

SICO Kingdom Equity Fund

Fact Sheet - June 2015

NAV USD 18.20 ↓ 3.9%

Manager's Commentary

The Saudi market declined for the second consecutive month and wiped off a significant portion of the year to date gains. The index declined marginally during the first half of the month but fell sharply towards the end of the month. The opening up of the market to Qualified Foreign Investors had a minimal impact on the overall trading activity as foreign investors remained on the sidelines. This, along with worsening of the geo-political situation and volatility in international bourses took its toll on the market.

Consequently, the index dropped 6.2% and was the worst performing GCC bourse. The drop was exceptionally severe in stocks from within the financial and petrochemical sectors. Bank Saudi Fransi (-18%), Saudi British (-10%) and SAMBA (-9%) were amongst the biggest losers from the financial sector. Similarly, National Industrialization (-18%), SABIC (-8%) and Petro rabigh (-10%) led the overall petrochemical index down.

The fund declined by 4% given the negative returns of most of our core holdings. However, compared to the benchmark, our defensive positioning and low exposure to high beta names helped in limiting the losses. During the month, we started deploying the cash that we had into stocks that we feel were unduly penalized and have the potential to recover swiftly. We will continue to do this as we believe that post this correction, several interesting investment opportunities have arisen. We have also positioned the fund in companies where we believe second quarter earnings would positively surprise the market.

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.

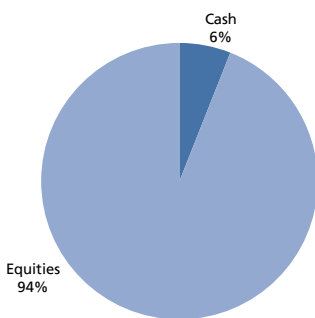
Returns (%)	Fund	Index*
June 2015	-3.9	-6.2
2015 (Jan—Jun)	15.1	9.0
2014	8.9	-2.4
2013	33.1	25.5
2012	8.7	6.0
Last 3 Months	7.1	3.5
Last 6 Months	15.1	9.0
Last 1 Year	9.2	-4.5
Last 3 Years	73.2	35.4
Last 5 Years	NA	NA
Since Inception (Feb 11— Jun 15)	82.0	42.9

*Saudi Stock Exchange Index

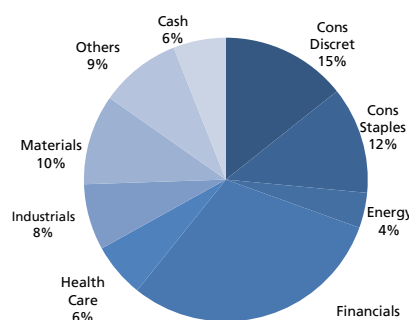
Fund Information

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

Asset Allocation



Sector Allocation



Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	17.6	18.4
Price to Book Multiple Latest (x)	4.4	2.1
Return on Equity TTM (%)	21.0	11.4
Dividend Yield—2014 (%)	2.2	3.0
Number of Holdings	30	107
Annualized Return (%) - Last 3 years	20.1	10.6
Annualized Standard Deviation (%) - Last 3 years	16.0	17.0
Largest Monthly Gain (%)	12.1 (Apr 15)	12.0 (Apr 15)
Largest Monthly Loss (%)	-13.0 (Nov 14)	-14.1 (Nov 14)
% Positive Months (%)	60	60
Success Ratio (%)	68	NA
Maximum Drawdown-Peak to Trough (%)	-20.1	-25.0
Length of Drawdown (months)	4	4
Recovery from Maximum Drawdown (%)	15.1	9.0

Top Holdings

Name	Sector	(%)
Saudia Dairy & Foodstuff	Consumer	5.3
Jarir Marketing	Consumer	5.1
National Commercial Bank	Financials	5.0

Risk Statistics (last 3 years)

Standard Deviation (%)	16.0
Sharpe Ratio	1.1
Tracking Error (%)	3.6
Information Ratio	2.6
Alpha (%)	10.1
Beta	0.9

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بنك استثماري sico
Investment Bank

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