

**MONTHLY FACT SHEET
DECEMBER 2014**



محظة ضمان الإسلامية
Daman Islamic Fund

Ex-Dividend NAV (AED)	115.91
Month to Date %	-7.12%
Dividends till Date (AED)	40.63
Total Returns %	-37.38%

FUND OBJECTIVE

- To achieve a combination of capital growth and dividend income.
- To achieve annual performance growth rate of 12-15% p.a.
- To distribute quarterly dividends based on performance.

FUND INFORMATION

Inception Date	June 1, 2007
Type	A Sharia Based, Open Ended UAE Focused Equity Fund
Subscriptions	Weekly
Redemptions	Monthly
Fund Manager	Daman Investments PSC
Administrator	Daman Assets LLC
Legal Advisors	Ali Al Aidarous
Regulator	UAE Central Bank
Auditors	Dahman & Co. RSM

Fee Structure

Subscription Fee	2% of the value of the subscription amount
Management Fee	1.50% p.a. of the Funds NAV payable weekly.
Performance Fee	15% above Hurdle Rate of 10% p.a.
Administration & Custody Fee	0.20% p.a. & 0.30% p.a. respectively, of NAV payable weekly

For Complete Information on Fees, Subscription and Redemption; please refer to Placement Memorandum

Bloomberg Code	DAMNISL UH
Zawya Code	DMNISLM.MF

CONTACT INFORMATION:

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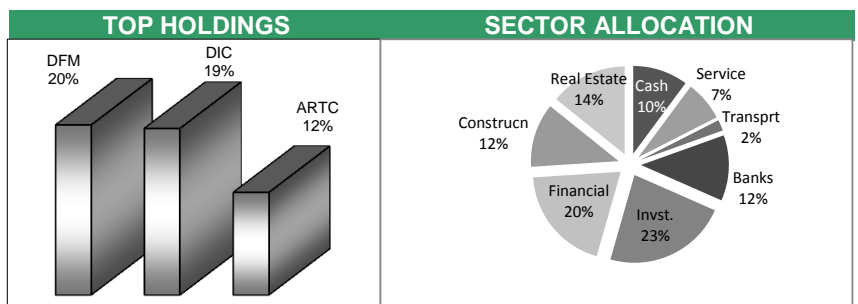
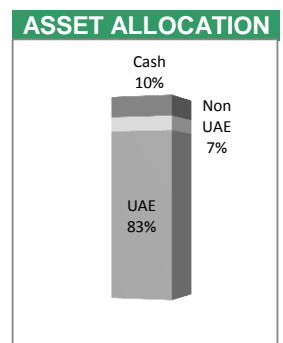
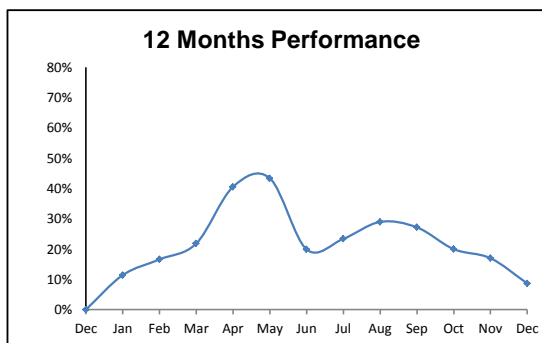
Market Commentary: The Fund has announced a AED 6 dividend for Q4 - 2014 which translates to a dividend yield of 25.88% for the full year.

The UAE Markets experienced an extremely volatile end to the year with the DFM closing the month at 3774.00 down -11.85% and the ADX closing the month at 4528.93, down -3.12%. DFM full year performance was +11.99% while the ADX full year performance was +5.56%. UAE Markets' correlations with oil were strong in the first half of the month and the Feb15 delivery, West Texas Intermediary (WTI) contract fell -19.6% in December continuing its downward trend capping what is the worst year for oil since 2008. The correlation only broke after US Federal Reserve Governor; Janet Yellen said it will be "patient" in its approach to raising the benchmark lending rate, further cementing its earlier statement that rates would be held near zero for a "considerable time" after ending QE in October. These dovish comments mark the pivotal point which sparked a global rally in equities. UAE markets also followed suit with the ESCA Index soaring ca. +9% the day after, finally breaking the bear run.

Due to the recent comments by the Saudi Petroleum Minister we can deduce that OPEC will remain firm on their production levels and will not reduce until they shake out the US Shale Producers. In fact if one looks at the bi-weekly rig counts by Baker Hughes on US Shale and Hydraulic fracturing, the trend on the number of active rigs is now on the decline indicating that more and more US Oil Companies are finding it harder to fully justify extracting Oil at such low prices. Although this is a positive sign the process is slow and the market will take time to find a new equilibrium and in the meantime with a lack of local news flow, this translates to volatility in our markets.

Going forwards we expect Markets to snap back strongly as full year results come out and markets enter the earnings & dividend season in full swing. The Fund expects to invest in high dividend yielding stocks and on an opportunistic basis on any market dislocations.

RETURNS	Δ %	PERFORMANCE	
1 Month	-7.12%	Dividends. (Inception)	40.63
3 Month	-14.57%	Proposed Div. Yield 2014	25.88%
6 Month	-9.37%	Standard Deviation %*	8.46
Year to date 2014	8.62%	Var*	71.65
Since Inception	-37.38%		



The Fund characteristics data are based on the Fund's Net Asset Value as of end of month valuation for the month in consideration. Application for Weekly subscriptions must be received by the Dealing date (Thursday) of any given calendar week, the minimum initial subscription is AED200,000 and thereafter in multiples of AED50,000. Units of the Fund will be redeemable, subject to lock-in-period of 6 months for Units purchased on Initial Closing Date or dealing date (Thursday) of any given calendar month. The performance indicators quoted in this report represents no guarantee of future results and past performance does not guarantee future results, they are subject to investment risk, for better understanding of these risks please refer to the detailed terms and references of the Fund.

* 12 Months

**Minimum Acceptable Return is the target annual return of the fund as per the prospectus.