

Monthly Factsheets

June 2023

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Market Update

Global Markets

Global markets experienced a strong recovery in June, concluding the second quarter of 2023 with gains. Regional divergence is becoming noticeably apparent. Within developed markets, some economies are showing signs of easing overall inflation, while others struggle with stubbornly high core inflation despite weaker oil prices amid slowing economic growth. On the other hand, employment data and the labor market remain resilient.

In the US, the Federal Reserve kept interest rates unchanged and raised its terminal rate forecast by 50 basis points. The possibility of rate hikes later in the year was not ruled out. US equities rallied on stronger than expected economic data and the suspension of the debt ceiling limit. The S&P 500 surged 6.5% in June, entering bullish territory, while the Dow gained 4.6%, and the Nasdaq rose by 6.6%.

European markets also rallied as the economic outlook for most economies improved, with recession fears easing. Services sector data showed promise, while industrial activity remained weak. Eurozone GDP declined 0.1% quarter-on-quarter in Q1 2023, indicating the region was in a technical recession. The ECB raised policy rates by 25 basis points, and inflation projections were revised upwards to 5.4% for 2023. The ECB indicated it was not done with its tightening policy. The CAC gained 4.2% for the month, while the DAX and FTSE rose 3.1% and 1.1% respectively.

The Japanese stock market continued its strong uptrend, with the Nikkei gaining 7.5% for the month, bringing H1 2023 gains up to 27.2%. The economy saw the first signs of inflation, potentially ending a long period of deflation and economic slowdown. In contrast, China's economic recovery since the lifting of COVID restrictions is falling below market expectations. In May, Chinese exports declined 7.5% year-on-year, while imports declined 4.5% year-on-year, indicating softening domestic activity. This led to the PBOC lowering the rate on one-year loans by 10 basis points. The Shanghai Composite closed flat for the month, while the Hang Seng and Sensex gained 3.7% and 3.3% respectively.

Commodity prices continue to remain under pressure. Crude prices remained volatile during the month but ended with gains. Saudi's oil production cut, improving demand from East Asian refiners, and expectations of

	MTD	YTD	P/E (x)
Commodities			
Brent spot	3.08%	-12.82%	-
Gold	-2.21%	5.23%	-
Leading Benchmarks			
S&P Global BMI	5.64%	11.92%	18.20
S&P Developed BMI	5.87%	13.04%	18.85
S&P Emerging BMI	3.68%	2.96%	13.70
S&P GCC Comp Index	3.06%	2.87%	16.37
S&P GCC Shariah Index	3.41%	6.06%	18.93
MSCI World	5.93%	13.99%	18.76
MSCI Emerging	3.23%	3.46%	12.91
MSCI GCC	2.80%	0.30%	15.55
Developed Equities			
Dow Jones	4.56%	3.80%	19.91
S&P 500	6.47%	15.91%	21.30
Nasdaq	6.59%	31.73%	39.14
FTSE	1.15%	1.07%	10.75
DAX	3.09%	15.98%	13.19
CAC	4.25%	14.31%	12.73
Emerging Equities			
Nikkei	7.45%	27.19%	32.32
Sensex	3.35%	6.37%	24.13
Shanghai	-0.08%	3.65%	14.37
Hang Seng	3.74%	-4.37%	9.69
KOSPI	-0.50%	14.66%	15.10
GCC Equities & Egypt			
Saudi Arabia	4.04%	9.36%	18.02
Abu Dhabi	1.53%	-6.47%	32.02
Dubai	6.02%	13.67%	9.20
Oman	3.07%	-1.84%	16.22
Kuwait	3.43%	-3.60%	17.30
Doha	-0.79%	-5.68%	12.15
Bahrain	-0.29%	3.30%	6.95
Egypt	0.97%	21.01%	8.81

strong gasoline demand in the US driving season supported prices. (Brent rose 3.1%.) On the other hand, industrial metals were mostly lower, with steel declining 13.2% and aluminum down 4.2%, while copper gained 2.8%.

GCC

GCC markets ended June mostly in the green, reflecting the optimism seen in global markets during the holiday-shortened trading month. The S&P GCC Index rose by 3.1%, driven by gains in the Dubai and Saudi indices. The Dubai General Index emerged as the best-performing market, experiencing a gain of 6.0% for the month and ending the first half of the year with an impressive increase of 13.7%. The strong performance was seen in sectors such as financials, real estate, and industrials. Additionally, trading volume increased by nearly 30% compared to May.

The Saudi index rose 4.0% in June, primarily driven by strong gains in the Software and Services, diversified financials, insurance, and consumer durables sectors. Notably, four initial public offerings (IPOs) were listed on the market during the month, including First Milling, Jamjoom Pharmaceuticals, Al Mawarid Manpower, and Morabaha Marina Financing. As the month ended with the market closure for Eid, trading volumes declined by 12.9% compared to the previous month. In terms of economic indicators, Saudi Arabia's non-oil GDP recorded growth of 5.4% in Q1 2023, while oil GDP rose by 1.4% year-on-year. The overall GDP growth for the quarter stood at 3.8%.

The Kuwait All Share index recorded a gain of 3.4% in June, driven by positive performance in the consumer staples, utilities, and real estate sectors. In Oman, the MSX 30 index rose 3.1%, primarily led by the financial and industrial sectors. Trading volume also saw a significant increase of 41.2% compared to the previous month. Oman announced several deals with the aim of becoming the largest exporter of hydrogen in the Middle East. Meanwhile, the Bahrain index declined by 0.3%, mainly due to decrease in the materials and industrial sectors.

The Abu Dhabi Index advanced by 1.5%, although trading volume was lower by 62% compared to the previous month. Gains were observed in the utilities and industrial sectors, while the telecom and energy sectors experienced declines. The International Monetary Fund (IMF) projects the UAE economy to grow by 3.6% in 2023, supported by tourism and capital expenditure.

On the other hand, the Qatar index continued to underperform regional peers, declining by 0.8% for the month. This was attributed to muted activity in market heavyweight stocks. While the insurance, telecom, and transportation sectors saw gains, losses in the industrial, real estate, banking, and financial services indices offset those gains.

Vision Funds

The Vision Real Economy GCC Fund rose 4.1%. The Sharia focused Vision Al Khair GCC Fund rose 4.6% for the month. Vision Focused Fund gained 3.2% for the month with its concentrated portfolio strategy.

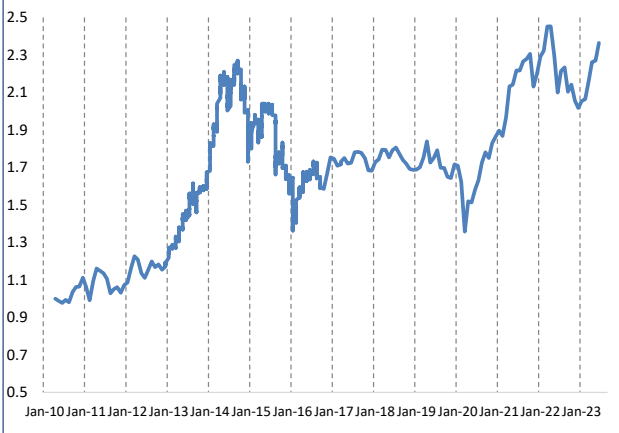
Outlook

Regional market momentum remains steady, supported by a stable macro environment and targeted deployment of capital expenditure. Investor sentiment in the global markets has gradually shifted from the pessimism to optimism supported by easing inflation and recession concerns. Corporate fundamentals in GCC markets indicate optimism, especially where large-scale project announcements have been made during the quarter. We recommend maintaining an investment strategy in fundamentally strong companies spread across the region should help mitigate the impact of medium-term volatility.

NAV (per unit)

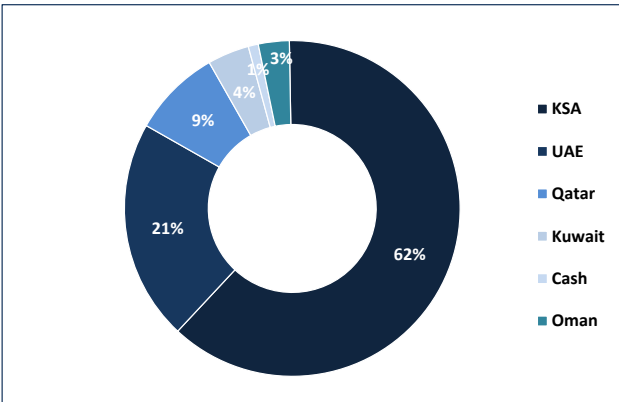
RO. 1.293 (USD. 3.357)

Performance Chart *

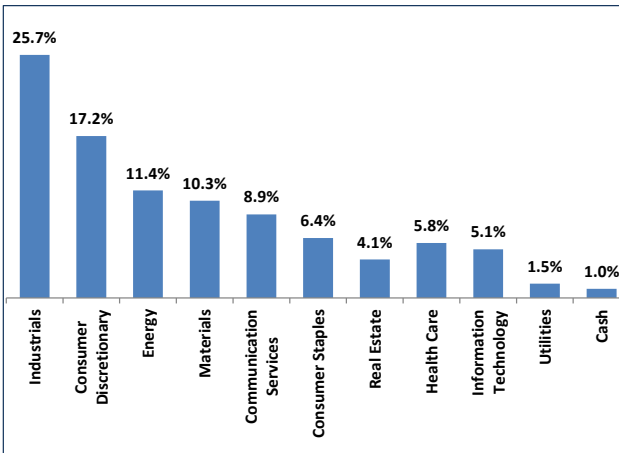


(* Adjusted for dividends, assuming dividends are reinvested)

Country Allocation



Sector Allocation



Fund Objective

The objective of the Fund is to achieve capital appreciation and income generation by providing its investors the opportunity to participate in the growth of Real Economy Sectors of GCC.

Fund Information

Date of Inception	April 14, 2010
Lipper ID	68053041
Bloomberg ID	VIREGCC OM
Investment Manager	Vision Capital SAOC
Custodian & Administrator	National Bank of Oman
Auditors	Moore
Fund type	Open Ended
Annualized Standard Deviation	13.9%
High/(Low) Monthly Return	11.87% (April 2020), -16.39% (March 2020)
Latest Dividend Paid	50 baiza (Mar 2023)
Total Dividend Paid	780 baiza

Top 3 Holdings

Scrip	Country	Allocation
Emaar Properties Pjsc	UAE	3.1%
Saudi Basic Industries Corp	KSA	3.0%
Etihad Etisalat Co	KSA	2.9%

Fund Performance *

Jun-23	YTD	3 Years	Since Inception
4.1%	17.2%	49.4%	136.3%

(* Adjusted for dividends, assuming dividends are reinvested). Sector allocation based on GICS Methodology

NAV (per unit) **RO 1.124 (USD 2.919)**

Performance Chart



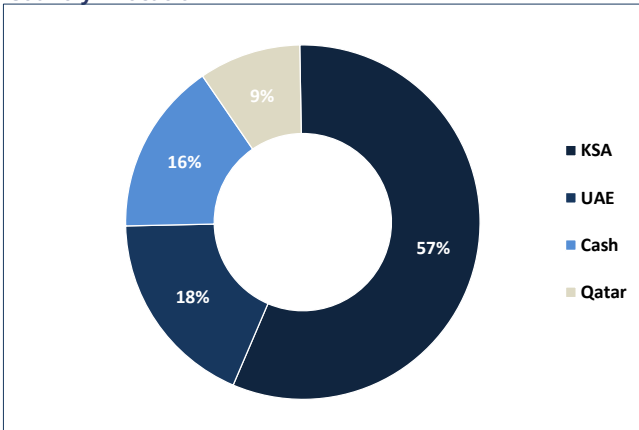
Fund Objective

The objective of the Fund is to pursue long-term capital growth by investing in a concentrated set of select stocks in the middle east equity market sphere.

Fund Information

Date of Inception	12-Jan-17
Lipper ID	68404006
Bloomberg ID	VISFGCC OM
Investment Manager	Vision Capital SAOC
Custodian & Administrator	National Bank of Oman
Auditors	Moore
Fund type	Open Ended
Annualized Standard Deviation	10.8%
High/(Low) Monthly Return	3.29% (July '17)/-4.32% (Nov '17)
Latest Dividend Paid	60 baiza (Feb 2022)
Total Dividend Paid	60 baiza

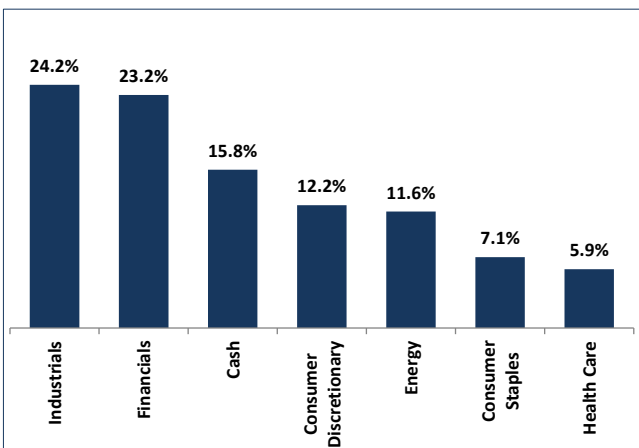
Country Allocation



Top 3 Holdings

Scip	Country	Allocation
Tanmiah Food Co	KSA	7.1%
Seera Group Holding	KSA	7.0%
Adnoc Logistics	UAE	6.9%

Sector Allocation



Fund Performance

Jun-23	YTD	3 Years	Since Incep.
3.2%	13.5%	59.7%	18.4%

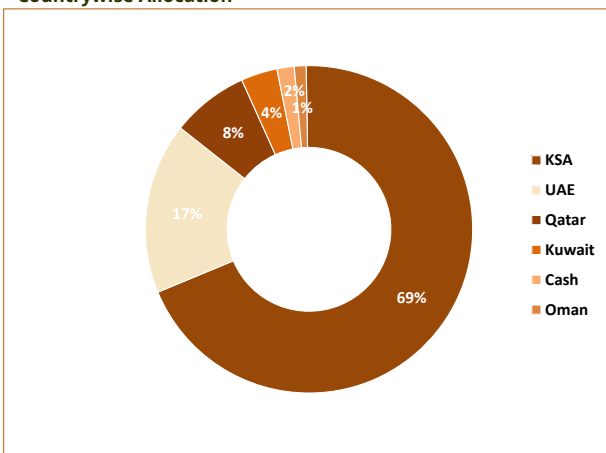
(* Adjusted for dividends, assuming dividends are reinvested). Sector allocation based on GICS Methodology.

NAV (per unit) **RO. 1.207 (USD. 3.135)**

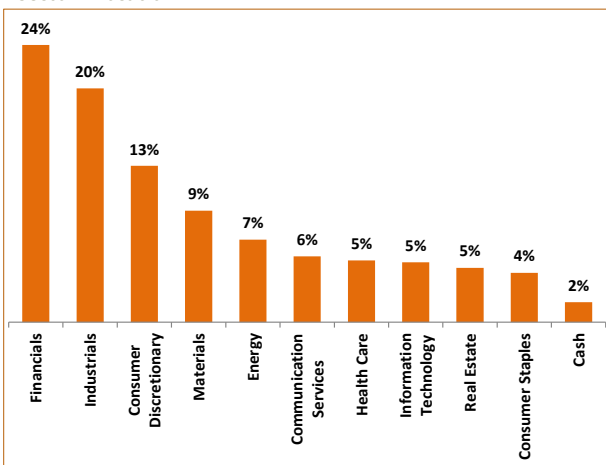
Performance Chart*



Countrywise Allocation



Sector Allocation



Fund Objective

The objective of the Fund is to achieve capital appreciation and income generation by providing its unit holders an opportunity to invest in the listed securities in the GCC economies that are compliant to Shariah principles. The Fund will follow a dynamic allocation policy with investments spread across a diversified range of industries in the GCC.

Fund Information

Date of Inception	May 15, 2013
Lipper ID	68212188
Bloomberg ID	VISAKGC OM
Investment Manager	Vision Capital SAOC
Custodian & Administrator	National Bank of Oman
Auditors	Moore
Shariah Advisor under AAOIFI	Shariyah Review Bureau W.L.L.
Fund type	Open Ended
Ann. Standard Deviation	11.0%
High / (Low) Monthly Return	8.98% (April 2020), -17.08% (March 2020)
Latest Dividend Paid	50 Baiza (Mar 2023)
Total Dividend & Bonus Paid	200 baiza (Dividend), 5% (Bonus)

Top 3 Holdings

Scrip	Country	Allocation
Alinma Bank	KSA	7.1%
Al Rajhi Bank	KSA	6.0%
Abu Dhabi Ports Co Pjsc	UAE	2.8%

Fund Performance*

	Jun-23	YTD	3 Years	Since Inception
	4.6%	15.3%	53.9%	51.0%

(* Adjusted for dividends, assuming dividends are reinvested). Sector allocation based on GICS Methodology.