MULTI-ASSET STRATEGY

FACT SHEET

30/09/2023

RASAMEEL

Investment Objective
The Multi-Asset Strategy allocates across multiple asset classes, including Equities, Sukuk and Precious metals. The Strategy is designed to generate strong risk adjusted returns through tactical asset allocation and alpha generating security selection.

Investment Manager
Rasameel Investment Company KSCC

Time Horizon
Longterm

Inception Date
24/02/2021

Base Currency
USD

Benchmark Index
S&P Target Risk Growth Index

Top Holdings

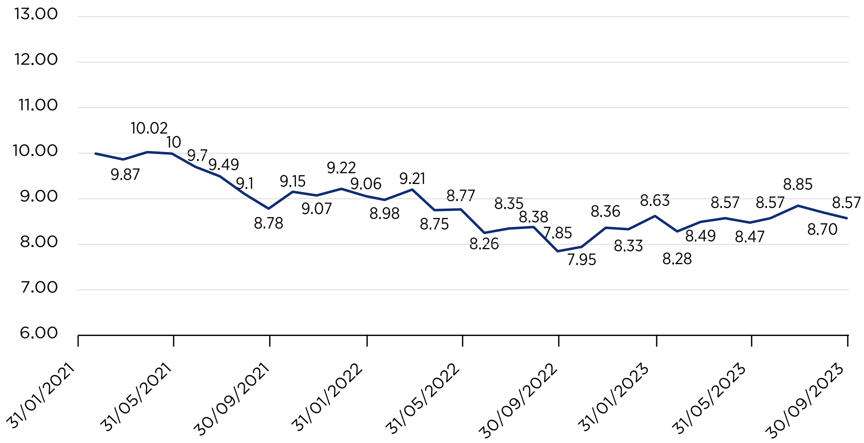
Company	Weight
SECO 5.5 04/08/44	9.4%
PHYS US	7.9%
QIBKQD 3.982 03/26/24	7.8%
ISDB 4.744 10/27/27	5.9%
ARAMCO 2.694 06/17/31	4.9%

Characteristics	Strategy
Dividend Yield	2.7%
TTM P/E	17.9
P/CF	14.1
YTM	5.6%
Duration	6.1

Returns	Strategy	Benchmark
MTD	-1.5%	-3.5%
YTD	3.6%	6.0%
ITD	-14.3%	-3.4%

Risk Statistics - 1Yr	Strategy	Benchmark
Std. Dev	8.6%	10.8%
Downside Risk	5.9%	7.0%
MC VAR	15.9%	17.1%
BETA (ex-post)	0.71	1.00
Correlation	0.89	1.00
Sharpe Ratio	0.89	0.75
IR	-0.09	NA

NAV

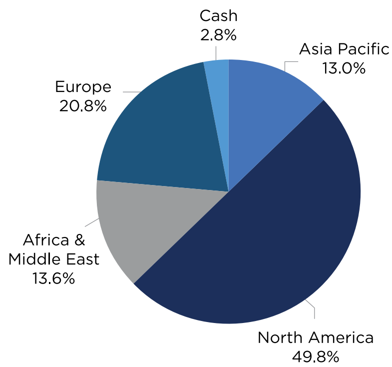


Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Benchmark
2023 (%)	3.6	-4.1	2.5	0.9	-1.2	1.2	3.3	-1.7	-1.5				2.9	6.0
2022 (%)	-1.7	-0.9	2.6	-5.0	0.2	-5.8	1.1	0.3	-6.3	1.3	5.2	-0.4	-9.7	-15.7
2021 (%)			-1.3	1.5	-0.2	-3.0	-2.2	-4.1	-3.5	4.2	-0.9	1.7	-7.8	8.4

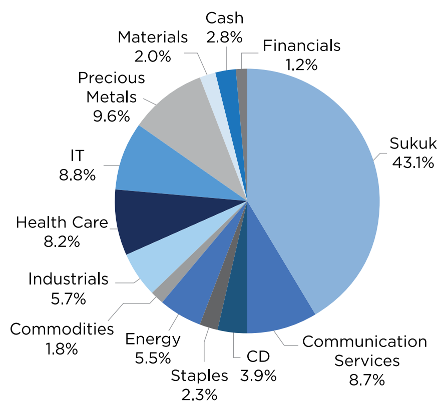
30 Day Top Contributers & Detractors

Contributers	Return	Cont.	Detractors	Return	Cont.
YCA LN	15.7%	0.55%	PHYS US	-5.5%	-0.45%
DNN US	17.9%	0.14%	SECO 5.5	-3.5%	-0.34%
GFS US	5.3%	0.09%	MALAYS 3.075	-7.3%	-0.26%
AMGN US	4.9%	0.08%	PSLV US	-9.3%	-0.17%
SHEL LN	4.1%	0.06%	JD COM	-10.5%	-0.15%

Geographic Breakdown



Sector Breakdown



The Strategy's NAV and performance reported above is derived as per data received from the strategy administrator. Security data and risk statistics are derived from Bloomberg. Past performance is not indicative of future returns.

Commentary

Rasameel's Multi-Asset Strategy closed the month slightly down 1.5%, but nicely ahead of the index which was down 3.5%. The equity markets were weak in September, with the S&P down some 4.9%. Bonds were also down as fears over high rates for longer hurt sentiment while the strong dollar hurt gold prices. All in, a tough month across most asset classes. The Strategy though outperformed nicely, with a few of our key stock picks working very well. The Strategy's exposure to uranium really helped performance with our overweight exposure in the commodity rising by some 16% over then month, up some 45% YTD, as the market started to price in a renaissance in the nuclear energy space. This is a longer-term theme, as we expect nuclear to form the backbone of the shift towards cleaner energy.

Yellow Cake (YCA LN) and **Denison Mines (DNN US)** fared well during the month with expectations of a power supply shortage in EU which saw Uranium miners, ETFs and spot prices rise on the back of this news and expectations. **Amgen (AMGN US)** saw healthy returns this month as the FTC settled its' issue with the company's takeover of Horizon Therapeutics on the back of US$27.8 billion takeover. **GlobalFoundries (GFS US)** rallied with expectations of positive tailwinds following the semiconductor debacle between US and China which should bring production to onshore US. Moreover, throughout the month we saw GFS sign a US$3.1B deal with the DoD for chip manufacturing. **Shell (SHEL LN)** had positive news flows during the month, with the company shelving a radical plan to offset carbon emissions and the selling of its' Home Energy unit in the UK.

With regards to detractors to the strategy during the month, **Sprott Physical Gold and Silver (PHYS US and PSLV US)** declined 5.5% and 9.3% respectively. This came as a result of rising treasury yields over the past month, which has weakened the outlook for precious metals. At the time of writing this commentary though, we believe precious metals should deliver positively to the strategy considering growing political turmoil and the expectation for rates to start coming off. Furthermore, **JD.com (JD US)** declined 10% as Chinese tech names suffered during the month. In fact, the tech heavy KraneShares China Internet ETF was down about 14% during the month. However, the stock now trades at a PEG ratio of 0.61, highlighting that future growth is priced rather cheaply for the stock, and we anticipate a rerating to the stock in the near term as growth stabilizes and global turmoil subsides.

Being overweight fixed income/sukuk and preciously metals has not worked well for us YTD. Both asset classes are down, relatively to equities which had a decent rally YTD. We still, however, believe in our thesis that the economy will slow and rates/yields will come off to the benefit off our sukuk holdings – we are just too early in this trade and hadn't expected inflationary fears to resurge so late in the cycle. The US economy has also proven more resilient. We do though, continue to see data weakening and market commentors are increasingly calling for a slowdown within the next 6 months, driven by the current high-rate environment. Longer term, we still expect the Fed will be back to quantitative easing and keeping nominal rates low, as the total level of debt (at c.260%) is too large to finance at current interest rates. Fiscal deficit spending is also unlikely to be constrained any time soon, as the government will continue to drive various programs, such as clean energy and 'build back better at home'. There is a need to reduce debt/GDP levels in time and the least painful way to do so is through increasing GDP and while inflating away the debt over time. Hence, our view that while fixed income is a good place for the moment, once we see lower rates, we would look to go back to being underweight fixed income. These lower rates are likely to coincide with a weaker dollar which will support gold, hence our overweighting to gold. So, while we have been early to overweight these two asset classes, we continue to believe in our positioning, especially when the sukuk exposure is proving a yield of c.5.8% with an average credit rating of A+.

Warning:

The past performance of any investment or a product is not a reliable indicator of future results and it cannot be relied upon for investment decision making.

List of service provider fees - Multi Asset Strategy (Strategy Level)	
Manager Fees	1%
Performance Fees	10% of the Strategy's annual returns that exceed the risk free rate + 3%
Strategy Controller Fees	0.0625%
Custodian Fees	0.0625%
Sharia Fees	KWD 1500/Year
Audit Fees	KWD 1500/Year
Share Registrar	KWD 1000/Year