

Fund Objectives

The primary objective is to achieve capital appreciation primarily through investments in equities listed in GCC and Sukuks as per the Shariah principles and guidelines.

Fund Overview & Performance

| NAV (OMR) | 0.910 | | |
|------------------|-----------------|-----------|----------------|
| Fund Size: OMR | 5.11mn | | |
| Returns | Al Kawthar Fund | Benchmark | Outperformance |
| YTD | 5.2% | 5.8% | -0.6% |
| 1 Month | 1.0% | 0.7% | 0.3% |
| 3 Month | -1.4% | -1.0% | -0.4% |
| 1 Year | 5.2% | 5.8% | -0.6% |
| 5 Year* | -0.8% | -1.5% | 0.7% |
| Since Inception* | -0.8% | -0.3% | -0.5% |
| * Annualised | | | |

Risk Measures

| | Fund | Benchmark |
|------------------------|-------|-----------|
| Standard Deviation (%) | 12.8 | 15.4 |
| Sharpe Ratio | -0.2 | -0.1 |
| Beta | 0.78 | 1.0 |
| Information Ratio | -0.11 | |
| Alpha % (annualised) | -1.7 | |

For the period since inception

Risk Free Rate is assumed as 5% per annum for the period

Investor Information

| | |
|--------------------------|--------------------------------------|
| Inception: | September -2013 |
| Investment Manager: | TANMIA |
| Custodian: | National Bank of Oman |
| Shariah Advisor: | Ratings Intelligence |
| Benchmark: | S&P GCC Shariah Index (customised) |
| Investment Manager Fees: | 1.5% per annum |
| Performance Fees: | 15% over 10% returns per annum |
| Administrative Fees: | 0.30% |
| Redemption Fees: | 3% upto 1 year and 1.5% upto 2 years |
| NAV Publication: | Weekly |
| Minimum Subscription: | 100 units |
| Currency: | OMR |

Comments

Market Update:

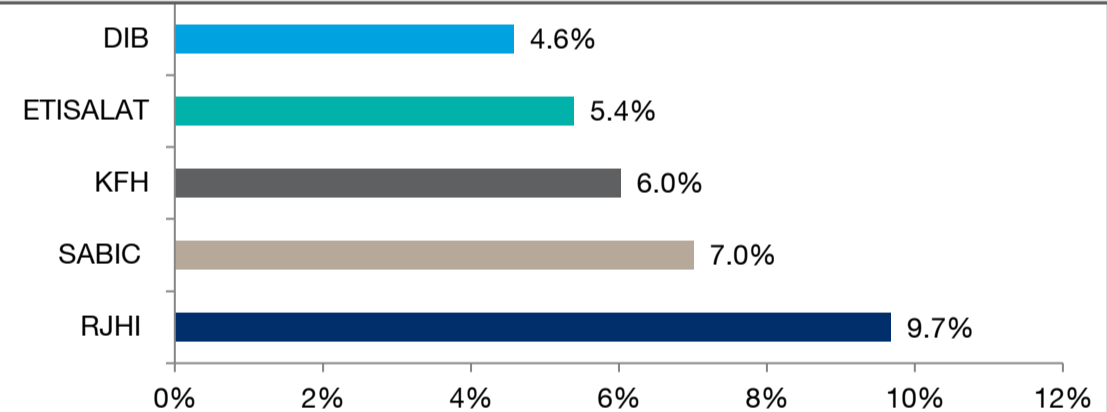
2018 remained a volatile year for GCC markets with December seeing an extension of this trend. Falling oil prices (Brent down 8.4% in Dec and 19.6% in 2018), trade wars, geo-political issues and concerns over slowdown in global economy weighed on investor sentiment in 2018. Most global markets including S&P 500 (-6.2%), Dow (-5.6%), MSCI EM (-16.6%), MSCI World (-10.4%), Shanghai (-24.6%) and key European markets ended negative in 2018.

In the region, Abu Dhabi was the best performer in December, up 3.0% and ended 2018, up 11.8%. Saudi rose 1.6% for the month and 8.3% YTD, Bahrain was up 0.6% for December and 0.4% for 2018. On the other hand, Dubai continued its slide due to continued woes in real estate, down 5.2% in December and 24.9% for 2018. Qatar which was one of the best performers in the world in 2018 with returns of 20.8%, cooled off a bit in December (down 0.6%). Kuwait All Shares rose 5.2% in 2018 buoyed by upgrade to EM; however fell 0.6% in December. MSM extended its losses and was down 2% for the month and 15.2% for 2018.

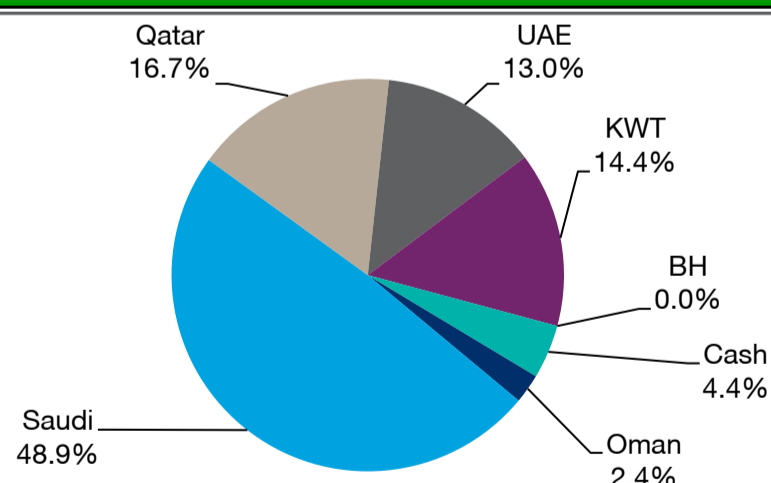
Going forward, the markets could remain challenging and take direction from the global trends and oil prices movement. However, KSA may continue to remain firm ahead of the key index inclusion. Stock specific movements in high yield stocks cannot be ruled out.

Fund Performance:

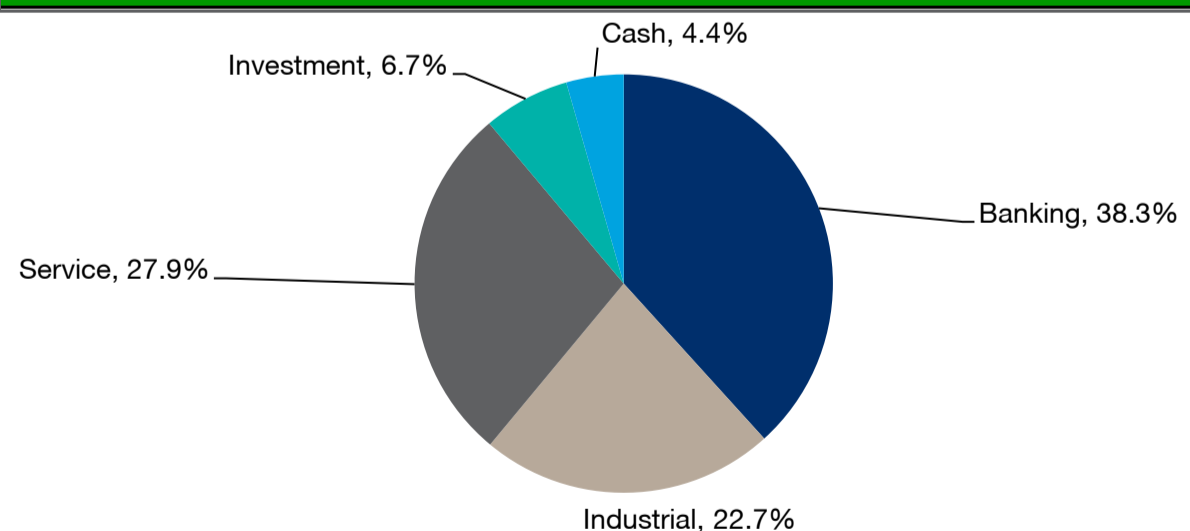
The fund increased 1.0% during the month and outperformed the S&P benchmark. However for the year 2018, the fund has gained 5.2% almost inline with the benchmark gain of 5.8%. The underweight Qatar strategy restricted fund performance in 2018, as the Qatar market rose 20.8%, ahead of fundamentals and expectations.



Country Allocation



Sector Allocation



Fund Management Team

| | |
|---------------------|---|
| Ahmed Said Kashoob | Deputy Head of Investments - Public Markets |
| Huzaifa Suratwala A | Fund Manager |
| Jayesh Nair | Senior Researcher |
| Muna Al Saadi | Associate |
| Issa Al Harthy | Financial Analyst |
| Nisreen Al Balushi | Financial Analyst |

Contact Information

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