

SICO Kingdom Equity Fund

Fact Sheet - April 2016

NAV USD 14.53  7.5%

Manager's Commentary

The Saudi index was the best performing bourse in April and appreciated by close to 10%. A wave of optimism prevailed throughout the month initially on the back of hopes of a production freeze by OPEC members followed by positive expectations from Saudi Arabia's Vision 2030 Plan. On a year to date basis, the Saudi market has converged with most other regional indices and is now down only 1.5%, versus flat or marginal gains for other bourses.

The value of the fund appreciated by 7.5% in April on the back of the broad based rally in the Saudi market. However, performance lagged the benchmark primarily due to our conservative positioning both in terms of asset allocation (high cash allocation) and defensive orientation of the equity corpus. We had a lower exposure to petrochemical sector companies along with the large caps that rallied significantly during the month.

The fund is lagging the market this year but we are confident that as the year progresses we will not only be able to cover for the underperformance but also generate some alpha. The regional markets including Saudi Arabia have increased considerably over the last few months and look ripe for a mild correction coinciding with the onset of Ramadan and summer holiday season. Valuations look fair and offer limited upside unless oil prices surprise on the upside or major initiatives are announced in the finer details of the 2030 Vision Plan. We continue to maintain a defensive positioning focusing on selective consumer and healthcare companies where the dependence on government revenues is low and where earnings visibility looks high. In addition, we intend to increase exposure to the large caps as they typically perform better during times of volatility.

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	Index*
April 2016	7.5	9.4
YTD (April 2016)	-2.7	-1.5
2015	-5.5	-17.1
2014	8.9	-2.4
2013	33.1	25.5
2012	8.7	6.0
Last 3 Months	9.9	13.5
Last 6 Months	-6.0	-4.5
Last 1 Year	-23.7	-30.8
Last 3 Years	17.3	-5.2
Last 5 Years	37.6	1.4
Since Inception (Feb 11— Apr 16)	45.3	7.0

*Saudi Stock Exchange Index

Fund Information

Launch Date	February 2011
Management Fee	1.5%
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

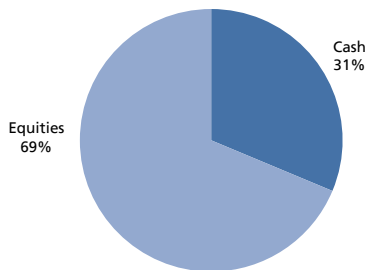
Name	Sector	(%)
Mouwasat Medical	Healthcare	5.9
Al Rajhi Bank	Financials	5.7
SAMBA Financial	Financials	5.1

Risk Statistics (last 5 years)

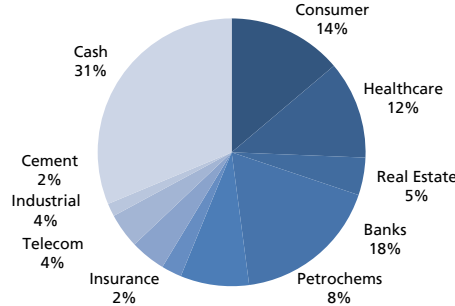
Standard Deviation (%)	17.2
Sharpe Ratio	0.2
Tracking Error (%)	4.5
Information Ratio	1.4
Alpha (%)	6.0
Beta	0.9

For further information contact assetmanagement@sicobahrain.com

Asset Allocation



Sector Allocation



Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	14.9	15.4
Price to Book Multiple Latest (x)	2.9	1.6
Return on Equity TTM (%)	15.5	12.8
Dividend Yield—2014 (%)	3.6	3.9
Number of Holdings	23	107
Annualized Return (%) - Last 5 years	6.6	0.3
Annualized Standard Deviation (%) - Last 5 years	17.2	19.3
Largest Monthly Gain (%) - Last 5 years	12.1 (Apr 15)	12.0 (Apr 15)
Largest Monthly Loss (%) - Last 5 years	-14.9 (Aug 15)	-17.3 (Aug 15)
% Positive Months (%)	57	59
Success Ratio (%) - Last 5 years	67	NA
Latest Drawdown-Peak to Trough (%)	-33.2	-46.0
Duration of Drawdown (months)	17mths (Aug 14 to Jan 16)	17mths (Aug 14 to Jan 16)
Recovery from Latest Drawdown (%)	9.9 (Feb 16 to Aor 16)	13.5 (Feb 16 to Aor 16)

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بنك استثماري sico
Investment Bank

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