

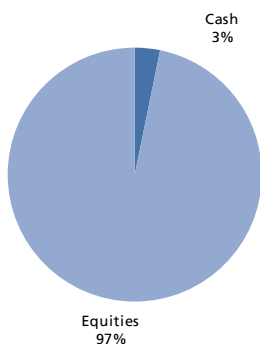
Manager's Commentary

Global equity markets, remained volatile and trended down for most part of the month due to a number of reasons mainly— Eurozone debt fears, failure of US super committee, and signs of a slowdown in Chinese economy. During the last week of the month, a rally sparked by a coordinated action by central banks and reports of IMF in talks with Italy, helped contain the monthly loss. The majority of GCC markets apart from Bahrain (+1.5%) and Qatar (which ended flat) ended in the negative territory. Oman (-3%) was the worst performer, while Saudi, Kuwait, Dubai and Abu Dhabi fell approximately 2%.

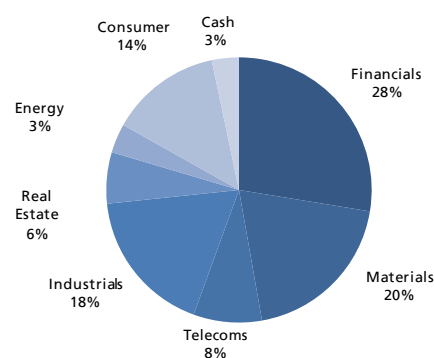
The Saudi market lost 1.9% during the month, led by declines in petrochemicals and banks. Petrochemicals declined between 2-6% due to concerns of a global slowdown. The banks retreated during November on the account of a negative sentiment in the market. The insurance sector which is assumed to be more speculative play, lost 6% during November after gaining approximately 21% during September and October.

The NAV of your fund declined by 2.4% during the month compared to 1.9% decrease in the benchmark. During the month, the fund's performance was impacted due to its exposure to chemicals and certain infrastructure related plays. During the month, we continued to increase our exposure in defensive companies that will benefit from consumer spending. We feel that the market in the short-term will continue to remain volatile and hence have defensively positioned our portfolio. We remain bullish on the long term prospects for Saudi market.

Asset Allocation



Sector Allocation



Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	10.6	12.0
Price to Book Multiple Latest (x)	2.6	1.8
Return on Equity TTM (%)	22.7	14.8
Dividend Yield—2010 (%)	4.4	4.0
Number of Holdings	25	145
Annualized Return (%)	NA	NA
Largest Monthly Gain (%)	7.6 (Mar 11)	10.5 (Mar 11)
Largest Monthly Loss (%)	-6.5 (Aug 11)	-6.5 (Aug 11)
% Positive Months (%)	40	50
Maximum Drawdown-Peak to Trough (%)	NA	NA
Length of Drawdown (months)	NA	NA
Recovery from recent trough	NA	NA

Investment Objective

The primary objective of this Fund is to seek long-term capital appreciation. The Fund will aim to achieve this investment objective by primarily investing in equity securities listed in Saudi Arabia.

Returns (%)	Fund	Tadawul
November 2011	-2.4	-1.9
YTD 2011 (Feb – Nov)	-4.5	-4.0
Last 3 Months	0.9	2.1
Last 6 Months	-8.6	-9.4
Last 1 Year	NA	NA
Last 3 Years	NA	NA
Last 5 Years	NA	NA
Since Inception (Feb 11— Nov 11)	-4.5	-4.0

Fund Information

Launch Date	February 2011
Management Fee	1.5%
Performance Fee	None
Subscription & Redemption	Weekly
Dealing Day	Wednesday
Subscription & Redemption Dead-line	Two Business days before dealing day
Minimum Subscription	USD 100,000
Bloomberg Code	SICOKEF BI Equity
Zawya Code	SICOKEQ.MF
Fund ISIN Code	BH00016X01B0
Custodian / Administrator	HSBC , Bahrain

Top Holdings

Name	Sector	(%)
Ethiad Etisalat	Telecoms	8.1
Saudi Basic Industries	Materials	6.7
Jarir	Consumer	5.9

Risk Statistics

Standard Deviation (%)	12.9
Sharpe Ratio	-0.7
Tracking Error (%)	4.9
Information Ratio	-0.1
Alpha (%)	-2.7
Beta	0.8

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بنك استثماري sico
Investment Bank

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