

Monthly fact sheet

NAV - RO 1.078 | NAV (Adj.*) - RO 1.342 | 28th February 2026

NBO GCC FUND | February 2026 Fact Sheet

Manager's comments

February 2026 was a "tale of two halves" for GCC markets. The month opened with steady, reform-driven resilience focused on non-oil growth and AI adoption. However, a sharp spike in volatility emerged in the final week due to sudden geopolitical escalations that disrupted energy transit routes and inflated oil prices.

Country Highlights (Feb 26):

Muscat Stock Exchange - Oman (+16.79%) - Top regional performer and global leader for the month. Driven by financials, services, and industrial sectors.

Qatar Stock Exchange - Qatar (-2.3%) - Highly volatile month; closed in negative territory.

Tadawul - Saudi Arabia (-5.9%) - Erased early gains (from eased foreign entry norms) due to geopolitical tensions.

UAE - Abu Dhabi and Dubai benchmarks rose by 4.6 % and 7.5 %, respectively, outperforming the broader GCC index supported by stable corporate fundamentals

Kuwait (Boursa Kuwait) (Flat) - Demonstrated resilience; remained essentially unchanged despite regional volatility..

Portfolio Performance

The Fund declined by 3.69% in February while the index declined by 2.77%. Underperformance was primarily driven by the decline in the Tadawul Index. Alpha was generated through concentrated positions in Oman and the UAE, supported by strong earnings visibility and dividends.

Outlook - FY26

The investment narrative has matured from "diversification potential" to "matured earnings." Regional indices are increasingly decoupling from oil, trading instead on domestic liquidity and structural reform milestones.

Key themes to watch for in coming months:

Geopolitics remains central: Market sentiment is highly sensitive to the trajectory of Middle East tensions, with implications for equity valuations, energy flows, and capital allocation.

Structural reforms: Policy shifts such as enhanced foreign ownership rules are enhancing GCC capital market attractiveness over the medium term.

Resilience in fundamentals: Despite volatility, certain markets are showing resilience driven by strong corporate earnings, higher energy prices, and sustained trading activity.

Top holdings

Name	Country	Portfolio weight
Al Rajhi Bank	KSA	8.07%
The Saudi National Bank	KSA	4.35%
Al Babbtain Power	KSA	4.19%

Key features*

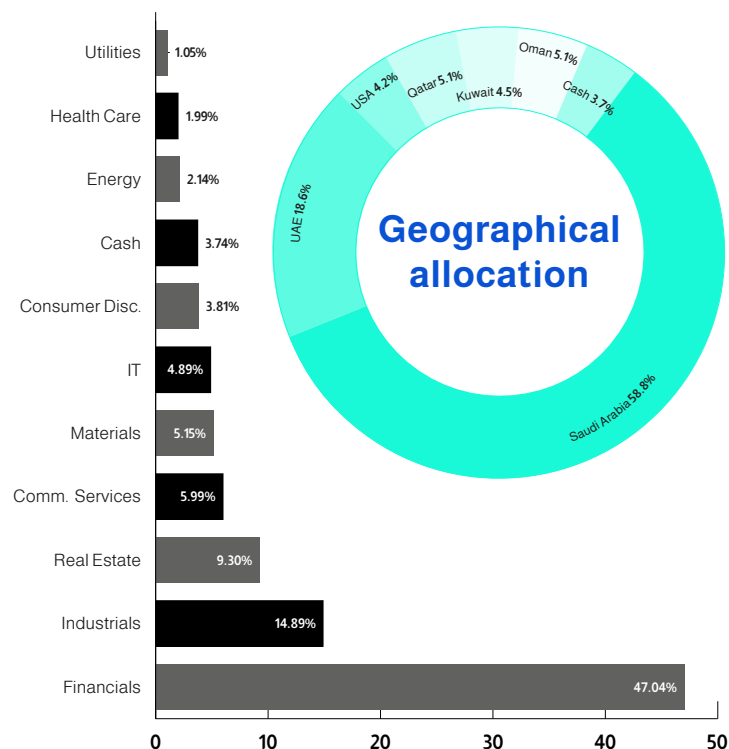
Domiciled in	Sultanate of Oman
Denomination	Omani Rial
Fund Structure	Open-Ended (Weekly NAV)
Objective	Dividend income and Capital Growth
Regulated by	Financial Services Authority, Oman
Managed by	National Bank of Oman SAOG
Adminstrated by	National Bank of Oman SAOG
Audited by	Moore Stephens LLC (Oman)
Legal Advisor	A&Q Law Firm
Management Fee	1.10% p.a.
Performance Fee	10% of return above hurdle rate of 10% p.a.
Dividend for 2014	4%
Dividend for 2015	2%
Dividend for 2018	3%
Dividend for 2019	3%
Dividend for 2023	5%
Dividend for 2024	6%
Fund Size	OMR 11,485,720

*Please refer to the Prospectus for detailed terms & Fund features.

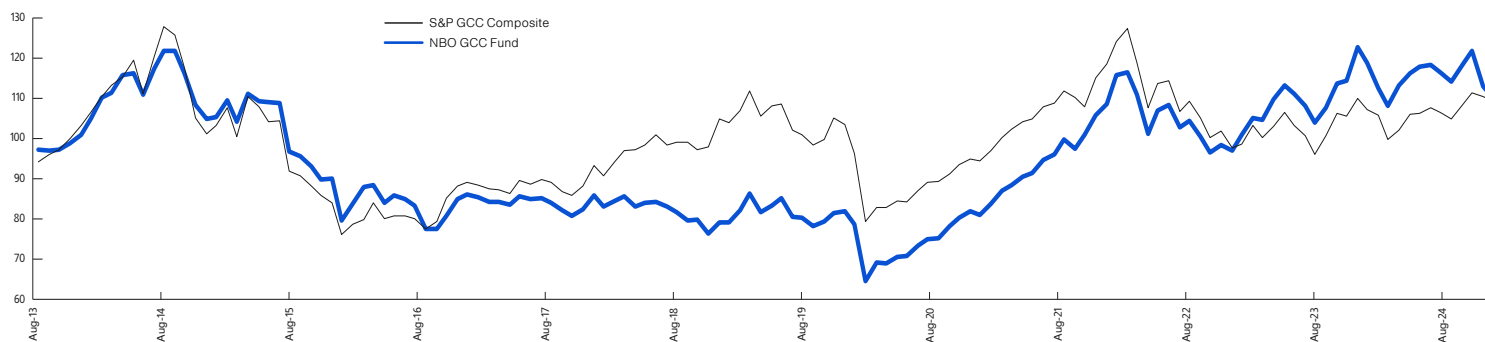
Fund characteristics

Ratios	Fund	S&P GCC
Price to Earnings Ratio	13.15	13.94
Price to Book Ratio	2.52	1.83
Dividend Yield (%)	3.63	4.01

Sector allocation



NAV since inception



Year wise performance

	NBO GCC Fund	S&P GCC Composite Index
FY21	26.70%	31.45%
FY22	-4.79%	-7.16%
FY23	18.81%	6.19%
FY24	8.99%	2.02%
FY25	-0.57%	-1.47%
FY26 - YTD	4.87%	3.54%

Return comparison

	NBO GCC Fund	S&P GCC Composite Index
1Month	-3.69%	-2.77%
3Month	5.45%	4.56%
YTD	4.87%	3.54%
2 Year (Annualized)	2.26%	0.20%
3 Year (Annualized)	10.12%	4.33%
5 Year (Annualized)	9.98%	5.14%

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