%
Sharpe Ratio	-0.29	-0.47
Beta	0.87	
Tracking Error	6.4%	
Information Ratio	0.69	

² Calculated using 5-year weekly data

Geographic Allocation



Sector Allocation



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