Investment objective

SHUAA Global Equity Fund, a Sub-Fund of SHUAA Funds OEIC ICC Limited, is an actively managed fund focused on maximizing capital growth through a diversified portfolio of Sharia-compliant global equities. The Sub-Fund targets high-quality, high-growth businesses that we believe are currently undervalued. The Fund invests across most sectors and regions globally.

Fund Manager Commentary

Equity market volatility was elevated this month with significant rotation within sectors. Concern over the path of AI and its associated investment weighed heavily on certain IT hardware stocks that have rallied strongly over the past year. Investors rotated into sectors that have not been seen to be beneficiaries of the AI boom but are more attractively valued. The S&P was flat but the tech heavy Nasdaq fell by 7% and the economically sensitive Russell 2000 fell 3%. The disparity in performance was most stark elsewhere with Korea down 22% and Taiwan 7% as memory chip and IT component stocks fell heavily, but China rose 14%, and Europe and Japan rose modestly.

This month saw increasing concern that AI investment may not yield acceptable returns, with semiconductors dropping over 20%. The semi sector remains up 60% this year so some of this correction is due to extreme positioning as much as valuations and expectations running ahead of the current uncertain outlook. This dragged technology down 3% with other AI beneficiaries such as Industrials falling 3% and Materials and Utilities both down 2%. On the upside Software, which has suffered this year due to concerns that AI could automate everything without the need for their products, rose 15%. This is partly as shorts in the sector were unwound to fund losses on long position in IT Hardware. Also, valuations in the sector have become extremely low, pricing in a collapse in revenues which has yet failed to happen. In fact, many software companies are beginning to show an acceleration in revenue growth due to incorporating AI into their products, which if sustainable should see a significant rerating in the sector. Energy also rallied on higher oil prices as tensions reappeared in the Gulf region, rising 13%.

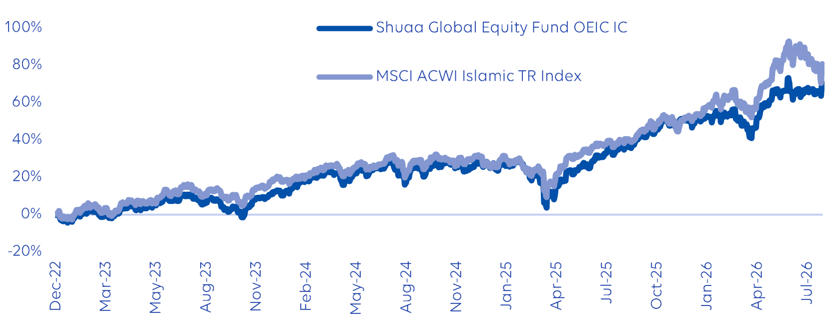
On a stock basis the worst performers are those that have rallied most strongly this year with Micron and Samsung, memory chip manufacturers, down 29% and 22%, respectively. TSMC the maker of semiconductors for the likes of Nvidia fell 15% and Vertiv, who manufacture cooling equipment for data centers, down 28%. Strongest were software names such as Microsoft up 25%, Salesforce 17% and Nutanix 16%. Also strong were Kering as they begin to see a turn around in their Gucci brand, and Tencent as optimism increases in China's ability to compete in AI.

Despite good results, questions over the sustainability of AI investment has weighed on IT Hardware, with significant rotation within markets even as the overall index has largely remained unchanged. Rising bond yields may also pressure equities over the summer as inflation concerns have resurfaced with the rebound in oil prices. We have consistently taken profits out of some of the best AI performers this year and reinvested in high-quality growth businesses offering better valuations. We would expect this rotation to persist over the summer as the gap in valuations continues to narrow from extreme levels.

Net Total Return Statistics (Fund vs. Benchmark)

	MTD	3M	6M	YoY	YTD	Inception
Shuaa Global Equity Fund OEIC IC	2.1%	5.9%	11.4%	26.7%	13.7%	70.4%
MSCI ACWI Islamic TR Index	-4.7%	5.5%	12.7%	31.2%	18.2%	80.7%

Net Total Returns Since Inception (Fund vs. Benchmark)



Past performance is not necessarily indicative of future results.

Fund Facts

Inception Date	Dec 2022
Domicile	Abu Dhabi Global Markets
Fund Currency	USD
Asset Class	Equities
Geography	Global
ISIN	AE000A3CSWT0
Number of Holdings	43
Subscriptions/Fees	Daily / 0%
Redemptions/Fees	Daily / 0%
Leverage	0%
TER / Mgmt Fee	1.7% / 1.5%
Performance Fee	15% since inception until June 2024
Fund Manager	Jacob Robbins
Co Fund Manager	Aarthi Chandrasekaran
Investment Manager	SHUAA GMC Limited

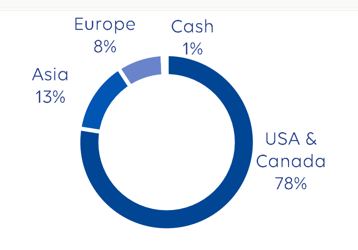
Portfolio Statistics

Fund AUM	$ 58.8mn
NAV per Share	170.4

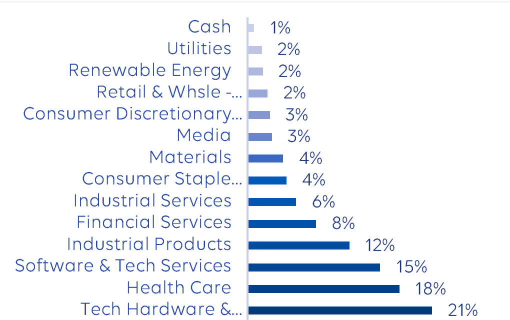
Performance (Net of fees & expenses)

Annualised return	15.7%
Sharpe ratio	0.9
Tracking error	6.1%
2025 returns	19.9%

Regional Allocation (% of Portfolio)



Sector Allocation (% of Portfolio)



Top Five Holdings (Excluding cash)	
Microsoft Corp	8.8%
Nvidia Corp	5.0%
Broadcom	4.7%
Taiwan Semiconductor	3.7%
Visa	3.6%

Fund Metrics	
Dividend Yield	1.2%
PB (12m Forward)	13.8x
PE (12m Forward)	23.2x
EV/EBITDA (12m Forward)	16.0x
RoE	43.4%

Regional MTD Performance	
United Kingdom	5.2%
Japan	2.3%
Europe	2.1%
United States	-0.1%
Emerging Markets	-3.3%

Top Five Performers	
Microsoft Corp	24.6%
Hitachi Ltd	21.5%
Salesforce Inc	17.5%
Kering SA	16.0%
Nutanix Inc	15.8%

Bottom Five Performers	
Micron Technology Inc	-28.7%
Vertiv Holdings Co	-27.9%
Samsung Electronics Co Ltd	-15.7%
Taiwan Semiconductor	-15.4%
Cameco Corp	-15.2%

Fund Management Sales

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