

Rasmala Global Sukuk Fund



August 2015

Investment Objective

The Luxembourg domiciled, UCITS compliant, Rasmala Global Sukuk Fund ("Fund") invests in a portfolio of Sharia'a compliant assets comprised primarily of investment grade government, government related and corporate sukuk diversified by geography, sector and issuer. The Fund is dynamically managed and targets both income and capital appreciation. The Fund expects to distribute semi-annual dividends around the 30th June and 31st December.

Market Performance

August was a challenging month for both GCC equity and fixed income markets as growing concern over slower economic growth in China, lower for longer oil prices, uncertainty surrounding the timing of a US interest rate rise and thin market conditions, resulted in a sharp spike in market volatility. Nervous investors started to panic and finally capitulated when China's central bank devalued the Renminbi with the action viewed as a clear sign that the Chinese economy is in dire straits. The move by China rippled across emerging FX markets and wiped trillions of US dollars off the valuation of global equity markets on "Black Monday".

The Fund's soft absolute and relative August performance was primarily due to the underperformance of emerging market holdings (Turkey and Indonesia) as well as longer duration exposure to SECO which we continue to hold due to the steepness of the credit curve. The Fund's weighted average duration remains broadly unchanged at 3.49 years (July 3.38 years) versus the benchmark of 4.55 years. The weighted average yield to maturity increased to 3.92% (July 3.52%) primarily due to the lower cash levels and higher sukuk yields while the average credit rating remained unchanged at Baa2.

Market Outlook

September will be crucial as markets digest the outcome of the Fed meeting on the 17th September which was earmarked by many as the beginning of a US rate rise cycle following a period of steady US economic data. This bullish view should be juxtaposed against slowing global growth, tightening financial conditions, heightened market volatility and little evidence of inflationary pressure. Despite Yellen's dovish tone at the press conference which followed the Fed rates announcement, there remains a willingness within the Fed to normalize the US interest rate environment once market volatility subsides and there is clarity with respect to the trajectory of the Chinese economy.

Fund Performance (%)

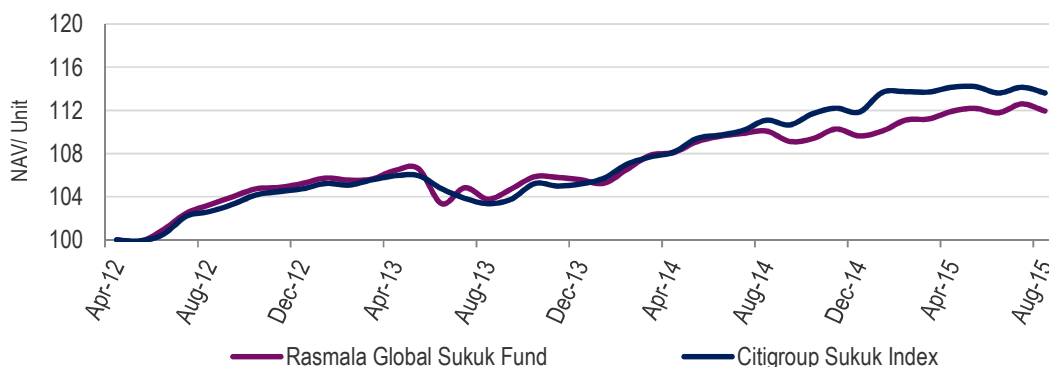
| | August 2015 | Year-to-Date | 2014 | 2013 | 2012 | Annualised S.I. ² |
|--|-------------|--------------|-------|-------|------|------------------------------|
| Rasmala Global Sukuk Fund ¹ | -0.58 | 2.11 | 3.85 | 0.33 | 5.23 | 3.44 |
| Citigroup Sukuk Index | -0.46 | 1.58 | 6.33 | 0.43 | 4.73 | 3.90 |
| Relative Performance | -0.12 | 0.53 | -2.48 | -0.11 | 0.50 | -0.46 |

Cumulative Performance (%)

| | 1Y | 2Y | 3Y | Since Inception ² |
|--|-------|-------|-------|------------------------------|
| Rasmala Global Sukuk Fund ¹ | 1.69 | 7.87 | 8.42 | 11.95 |
| Citigroup Sukuk Index | 2.28 | 9.93 | 10.71 | 13.62 |
| Relative Performance | -0.59 | -2.06 | -2.30 | -1.67 |

Source: Rasmala's internal performance measurement team, Bloomberg.
¹Performance is net of fees based on Distribution Share Class in USD as of 31st August 2015.
²Inception date of performance measurement period is 30th April 2012.

Performance Graph



Fund Information

| | |
|---------------------------|----------------------------|
| Asset Type | Fixed Income |
| Fund Currency | USD |
| Fund Size | USD 39.61 million |
| Domicile* | Luxembourg |
| Custodian | KBL European Bankers S.A |
| Administrator | Kredittrust Luxembourg S.A |
| Inception Date | February 24, 2014 |
| Structure | Open-Ended |
| Number of Holdings | 35 |
| Subscription Frequency | Daily |
| Redemption Frequency | Daily |
| Lock Up | None |
| Official NAV/unit | 100.4816 |
| Management Fee | 0.85% |
| Min. Initial Subscription | 500 |
| Min. Add. Subscription | 100 |
| ISIN Number | LU1039506784 |
| Valor Number | CH23768648 |
| Bloomberg Ticker | RASGLIU LX |

*Prior to 24th February 2014, this Fund was domiciled in the Cayman Islands and followed a similar investment strategy. The performance figures contained herein therefore reflect those of the Cayman Fund prior to 24th February 2014. The inception date of the Cayman Fund is 30th April 2012.

Fund Manager

Doug Bitcon

Risk Metrics**

| | |
|--------------------|------|
| Modified Duration | 3.49 |
| Average profit % | 3.92 |
| Average Rating | Baa2 |
| Standard Deviation | 2.82 |

**Based on performance data since inception date.

Income Distribution History

| USD/Unit | Jan | July |
|----------|------|------|
| 2013 | 3.00 | 1.50 |
| 2014 | 1.50 | 2.00 |
| 2015 | 1.50 | 1.50 |

Rasmala Global Sukuk Fund



August 2015

Geographic Allocation (%)

| | Weight | Index |
|----------------|--------|-------|
| Dubai | 46 | 15 |
| Turkey | 16 | 10 |
| Saudi Arabia | 9 | 12 |
| Luxembourg | 7 | 0 |
| Indonesia | 5 | 12 |
| Qatar | 5 | 12 |
| Malaysia | 4 | 8 |
| Sharjah | 4 | 3 |
| Cash | 2 | 0 |
| Ras al Khaimah | 1 | 3 |
| United Kingdom | 1 | 0 |
| Others | 0 | 25 |

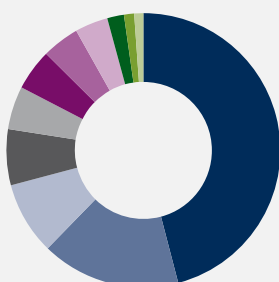
Sector Allocation (%)

| | Weight | Index |
|----------------|--------|-------|
| Banks | 27 | 20 |
| Real Estate | 18 | 4 |
| Utility | 10 | 12 |
| Sovereign | 7 | 40 |
| Airlines | 7 | 0 |
| Insurance | 7 | 0 |
| Education | 5 | 0 |
| Telecoms | 4 | 2 |
| Investment Co | 4 | 1 |
| Transport | 3 | 3 |
| Retail | 3 | 2 |
| Oil Production | 2 | 2 |
| Cash | 2 | 0 |
| Conglomerate | 1 | 1 |
| Others | 0 | 13 |

Credit Rating

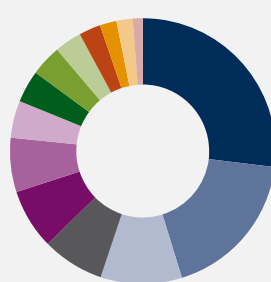
| Credit Rating | % |
|---------------|----|
| Aa1 | 0 |
| Aa2 | 3 |
| Aa3 | 6 |
| A1 | 7 |
| A2 | 2 |
| A3 | 4 |
| Baa1 | 4 |
| Baa2 | 29 |
| Baa3 | 23 |
| Ba1 | 4 |
| Ba2 | 4 |
| B1 | 3 |
| B2 | 11 |
| C | 0 |

Geographic Allocation (%)



- Dubai
- Turkey
- Saudi Arabia
- Luxembourg
- Indonesia
- Qatar
- Malaysia
- Sharjah
- Cash
- Ras Al Khaimah
- United Kingdom

Sector Allocation (%)



- Bank
- Real Estate
- Utility
- Sovereign
- Airlines
- Insurance
- Education
- Telecoms
- Investment Co
- Transport
- Retail
- Oil Production
- Cash
- Conglomerate

Contact Information

Rasmala Investment Bank Ltd.
Dubai International Financial Centre
The Gate Village
Building 10, Level 1
P.O. Box 31145
Dubai, United Arab Emirates
Tel: +971 (4) 363 5600
Fax: +971 (4) 363 563

Eric Swats, CFA
Head of Asset Management
Email: eric.swats@rasmala.com

Rasmala Client Service
Email: clientservice@rasmala.com

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