



Orionis Fund

Class G Preference Shares



MONTHLY NEWSLETTER

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Orionis – Gold backed Investment

The Orionis Fund Ltd. Class G is a Gold-Centric Collective Investment Scheme focusing on generating yield for Investors. The Scheme is established in British Virgin Islands as a Collective Investment Scheme for Professional Investors to participate with an experienced management team in harnessing exceptional return on investment. The fund constituted in 2015 and continues to operate with a strong historical track record of return on investments.



1. PROSPECTING & RECOVERY OF GOLD NUGGETS.

2. GOLD NUGGETS PURCHASED AT DISCOUNTED PRICE FROM PROSPECTORS.

3. GOLD NUGGETS REFINED TO SCRAP GOLD.

4. REFINED SCRAP GOLD IS SOLD TO INTERNATIONAL SMELTERS / REFINERS.

5. PROFIT GENERATED FROM DISCOUNTED PURCHASE AND SALE

Monthly Results

Orionis Fund Ltd, Class G. (CIS) continued its profitable operations and has declared dividends of '1.15%' for June '20. The open ended fund commenced since Jan 2015 & permits only professional investors to participate with the experienced management to generate exceptional returns by investing in the highly lucrative field of Artisanal Gold Mining. With the latest results, cumulative returns generated by the funds since inception till date was '162.03%'.

Investment Philosophy

Orionis is focused on leading its business in a moral, straightforward, responsible and reasonable way, consistent with the laws and guidelines of the purviews in which Orionis works. The Fund is focused on its partners, particularly its workers, financial specialists and the locale in which it works, to accomplish manageable development. Orionis Fund is persuaded that maintainable and productive mining must be accommodated with ecologically neighborly and socially capable improvement. In this manner, the organization has defined itself the objective of advancing the earth, wellbeing, security and social advancement of individuals.

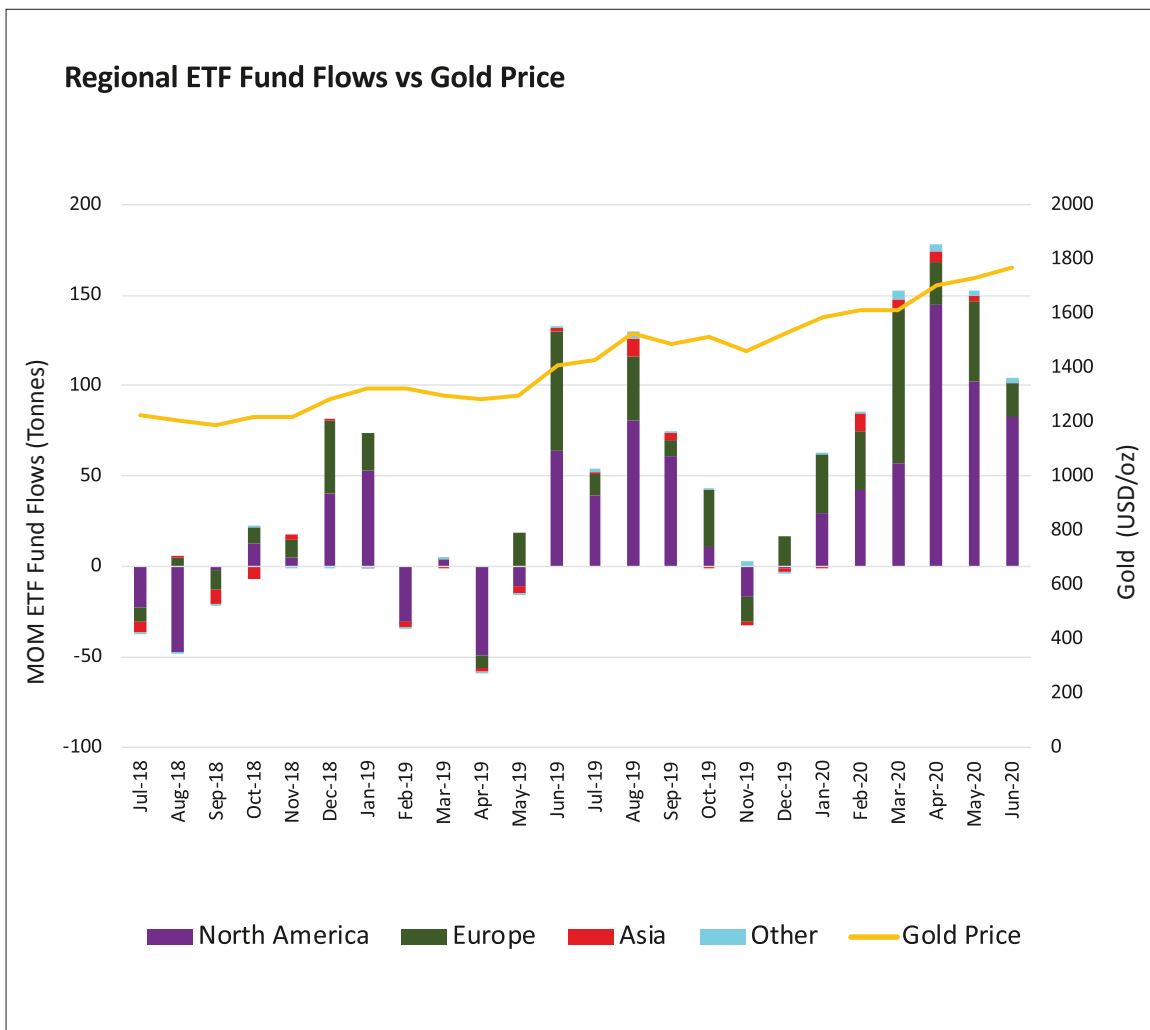
Investment Process

Orionis Fund Ltd. does sourcing and buying of raw gold, gold dust, nuggets mined from its Artisanal Gold Mine in Republic of Mali, West Africa. Fund engages a team of experts experienced in purchase and valuation of gold and has state of the art storage, security, transport and testing facilities. The collected raw gold is further converted to dore gold bars and is sold to international buyers / refiners. By surrounding with high quality professionals across every step of purchase and sale cycle, the fund offers an unique perspective of trading in gold and generates optimal returns. Security, transparency and traceability of the origin of raw gold or dore bars purchased are at the heart of the process. The fund restricts any diversification on its investment which is strictly carried as per investment objective. The process is intended to deliver maximum return on investment according to the market conditions prevailing for raw gold or dore bars.



Gold ETFs close H1 with Record US\$40bn of Net Inflows

Source : www.gold.org



Key Highlights

- North American funds dominate the inflows in June 2020.
- North American funds had inflows of 83t (US\$4.6bn, 4.3% AUM).
- Holdings in European funds increased by 18t (US\$745.7mn, 0.8%).
- Funds listed in Asia saw holdings rose marginally by 0.4t (US\$36.7mn, 0.6%).
- Other regions had inflows of 3t (US\$150.1mn, 4.4%).

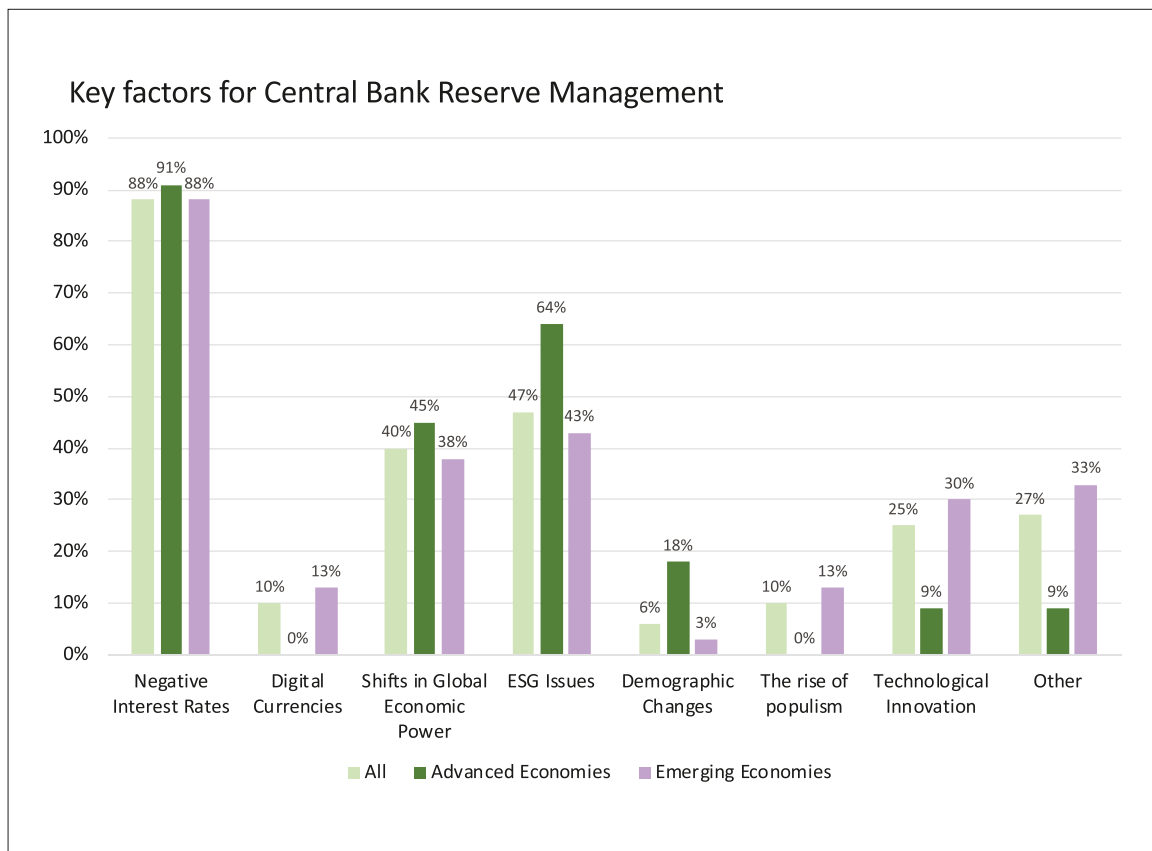
Details

Gold-backed ETFs recorded their seventh consecutive month of positive flows, adding 104 tonnes in June equivalent to US\$5.6bn or 2.7% of assets under management taking global holdings to new all-time highs of 3,621tonnes. This brings H1 global net inflows to 734t, significantly above the highest level of annual inflows, both in tonnage terms and US-dollar value. To put this strength of demand into context, H1 inflows are also significantly higher than the multi-decade record level of central bank net purchases seen in 2018 and 2019, and could absorb a comparable amount of about 45% of global gold production in H1 2020.



Central Banks Bullish on Gold amid Covid 19 risks

Source : www.gold.org



A recent survey among various central banks conducted by the World Gold Council reflects strong signs of an increase in Gold’s prominence in the Central Banks Reserve Management. As per survey, an overwhelming majority of 88% picked “negative interest rates” as the most relevant factor which will affect the reserve management decisions.

Remaining factors picked in order of precedence includes historical position, long term store of value, gold’s performance during the time of crisis, no default risk, effective diversifier and highly liquid asset.

World Gold Council commented that the Central Bank view will be reinforced in the post-COVID-19 era as continued monetary expansion will keep global rates low or negative for the foreseeable future, a situation that increases gold’s attractiveness relative to fixed income.

Emerging economy respondents rated nearly every factor as more relevant than their advanced economy counterparts underscoring the differences in reserve management philosophies and explaining the reasons for why emerging market central banks have been the driving force behind official sector gold purchases in the last decade.

Global Markets Overview –June 2020

Equities

In June, global equity markets continued to take solace from the fact that governments and central banks are working together to alleviate the impact of the virus-inspired recession and support ailing economies. US equities rebounded in Q2 and outperformed other major equity markets. Eurozone equities posted strong gains in Q2 & UK equities also rose over the period suggesting the downturn had past its worst point. Emerging market (EM) equities rallied, recording their strongest quarterly return in over a decade, with US dollar weakness amplifying returns.

Commodities

The S&P GSCI (Commodities) Index rallied strongly in Q2, recovering some of the ground lost in Q1 and aided by US dollar weakness.

The energy component posted a sharp gain, as OPEC (the Organisation of Petroleum-Exporting Countries) and Russia agreed to make temporary production cuts. Precious metals advanced too, with silver the standout performer.

Gold

Gold continued its outperformance in June and has gained more than 17% over the first half of 2020 and a monthly gain of 2.79% in June 2020. This compares with global stocks, which remain below the level they started the year, and broader commodities – represented by the S&P GSCI – which are down 20%-30% y-t-d. Oil (WTI) continues to be one of the worst performing assets this year, down by nearly 34%. The economic and geopolitical environment remains supportive for gold investment, with most of the existing gold demand drivers still relevant. The opportunity cost of holding gold remains low, as continued central bank activity keeps interest rates low or negative, while several countries continue to experience high levels of tension/unrest.

Global Markets Performance Snapshot

World Indices			
Index	May-20	Jun-20	MOM %
S&P 500	3,044.31	3,100.29	1.84%
Dow Jones	25,383.11	25,812.88	1.69%
Nasdaq	9,555.53	10,156.85	6.29%
DAX	11,586.85	12,310.93	6.25%
Nikkei 25	21,877.89	22,288.14	1.88%
FTSE 100	6,076.60	6,169.74	1.53%
Sensex	32,424.10	34,915.80	7.68%
Hang Seng	22,961.47	24,427.19	6.38%

Regional Indices

Index	May-20	Jun-20	MOM %
ADX	4141.61	4,285.80	3.48%
DFM	1945.09	2,065.28	6.18%
Tadawul	7213.3	7,224.09	0.15%
QSI	8844.74	8,998.56	1.74%
MSM30	3544.58	3,516.00	-0.81%
BAX	1269.63	1,277.61	0.63%

Global Commodities & Currencies

Commodities

Index	May-20	Jun-20	MOM %
ICE Brent USD/bbl	35.33	41.15	16.47%
Nymex WTI USD/bbl	35.49	39.82	12.20%
Gold USD/t oz	1751.7	1,800.50	2.79%
Silver USD/t oz	18.683	18.64	-0.25%
Platinum USD/t oz	877.2	852.60	-2.80%
Copper USD/MT	2.425	2.71	11.90%
Currencies			
Index	May-20	Jun-20	MOM %
EUR/USD	1.1099	1.1233	1.21%
GBP/USD	1.2346	1.2401	0.45%
USD/JPY	107.79	107.93	0.13%
CHF/USD	1.0402	1.0557	1.49%

Summary

While effects of Covid 19 evading, significant uncertainty remains over when global economy can fully and sustainably reopen. Central banks and governments have so far helped cushion the blow to the global economy and markets but success will be measured by the extent to which companies avoid solvency problems and workers return to employment.

While our trade continues to have an impact owing to supply chain disruptions, we are being encouraged to witness the buoyant performance of gold. We have been continuously monitoring and managing our operations and continue to declare monthly profits.

We maintain our opinion that gold remains a risk hedge against ongoing political and potential inflationary risks and Orionis Fund offers an attractive opportunity for potential investors to earn monthly dividends by investing in this Gold Centric Collective Investment Scheme.

Abdul Jabbar Al Sayegh Chairman

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