

Investment Objective

Rasameel's Kuwait Strategy seeks to utilize investor wealth and benefit from the great opportunities in the local market. The actively managed strategy will hold high quality names listed on the premier market and main market.

Investment Manager

Rasameel Investment Company KSCC

Time Horizon

Longterm

Inception Date

01/02/2023

Base Currency

KWD

Top Holdings

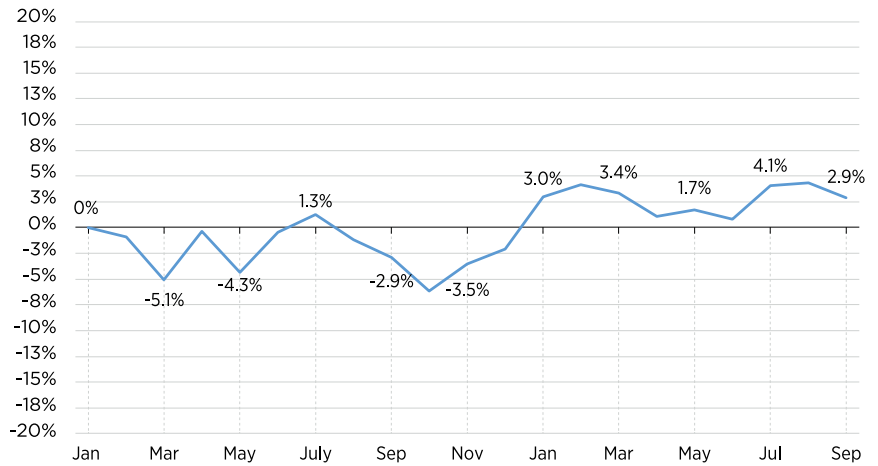
Company	Weight
KFH KK	28.1%
BOUBYAN KK	10.1%
ZAIN KK	8.3%
BPCC KK	5.0%
MABANEE KK	4.9%

Characteristics	Strategy
TTM P/E	16.5
P/B	1.6
P/CF	6.3
Dividend Yield	4.4%
Debt/Equity	1.37

Returns	Strategy (Gross)
MTD	-1.4%
YTD	5.1%
ITD	2.9%

Risk Statistics - 1Yr	Strategy
Std. Dev	8.1%
Downside Risk	6.1%
MC VAR	20.8%
Sharpe Ratio	0.27

Cumulative Performance

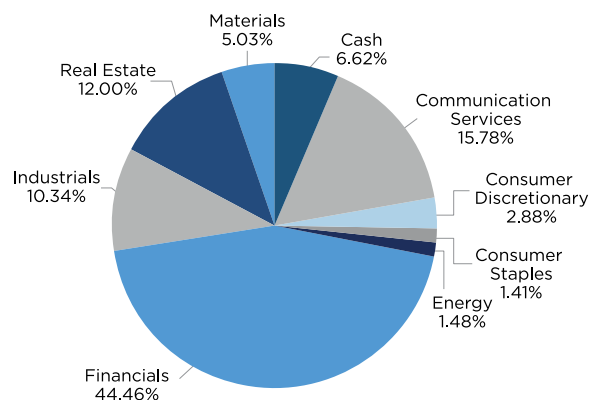


Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2024 (%)	5.2	1.2	-0.8	-2.2	0.6	-1.0	3.3	0.3	-1.43				5.1
2023 (%)		-0.9	-4.3	5.0	-4.0	4.1	1.7	-2.4	-1.8	-3.3	2.8	1.5	-2.1

30 Day Top Contributors & Detractors

Contributors	Return	Cont.	Detractors	Return	Cont.
ZAIN KK	3.8%	0.31%	AGLTY KK	-14.5%	-0.51%
AAYANRE KK	8.9%	0.20%	KFH KK	-1.5%	-0.42%
HUMANSFT	2.2%	0.06%	BOUBYAN KK	-3.1%	-0.31%
KRE KK	2.1%	0.04%	SHIP KK	-10.7%	-0.17%
OOREDOO KK	1.0%	0.03%	WARBABAN	-4.1%	-0.13%

Sector Breakdown



The performance shown above is gross of all fees and unaudited. Past performance is not indicative of future returns.

Disclaimer:

This document is prepared for promotional purposes. The performance stated above is based on reported NAV. Rasameel Investment Company hereby undertakes that it does not disguise, diminish or obscure important items from the investment subject of promotion.

Warning:

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Commentary

In September 2024, the Rasameel Kuwait Strategy declined by -1.4% as geopolitical tensions escalated and caused volatility in the markets. During the same period the Kuwait All Shares index registered a tiny 0.26% increase and the Kuwait Premier Market witnessed a -1.04% decline for the same period. The markets were anxiously waiting for the Feds decision on rate cuts and the Kuwait central banks decision, which followed immediately lowering rates to 4% in Kuwait. The markets however remained stable despite the cuts.

Among the contributors, **Mobile Telecommunications Company K.S.C.P. (ZAIN KK)** was up 3.8% for the month after the company announced a dividend of 10% cash for the first half of 2024, with the cum date being September 26, which pushed investors seeking the dividend to buy in attributing to the 3.8% gain. **A'ayan Real Estate Company K.S.C.P. (AAYANRE KK)**, a position in which we added to before the month, was up 8.9% for the month. The company is finalizing the acquisition of "Yal Mall," which will increase its ownership to 100%. This deal is expected to positively impact revenues and create new investment opportunities. Shareholders' equity will rise from 61.9 million KD to 82.4 million KD, with annual profits increasing by 1 million KD.

Among the detractors, **Agility Public Warehousing Company K.S.C.P. (AGLTY KK)** was the notable underperformer for the month, declining by 14.5%. The company's slump began in mid-August when it reported its earnings for H1 2024, revealing a 16.2% drop in profits. Investor sentiment has remained negative, compounded by concerns over Agility's recent decision to relocate half of its assets to Abu Dhabi. This move has sparked worries about the company's long-term future in Kuwait, as shareholders question whether the shift signals potential challenges in its home market or a strategic reorientation toward other regions. However, the company can pivot if they do announce clear plans going forward for the direction of the company. **Kuwait Finance House K.S.C.P. (KFH KK)** and **Boubyan Bank K.S.C.P. (BOUBYAN KK)** experienced modest declines of 1.5% and 3.1%, respectively. These drops followed the Central Bank of Kuwait's recent decision to cut interest rates by 25 basis points, bringing the rate down to 4%. The banking sector's recent profits had been bolstered by the previously higher interest rates, which supported their lending margins. However, with the rate cut, there is concern that these margins may narrow, potentially leading to a decrease in profitability in the upcoming quarter.

The outlook for the Kuwaiti stock market remains mixed amid ongoing geopolitical tensions in the region, which have kept investors cautious. While the market has shown some resilience, any escalation could trigger increased volatility, especially if Kuwait or the GCC becomes directly involved. The Central Bank of Kuwait's recent interest rate cut adds further uncertainty, potentially impacting bank profits and overall market sentiment. Investors are expected to remain selective, focusing on quality stocks while navigating short-term headwinds.

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