

Fund Description

The investment objective of the Arqaam Islamic Income Fund (a sub-Fund of Arqaam Islamic Funds (OEIC) PLC) is to invest in securities and/or instruments with the aim to provide the Shareholders with Shari'ah compliant returns. The Arqaam Islamic Income Fund will only invest in Shari'ah compliant securities and instruments approved by the Shari'ah Supervisory Board. The Arqaam Islamic Income Fund will target an annual average return of 6%, net of Fees.

Fund Manager's Commentary

The Fund returned 1.10% for the C class in April. On a YTD basis the fund is at a total return of 1.77% versus a return of 0.81% on the JP Morgan Mid East index and a 2.59% return on the S&P Global High Yield sukuk index. April was a strong month for the market overall as US Treasury rate volatility subsided. Our underperformance versus the High Yield index is down solely to our non-HY exposure which has to be maintained in order to provide the adequate level of diversification to the fund.

The top performer in the fund was the NOGA Holding Sukuk which was issued at the end of March. The new issue market was relatively quiet in April as we went in the month of Ramadan. We remain comfortable with the portfolio and with our duration exposure in light of the current market environment.

Fund Return

MTD					
Class A Accumulation Shares					1.04%
Class B Distribution Shares					1.04%
Class C Institutional Accumulation Shares					1.10%
Class D Distribution Shares					1.01%
Class E Distribution Shares					1.01%
Class F Distribution Shares					1.03%
Class G Distribution Shares					1.07%
YTD					
	2017	2018	2019	2020	2021
Class A Accumulation Shares	0.05%	0.69%	8.29%	2.49%	1.51%
Class B Distribution Shares	0.05%	0.69%	8.29%	2.49%	1.51%
Class C Institutional Accumulation Shares	0.39%	1.45%	9.07%	3.30%	1.77%
Class D Distribution Shares	-	0.76%	8.07%	2.16%	1.41%
Class E Distribution Shares	-	-	5.88%	2.18%	1.42%
Class F Distribution Shares	-	-	0.76%	2.41%	1.48%
Class G Distribution Shares	-	-	-	0.13%	1.65%

Total Distribution per share

YTD					
	2017	2018	2019	2020	2021 (YTD)
Class A Accumulation Shares	-	-	-	-	-
Class B Distribution Shares	-	1.29%	6.89%	3.33%	0.47%
Class C Institutional Accumulation Shares	-	-	-	-	-
Class D Distribution Shares	-	2.26%	4.88%	5.14%	1.26%
Class E Distribution Shares	-	-	3.72%	4.73%	2.09%
Class F Distribution Shares	-	-	0.84%	4.80%	1.71%
Class G Distribution Shares	-	-	-	0.42%	1.67%

Top Holding*

DARALA 6 7/8 02/26/27	3.32%
DPWDU 6 PERP	2.97%
SDHMK 6.9965 03/12/25	2.91%
DUBAEE 3 3/4 02/15/26	2.63%
SIB 5 PERP	2.62%

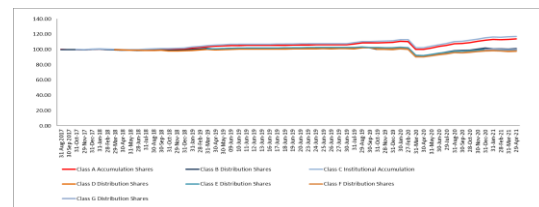
Fund Statistics*

Average Coupon	5.02%
Fund Rating	BB-
Average Maturity	4.90
Average Yield	3.94%
Modified Duration	3.98

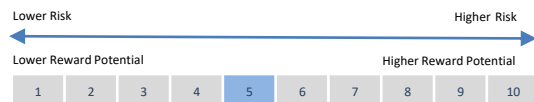
* Excluding Cash;

Note: Figures are derived from Arqaam Islamic Income Fund NAV report as of 29th April 2021. Past performance as illustrated herein is not a guarantee of future returns. The information contained herein, including any expression of opinion, has been obtained from Bloomberg, Fund Administrator and/or Fund Manager and is believed to be fair and not misleading. However, Arqaam Capital does not guarantee its accuracy or completeness.

Performance (Chart) for Class A ,B ,C ,D ,E ,F and G Shares



Arqaam Capital Product Risk Rating



Source: Arqaam Capital Limited. Based on Arqaam's internal product risk for suitability assessment

Net Asset Value per share

Class A Shares	USD 113.7783
Class B Shares	USD 101.0359
Class C Shares	USD 117.1886
Class D Shares	USD 98.7936
Class E Shares	USD 99.7600
Class F Shares	USD 97.7658
Class G Shares	USD 100.092

Regional Allocation

UAE	39.82%
Saudi Arabia	17.39%
Bahrain	8.01%
Kuwait	7.18%
Qatar	5.88%
Turkey	5.30%
Malaysia	5.20%
Indonesia	4.44%
Oman	2.94%
Pakistan	2.59%
Maldives	0.45%
Supranational	0.23%
Cash	0.57%

Industry Allocation

Banks	25.53%
Sovereign	24.00%
Real Estate	19.81%
Consumer, Non-cyclical	6.16%
Industrial	5.37%
Consumer, Cyclical	4.84%
Financial	4.48%
Utilities	4.25%
Energy	2.42%
Telecommunications	1.86%
Basic Materials	0.48%
Supranational	0.23%
Cash	0.57%

Maturity Profile*

0-5	63.05%
5-10	34.15%
10-15	0.27%
20-25	0.91%
25-30	1.30%
>30	0.32%

Monthly Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Class A Accumulation Shares												
2017	-	-	-	-	-	-	-	-0.29	0.09	-0.04	-0.19	0.48
2018	0.37	-0.54	-0.27	-0.39	-0.24	-0.07	0.63	0.28	0.40	0.02	0.10	0.40
2019	1.19	0.92	0.76	0.56	0.52	1.25	1.20	1.24	-0.12	0.20	0.27	0.30
2020	1.15	-0.14	-9.40	0.04	1.88	1.79	1.57	2.02	0.38	1.02	1.43	1.29
2021	0.81	-0.10	-0.24	1.04	-	-	-	-	-	-	-	-
Class B Distribution Shares												
2017	-	-	-	-	-	-	-	-0.29	0.09	-0.04	-0.19	0.48
2018	0.37	-0.54	-0.27	-0.39	-0.24	-0.07	0.63	0.28	0.40	0.02	0.10	0.40
2019	1.19	0.92	0.76	0.56	0.52	1.25	1.20	1.24	-0.12	0.20	0.27	0.30
2020	1.15	-0.14	-9.40	0.04	1.88	1.79	1.57	2.02	0.38	1.02	1.43	1.29
2021	0.81	-0.10	-0.24	1.04	-	-	-	-	-	-	-	-
Class C Institutional Accumulation Shares												
2017	-	-	-	-	-	-	-	-	-	-0.03	-0.13	0.55
2018	0.43	-0.48	-0.21	-0.32	-0.18	-0.01	0.70	0.34	0.47	0.08	0.16	0.47
2019	1.26	0.98	0.82	0.62	0.58	1.32	1.27	1.30	-0.05	0.27	0.33	0.37
2020	1.21	-0.08	-9.33	0.10	1.95	1.86	1.63	2.09	0.45	1.08	1.51	1.36
2021	0.88	-0.04	-0.17	1.10	-	-	-	-	-	-	-	-
Class D Distribution Shares												
2018	-	-	-0.11	-0.42	-0.27	-0.10	0.60	0.25	0.37	-0.02	0.07	0.39
2019	1.19	0.85	0.73	0.53	0.49	1.21	1.17	1.21	-0.15	0.17	0.39	0.28
2020	1.12	-0.16	-9.42	0.01	1.85	1.76	1.54	1.99	0.36	0.99	1.41	1.26
2021	0.79	-0.12	-0.26	1.01	-	-	-	-	-	-	-	-
Class E Distribution Shares												
2019	-	-	0.68	0.53	0.49	1.24	1.17	1.21	-0.15	0.18	0.25	0.28
2020	1.12	-0.16	-9.42	0.02	1.85	1.76	1.54	1.99	0.36	1.00	1.40	1.26
2021	0.78	-0.12	-0.26	1.01	-	-	-	-	-	-	-	-
Class F Distribution Shares												
2019	-	-	-	-	-	-	-	-	-	0.20	0.26	0.30
2020	1.14	-0.15	-9.40	0.04	1.87	1.78	1.56	2.01	0.38	1.01	1.43	1.28
2021	0.81	-0.11	-0.25	1.03	-	-	-	-	-	-	-	-
Class G Distribution Shares												
2020	-	-	-	-	-	-	-	-	-	-	-	0.13
2021	0.85	-0.07	-0.20	1.07	-	-	-	-	-	-	-	-

Fund Details

Fund Size	USD 227.075 Million
Fund Type	DIFC Public Domestic Fund
Launch Date	August 22, 2017
Domicile	Dubai International Financial Centre, Dubai
FRN	F000407
Currency	USD
Benchmark	NIL
Fund Manager	Arqaam Capital Limited - Regulated by Dubai Financial Services Authority
Valuation day	Each Business Day
Dealing Day (Subscription / Redemption)	Each Business Day
ISIN	Class A Shares - AEDFXA3ON005 Class B Shares - AEDFXA3ON021 Class C Shares - AEDFXA3ON039 Class D Shares - AEDFXA3TN004 Class E Shares - AEDFXA3TN038 Class F Shares - AEDFXA3TN046 Class G Shares - AEDFXA05C088
Bloomberg Ticker	Class A Shares - ARQAIIA UH Class B Shares - ARQAIIA UH Class C Shares - ARQAIIA UH Class D Shares - ARQAIIA UH Class E Shares - ARQAIIA UH Class F Shares - ARQAIIA UH Class G Shares - ARQAIIA UH

Settlement for Subscription	2 Business days prior to Dealing Day
Settlement for Redemption	Within 5 Business days after the Dealing Day
Notice Period	2 Business days for Subscription and Redemption

Minimum Subscription	Class A Shares - USD 3,000 and in multiples of USD 3,000 thereafter; Class B Shares - USD 3,000 and in multiples of USD 3,000 thereafter; Class C Shares - USD 250,000 and in multiples of USD 100,000 thereafter; Class D shares: USD 3,000 and in multiples of USD 3,000 thereafter; Class E Shares - USD 3,000 and in multiples of USD 3,000 thereafter. Class F Shares - USD 3,000 and in multiples of USD 3,000 thereafter. Class G Shares - USD 3,000 and in multiples of USD 3,000 thereafter.
Performance Fee	NIL
Management Fee	Class A Shares - 1.5% Class B Shares - 1.5% Class C Shares - 0.75% Class D Shares - 1% Class E Shares - 1% Class F Shares - 1.1% Class G Shares - 1.1%
Deferred Sales Fee	Class D shares - 2.4% Class E shares - 2.5% Class F shares - 1.5%
Deferred Services Fee	Class D shares follows the below schedule, if the redemption is processed within: 12 months: 2.4% 13 - 24 months: 1.6% 25 - 36 months: 0.80%
Redemption Fee	Class E shares follows the below schedule, if the redemption is processed within: 12 months: 2.50% 13 - 24 months: 1.67% 25 - 36 months: 0.84% Class F shares follows the below schedule, if the redemption is processed within: 12 months: 1.50% 13 - 24 months: 1% 25 - 36 months: 0.5%

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