



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.

Monthly Results

Orionis Fund Ltd, Class G. (CIS) continued its profitable operations and has declared dividends of '1.35%' for November '20. This open-ended fund commenced in Jan 2015 wherein professional investors may participate with the experienced management to generate exceptional returns by investing in highly lucrative field of Artisanal Gold Mining. With the latest results, the year till date returns of the fund is '15.91%' and cumulative returns since its inception is '167.90%'.

Investment Philosophy

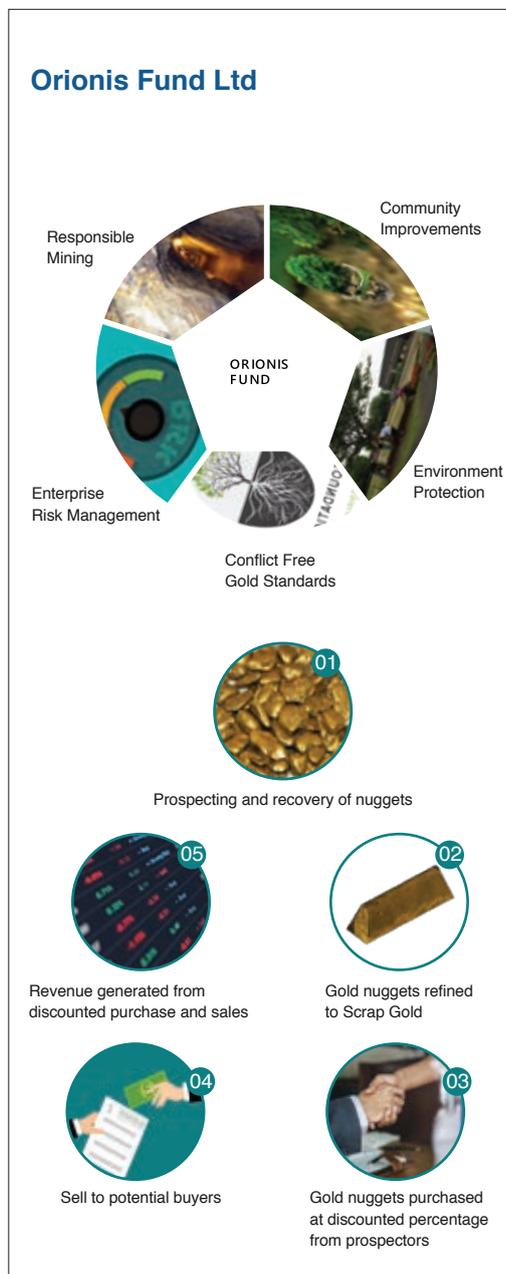
Orionis is focused on leading its business in a moral, straightforward, responsible and reasonable way, consistent with the laws and guidelines of the purviews in which Orionis works. The Fund is focused on its partners, particularly its workers, financial specialists and the locale in which it works, 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 in UAE. By surrounding with high quality professionals across every step of purchase and sale cycle, the fund offers an unique perspective of trading in gold generating optimal returns.

Security, transparency and traceability of the origin of all 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 investment process is intended to deliver maximum return on investment according to the market conditions prevailing for raw gold or dore bars. With the latest results, the year till date returns of the fund is '15.91%' and cumulative returns since the inception of the fund is '167.90%'.

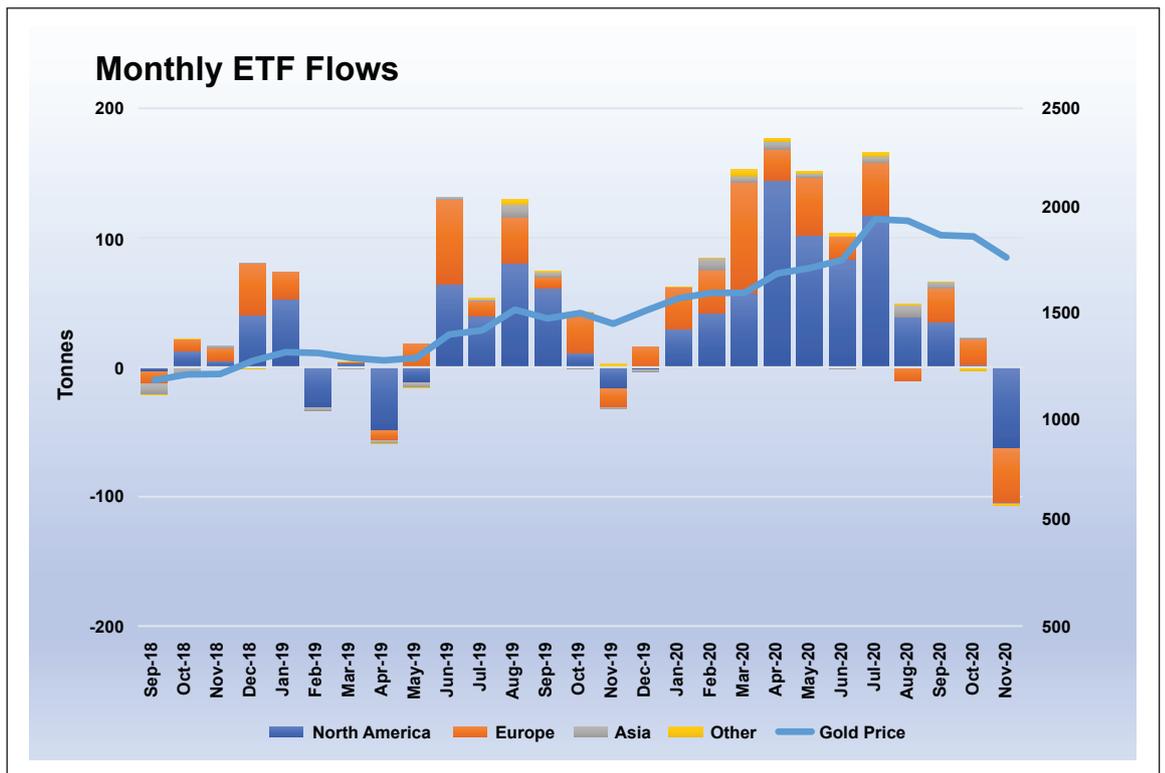




Gold ETF outflows for the first time in a year

Source : www.gold.org

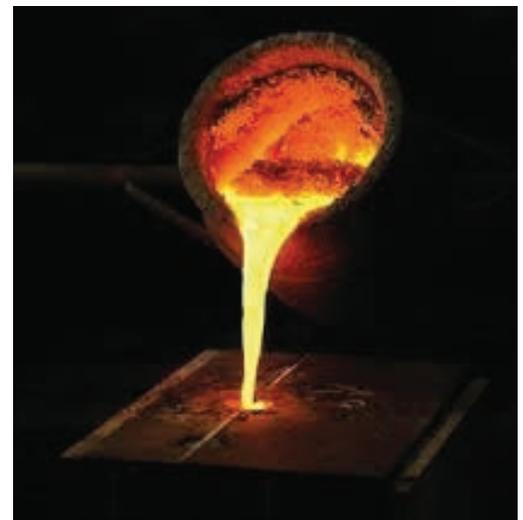
In November, gold-backed ETFs and similar products (gold ETFs) recorded their first net outflows in twelve months and second largest monthly outflows ever. Gold ETF holdings decreased by 107 tonnes (t) during the month i.e US\$6.8bn or 2.9% of assets under management (AUM) – as the gold price had its worst monthly move (-6.3%, US\$1,763/oz) since November 2016, when it dipped 7.4%. Both North American and European funds each lost nearly 3% of assets while Asian funds had outflows of 0.5%. Despite lackluster performance this month, net inflows of 916t (US\$50.3bn) in Nov 2020 remain well in the range of monthly investment flows during the year. Total global ETF holdings are now at 3,793t or US\$215bn.



Gold targets \$2300 in 2021 – Goldman Sachs

Source : www.fxstreet.com

The US investment banking giant Goldman Sachs in its latest research report maintained its 2021 gold price forecast at \$2300. The report predicts that the structural bull market for gold will resume next year as inflation is expected to move higher, the U.S. dollar weakens and Emerging Market retail demand continues to recover. The report comments that bulk of the gold purchases made in 2020 was by investors to overcome the real purchase power loss of dollar vs the losses on their equity portfolios. The report also comments that Chinese and Indian gold market are gradually edging towards pre-covid levels and with emerging markets purchasing power strengthening, they are regaining the purchase power.





Gold mining emissions draw scrutiny after price surge

Source: www.fxstreet.com

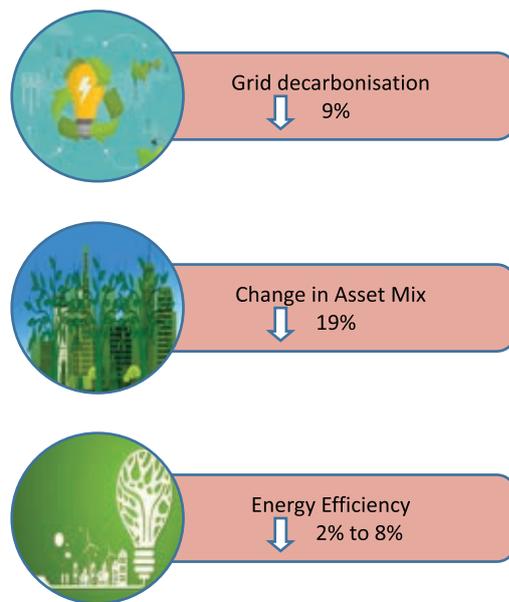
Investors are putting pressure on gold miners, whose high greenhouse gas emissions have been less scrutinized, to report transparently and take concrete steps to curb them after a rally in prices this year drew closer attention to the sector's footprint. Gold miners are among the biggest emitters of greenhouse gases in the mining sector, although critics generally point to coal miners and iron ore miners. Heavy haul trucks and power supplies are major sources of emissions, while deteriorating gold ore grades have forced miners to dig more rock to extract each ounce of gold in an energy-intensive process. Gold miners earlier were largely unscathed on account of emissions as the metal was seen as only a pure investment commodity. However, the surge of investment flows in ETFs and gold equities in 2020 has put the investors interest on miners complying to clean energy norms. Though switching to renewable energy sources can add to short-term costs, it helps to satisfy investor demand for cleaner operations while significantly reducing longer term energy costs at mines.

UAE takes steps to establish as global hub for gold

Source : www.khaleejtimes.com

The UAE's Ministerial Development Council is "considering" the introduction of a Good Delivery Standard, which will be regarded as the benchmark for quality and technical specification for production of gold. It contains a set of rules describing the physical characteristics of gold used in settlement in the wholesale. The UAE Good Delivery Standard will also provide standards for creditworthiness, operational competency and appropriate production procedures, ensuring the production of high-quality gold. The council also discussed establishing a special committee to supervise the UAE bullion market, along with a federal platform for gold trading and tracking, and a comprehensive database for all key players in the sector. The initiatives come as a part of a larger policy designed to enhance the UAE's position as a global hub for gold trading and to ensure the best governance, sustainability and innovation practices.

Estimates of potential reductions in gold mining's power emissions by 2030



J P Morgan dominates gold market with record \$ 1 billion revenue precious metal revenue

Source : www.reuters.com

JPMorgan has earned record revenue of around \$1 billion so far this year from trading, storing and financing precious metals. It sits at the heart of the global bullion market, and its activities span trading physical bars to derivatives, running vaults and clearing trades in London. The coronavirus has created a bonanza for investment banks dealing in gold, silver and other precious metals by triggering massive investor purchases and rupturing the normal workings of the market. Individual investment banks have rarely made more than \$1 billion in commodities in recent years, and none has ever before earned more than around \$600 million in precious metals in a single year. Its commodities division is on track to bring in more than \$1.5 billion this year and could challenge Goldman Sachs for the title of top earner.

Global Markets Overview – November 2020 Equities

US equities surged in November as several vaccine breakthroughs sparked investor optimism that a return to economic normality is in sight. Eurozone shares surged in November with the MSCI EMU index gaining 17% on the positive news on vaccines. There were also encouraging signs that Covid-19 infection rates are slowing in several European countries, enabling governments to start easing lockdown restrictions. UK equities outperformed in November on the back of the positive vaccine news, helping them to recoup some of their year-to-date underperformance versus other regions. The MSCI Asia ex Japan index recorded its highest return in more than four years as the news of vaccines and US dollar weakness boosted investor sentiment. Emerging market equities also registered a robust return

Bonds

Government bond yields were volatile during the month. The US 10-year Treasury yield was three basis points (bps) lower at 0.84% but saw large daily changes around the US election and news on vaccines. Corporate bonds performed well, with global investment grade producing a total return of 2.1% and high yield 4.1%. Convertible bonds benefited from the tailwind of strong equity performance.

Commodities

In commodities, the S&P GSCI Index delivered a positive return, aided in part by a weaker US dollar. Energy was the best-performing component, with strong gains for Brent crude. Industrial metals also posted a double-digit gain, driven by robust returns from lead, copper and aluminium. Conversely, precious metals recorded a negative return, as investor demand for safe-haven assets waned. Gold and silver fell.

Remarks

In years to come, when people look back on the Covid-19 crisis and what was a torrid year for the world, November will likely be marked as a turning point. Equity markets cheered the light at the end of the tunnel, with this year's biggest losers gaining the most in November: MSCI Europe ex-UK and FTSE All-Share indices returned 14.2% and 12.7%, respectively. The year-to-date star performers, Asia and in fixed income it was the riskier high yield and emerging markets that outshone the higher quality markets.

Global Markets Performance Snapshot

World Indices			
Index	Oct-20	Nov-20	YTD %
S&P 500	3,269.96	3,621.63	10.75%
Dow Jones	26,501.60	29,638.64	11.84%
Nasdaq	11,052.95	12,268.32	11.00%
DAX	11,556.48	13,291.16	15.01%
Nikkei 25	22,977.13	26,433.62	15.04%
FTSE 100	5,577.29	6,266.19	12.35%
Sensex	39,614.07	44,149.42	11.45%
Hang Seng	24,107.42	26,341.69	9.27%

Regional Indices

Index	Oct-20	Nov-20	YTD %
ADX	4,660.04	4,964.94	6.54%
DFM	2,187.66	2,419.30	10.59%
Tadawul	7,907.72	8,747.09	10.61%
QSI	9,691.02	10,262.10	5.89%
MSM30	3,557.77	3,643.42	2.41%
BAX	1,427.18	1,477.11	3.50%

Global Commodities & Currencies Commodities

Index	Oct-20	Nov-20	YTD %
ICE Brent USD/bbl	37.46	47.59	27.04%
Nymex WTI USD/bbl	35.79	45.34	26.68%
Gold USD/t oz	1878.87	1,780.90	-5.21%
Silver USD/t oz	23.646	22.59	-4.45%
Platinum USD/t oz	847.1	972.10	14.76%
Copper USD/MT	3.0475	3.44	12.81%
Currencies			
	Oct-20	Nov-20	YTD %
EUR/USD	1.1647	1.1928	2.41%
GBP/USD	1.2941	1.3321	2.94%
USD/JPY	104.64	104.27	-0.35%
CHF/USD	1.0904	1.0997	0.85%

Summary

The month of November witnessed a beacon of hope for the world where three sets of vaccines has passed the first hurdles of efficacy and safety. Attention is now to see how these can be approved and manufactured on massive scale and made available for the use. Though a tweak light to the end of Covid 19 may be at sight, governments are still grappling to control the spread of virus noting seasonal factors makes it more difficult during winter and path to a full recovery may be still bumpy in the coming quarters.

Orionis Fund Ltd has been continuing its profitable operations since inception and has declared dividends every month. For Nov 2020, the dividends are '1.35%' resulting in YTD returns of '15.91%' & total returns of 167.90% since its inception. 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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