

Al Watani Fund (for Qatari) - Monthly Report for December 2021

Investment Objective

The primary aim of Al Watani Fund is to outperform the benchmark S&P Index while seeking to reduce the risks associated with the investment

Total Net Asset value (in QAR)

14,763,979

Total Net Asset value per unit (in QAR)

22.97

Fund Information	Particulars	Performance Summary	WF	Index
Fund Type	Open-End Fund	Since Inception (Oct'2005)	129.65%	-13.79%
Currency	Qatari Riyal	Year 2015	-11.45%	-15.11%
Regulator	Qatar Central Bank	Year 2016	-0.49%	-2.93%
Fund Manager	QNB Suisse SA	Year 2017	-10.13%	-16.30%
Subscription/Redemption	Monthly	Year 2018	20.57%	15.53%
Management Fee	1.5% p.a	Year 2019	2.25%	-3.27%
Auditor	KPMG	Year 2020	7.71%	0.55%
Custodian	QNB	MTD (December 2021)	3.96%	2.08%
Benchmark Index:	Standard & Poor's	YTD (2021)	17.41%	12.70%
	Qatar Domestic Index (Custom)	Beta	0.82	1.00
		Standard Deviation*	20.45%	23.67%

Fund Manager Comment

Performance for the Month

The benchmark gained 2.08% in December 2021. The Qatar Exchange index reversed the November decline with the market gaining 2.10% in December. The QE Islamic Index underperformed the main index during the month gaining +0.61%. The correction from the overbought market conditions in November gave investors a chance to buy at lower levels. Global equity market firmed up during the month, as more information became known regarding the new Covid variant. MSCI World gained +4.44%; Developed world markets represented by the S&P 500 index gained +4.75% and MSCI EM index gained +1.11%. Global commodity indices gained 3.79% (indicated by the Bloomberg commodity index). Brent Crude oil benchmark bounced back strongly erasing most of the November losses resulting in +14.57% gain in December. Foreign Institutional Investors continued buying with net inflows of USD133 Mn. Regional markets were mostly positive expect Abu Dhabi market; Saudi Arabia and Kuwait markets were the best performers gaining +4.83% and +4.00% respectively. In year to date 2021 the fund's NAV increased by 17.41% vs. 12.70% increase in the benchmark index, outperforming by 4.71%.

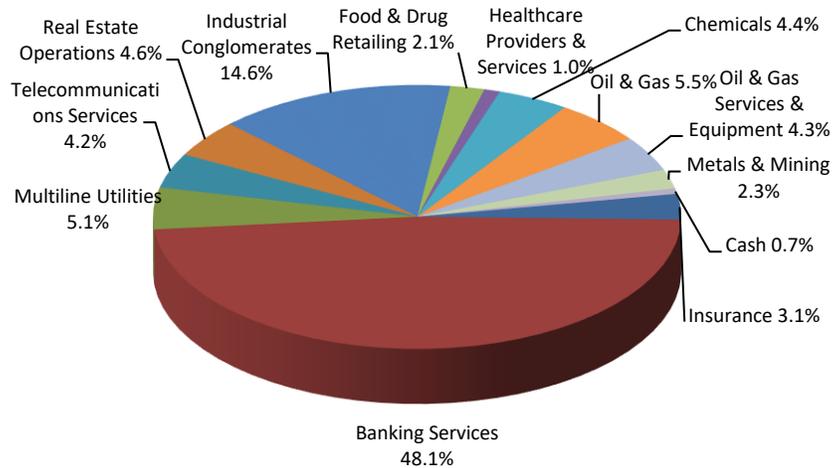
Market Review

FY2021 was split into two parts. The first three months were significantly affected by the pandemic (Covid) and low confidence. However, after the initial weakness, our market started to recover over the next nine-months and gradually recovered throughout the year. Hence, the widely followed index QE Index was up 11.40% in 2021, while the total return index (QETR Index) was up 14.71%. Furthermore, the QERI Index (total return) was up 10.48% for 2021. On the sector front, All Share Industrial Index (up 29.87% year-on-year) followed by the All Share Banks & Financial Services Index (up 16.82% year-on-year) were the best performing sectors in the market. Conversely, All Share Real Estate Insurance Index was down 9.77% year-on-year, against the overall market trend.

Portfolio Investment Strategy

Short-term momentum has waned and overbought conditions have eased. Dividend season is approaching which could provide positive surprises for certain stocks which experienced improved profitability and cash flow in 2021. Late 2021 should also provide a domestic demand boost from the World Cup but equities will increasingly look to 2023 as we proceed through the year.

Sector Allocation



Fund Management Team

QNB Suisse SA
Quai du Mont-Blanc 1,
1201 Geneva
Switzerland

Management Team:
Fund Manager: Abdullah Amin
Tel: (974) 4440 7339
QNB Asset Management
Musherib P 11 - 1st floor
P.O. Box 1000 Doha, Qatar

Disclaimer and Copyright Notice: This report has been prepared by the Asset and Wealth Management section of Qatar National Bank. QNB is regulated by the Qatar Central Bank. The market "Portfolio Investment Strategy" section of this publication expresses the views and opinions of QNB at a given time only. It is not an offer, promotion or recommendation to buy or sell securities or other investments, nor is it intended to constitute legal, tax, accounting, or financial advice. QNB accepts no liability whatsoever for this report or any direct or indirect losses arising from use of this report. Any investment decision should depend on the individual circumstances of the investor and be based on specifically engaged investment advice. Although the information in the "Portfolio Investment Strategy" section this report has been obtained from sources that QNB believes to be reliable, we have not independently verified such information and it may not be accurate or complete. QNB does not make any representations or warranties as to the accuracy and completeness of the information it may contain, and declines any liability in that respect. QNB reserves the right to amend the views and opinions expressed in this publication at any time. It may also express viewpoints or make investment decisions that differ significantly from, or even contradict, the views and opinions included in this report. Any section of his report may not be reproduced in whole or in part without permission from QNB.