

Fund Name and Reporting Period

Daman UAE IPO Fund

1st January 2025 to 31st December 2025

Fund Performance during the reporting period*

The investment objective of the Fund is to generate medium term capital growth by investing in securities issued by companies that are undertaking an initial public offering either in the UAE or on other global exchanges, or by investing in companies that have listed on UAE or other global exchanges in the previous five (5) years. The Fund may also on a temporary basis invest up to 75% of its assets in cash or cash equivalent instruments (such as cash deposits, money market instruments, up to A- rated short-term bonds, etc.), if there are limited attractive IPO investment opportunities in the near-term. The Fund shall invest at least 60% of the Fund's assets in the investments in the UAE and may invest up to 40% of the Fund's assets in other global ex-UAE exposures.

During the reporting period mentioned below is the performance of various classes of the Fund:

Share Class	Performance during the reporting period
Class A	-5.6%
Class D**	1.2%

At the end of the period fund portfolio consisted of 81.1% of equities (predominantly in UAE) and 18.9% in cash and cash equivalents. Our top holdings at the end of the period were Tecom, Dubai Residential, DTC, Salik and Parkin.

During 2025, UAE equity markets delivered positive performance, supported by resilient domestic economic activity, continued investor participation, strong corporate fundamentals and sustained interest in the UAE capital markets. Within the UAE, however, market performance was driven predominantly by established large-cap companies across sectors such as financials, real estate, utilities, industrials and infrastructure, rather than by the more recently listed companies.

* The fund was launched as a private fund and got converted to public fund in March 2025.

** The Class D share was incorporated in March 2025 and commenced investment operations in May 2025, upon receipt of the first subscriptions. Performance is therefore reported from 23rd May 2025



The Fund's relative underperformance during 2025 was primarily attributable to its concentration in recently IPO-ed companies and its limited exposure to the established market leaders that generated a significant portion of the UAE equity market's returns. The Fund's investment restrictions and portfolio positioning therefore limited its ability to fully participate in the performance of these established large-cap companies, while the newer IPO segment generally provided a more mixed contribution to portfolio performance.

The performance of the newer IPO cohort was mixed during 2025. Companies such as Talabat, Lulu Retail and Spinneys experienced periods of weaker share-price performance following their listings, reflecting more cautious investor sentiment towards certain recently listed companies. Talabat, which listed on the DFM in December 2024, traded below its IPO price during much of 2025. Lulu Retail, which listed on ADX in November 2024, and Spinneys, which listed on DFM in 2024, also experienced periods of share-price weakness during the year.

The 2025 IPOs on the DFM, including Dubai Residential REIT and ALEC Holdings, attracted strong investor demand and initially traded above their respective IPO prices. Nevertheless, these newer listings remained relatively smaller contributors to the overall index performance compared with the established large-cap companies that drove a significant portion of the market's gains. We continue to ensure that the fund remains well diversified and well positioned to benefit from any uplift in IPO market activity.

Material Changes affecting the Fund

During the reporting period there were no major changes affecting the Fund.

Changes in the Fund's Net Asset Value

Fund's Net Asset Value at the end of the period was AED 27.42 million.

Changes to the Fund's Investment Policy

During the reporting period there were no changes in the Fund's Investment Policy.

Related-Party Dealings in the Fund Units

During the reporting period there were no related party dealings in the Fund.

Investment Restriction Breaches / Violations

مركز دبي التجاري العالمي، مكتب ٦٠٠، ص.ب. ٩٤٣٦ دبي - إ.ع.ه، تليفون: ٣٣٢ ٤٤٠ (٩٧١٤)، فاكس: ٣٣٢ ٤٤٠ (٩٧١٤)
Dubai World Trade Center, Suite 600, P.O. Box 9436 Dubai - UAE, Tel: (+971 4) 332 4140, Fax: (+971 4) 332 4240
E-mail: info@daman.ae, Website: www.daman.ae

Nil – No such events were identified during the reporting period.

Corrective Actions taken for each breach

Nil – No such events were identified during the reporting period.

Impact / Effect of the Corrective Actions

Nil – No such events were identified during the reporting period.

Assessment of Fund Service Providers' Performance

During the reporting period Service providers performed their respective functions in accordance with agreed service arrangements and applicable requirements. No material concerns were identified.

Fund Manager's Observations on Service Providers

Nil – No such events were identified during the reporting period. Services were provided on a timely basis, with appropriate communication and coordination.

Identified Service Quality Deficiencies

Nil – No such events were identified during the reporting period.

Remedial Actions taken to address deficiencies

Nil – Not applicable. No material deficiencies requiring remedial action were identified.

Management Conclusion / Confirmation

Based on the overall monitoring and assessment conducted during the reporting period, the Fund operated satisfactorily and in accordance with its applicable investment objectives, guidelines, restrictions and regulatory requirements. The Fund's operations and performance were subject to appropriate oversight, and no material issues, exceptions, or matters requiring escalation were identified during the reporting period.



Supporting Evidence / References

Nil - No material exceptions or adverse matters were identified.

مركز دبي التجاري العالمي، مكتب ٦٠٠، ص.ب. ٩٤٣٦ دبي - إ.ع.ه، تليفون: ٣٣٢ ٤٤٠ (+٩٧١ ٤)، فاكس: ٣٣٢ ٤٢٤٠ (+٩٧١ ٤)
Dubai World Trade Center, Suite 600, P.O. Box 9436 Dubai - UAE, Tel: (+971 4) 332 4140, Fax: (+971 4) 332 4240
E-mail: info@daman.ae, Website: www.daman.ae