

GCC Market I Equity Kamco GCC Opportunistic Fund

Factsheet I December 2020

Fund Information

Benchmark

S&P GCC Composite

Domicile

Bahrain

Launch Date

April 2013

Structure

Open-Ended

NAV

USD113.88

Current Fund Size

USD 7.28mn

Base Currency

United States Dollar (USD)

Initial Investment

USD100,000

NAV Frequency

Weekly

Initial Charge

2%

Fees

Management	1.5% p.a.
Custodian	0.05% p.a.
Performance	20% over 15%
Redemption	0%

Selling Agent

United Gulf Bank

Auditors

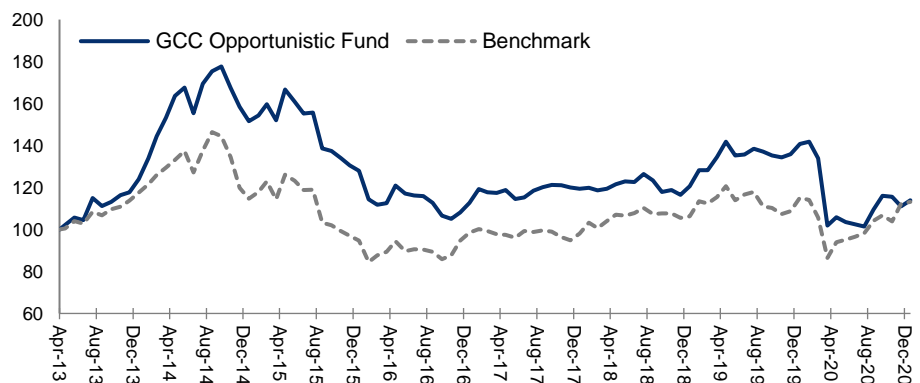
KPMG Bahrain

Fund Objective & Strategy

Fund seeks to achieve opportunistic, short term, high risk performance by investing primarily in shares of companies listed or to be listed in the stock exchanges of the GCC countries. As an opportunistic fund, security selection is tactical in nature with a

combination of deep value and momentum. The geographic and sector allocation is based on a combination of available opportunities, diversification, and risk considerations in line with the fund's Articles of Association and Prospectus.

USD100 Invested Since Inception



Cumulative Returns

	1 M	3 M	6M	YTD	1 Y	3Y	5Y	S.I.
Fund	2.6%	-1.9%	11.1%	-19.1%	-19.1%	-4.6%	-11.0%	13.9%
Benchmark	0.7%	5.9%	17.1%	-1.7%	-1.7%	15.3%	19.5%	13.1%
Difference	1.9%	-7.8%	-6.0%	-17.4%	-17.4%	-20.0%	-30.5%	0.8%

Yearly Performance Ending 31st December

	2014	2015	2016	2017	2018	2019
Fund	22.2%	-15.6%	-11.9%	5.9%	1.0%	16.7%
Benchmark	-2.5%	-17.4%	4.2%	-0.5%	8.4%	8.3%

Statistics over 5 years

Tracking Error	Beta	Information Ratio	Sharpe Ratio	Standard Deviation
10.1%	0.81	-0.69	nm	15.8%

Fund Manager

Kamco Investment Company

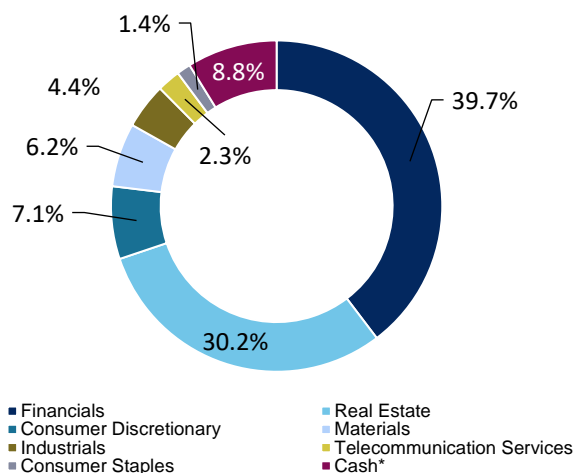
Mahmoud Tifouni

Director

Eisa Al Hasawi

Vice President

Sector Distribution



Top Five Fund Holdings

Emaar Properties

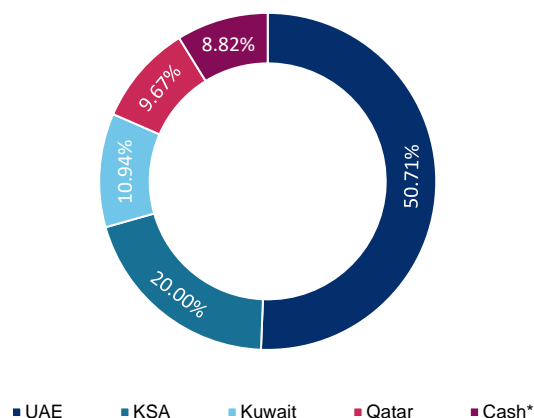
Dubai Investment

Dubai Islamic Bank

Emaar Development

Qatar National Bank

Geographic Breakdown



Market Commentary

Global equities closed at a record high in 2020 despite the COVID-19 pandemic. In the US, the solid market performance was underpinned by the loose monetary policy and strong performance of the technology sector. Accordingly, both the S&P 500 and Dow index leapfrogged 16.26% and 7.25% respectively during the year. Elsewhere, despite the uncertainties, the MSCI EAFE index (which represents developed markets ex North America) gained 5.43% while the MSCI Emerging Markets index soared 15.84% in 2020. These gains were amplified by a weaker USD as DXY index eased 7.1%. On the natural resources front, the Bloomberg Commodities index corrected by 3.5% in 2020 as the pandemic adversely impacted the demand for basic materials. Finally, Brent oil fell by 21% during the year

as a sharp plunge in demand was only partly offset by aggressive supply cut measures by OPEC+ bloc.

Moving to the GCC, the MSCI GCC Index returned negative 3.65% in 2020- partially weathering weaker oil and geo-political headwinds. The Saudi Arabian index returned 3.6% and was the best performing market in the region. On the contrary, Kuwait performed the worst with a return of -11.7% as it relinquished a part of 2019 gains. The performance of Kuwaiti market was adversely impacted due to the challenging macro backdrop, driven by lower oil prices, and even the MSCI inclusion only offered a partial offset. In the Emirates, Dubai and Abu Dhabi returned -9.9% and 0.6% respectively. For a consecutive second year, the Qatar Index

remained muted with a gain of 0.1%. Other weaker links in the GCC were Oman and Bahrain as both markets lost 8.1% and 7.5% respectively.

For the year 2021, our outlook for the GCC countries remains mixed due to the adverse impact of the moderate energy prices- restricting the fiscal space- but supported by a strong non-oil recovery in the post-pandemic world. Although the regional markets have lagged global equities the valuations remain on the higher side. Overall, we expect the GCC markets to deliver muted low single digit returns in 2021. Accordingly, our strategy for alpha generation is by positioning the markets selectively and opportunistically in the UAE, Saudi and Qatar.

Past performance is not a guide to future returns. All the information contained in this document is believed to be reliable but may be inaccurate or incomplete. A full explanation of the characteristics of the investment is given in the prospectus. Any opinions stated are honestly held but are not guaranteed. The outlook expressed in this fact sheet represents the views of the fund manager at the time of preparation and are not necessarily those of the Kamco Invest as a whole. They may be subject to change and should not be interpreted as investment advice. The document is meant for financial promotion and does not provide you with all the facts you need to make an informed decision about investing and hence is not intended to constitute investment advice. The information provided should not be considered as a recommendation or solicitation to purchase, sell or hold these securities. It should also not be assumed that any investment in these securities was or will be, profitable.