

SICO Kingdom Equity Fund

Fact Sheet - February 2012

NAV USD 10.96 ↑ 7.1%

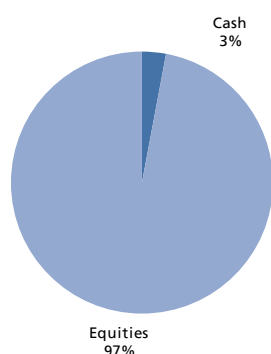
Manager's Commentary

Continued improvements in US economic data and anticipation of a resolution to the Greek debt crisis, led to a 'risk-on' approach towards equities. This was mirrored in the performance GCC equities which continued their strong start to the year, with the S&P GCC Index rising 7.4% in February. The major contributors were Dubai (21%), Saudi Arabia (9%), and Abu Dhabi (6%).

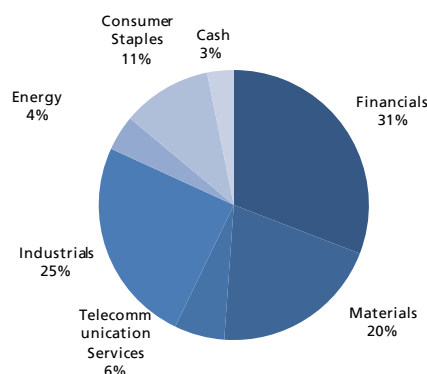
Over one third of the increase in Saudi market was driven by speculative and second tier stocks. Some of these companies increased in excess of 50%, e.g. Allianz (183%) and Al-Ahlia Cooperative Insurance (54%). Banks and chemicals together contributed approximately half of the returns for Tadawul Index. Amongst banks top contributors were Al Rajhi (9%) and Samba (15%), while the SABIC (7%) and Yansab (12%) topped the gains amongst the petrochemicals.

The NAV of your fund appreciated by 7.1% during February, while YTD the fund has returned 9.1%. The fund benefitted from its allocation to banks which contributed approximately half of the returns. Another key contributor to the fund was Mobily (+7.3%), where we continue to maintain our positive outlook. During the month, we trimmed exposure to certain stocks which appreciated significantly and are trading close to their fair values. Moving forward, we will increase our exposure in large cap, blue chip companies which have lagged during the recent rally.

Asset Allocation



Sector Allocation



Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	11.9	14.2
Price to Book Multiple Latest (x)	2.4	2.3
Return on Equity TTM (%)	22.7	15.8
Dividend Yield—2010 (%)	3.9	3.2
Number of Holdings	25	145
Annualized Return (%)	NA	NA
Annualized Standard Deviation (%)	14.0	17.7
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
Feb 2012	7.1	9.7
YTD (Jan- Feb)	9.1	13.3
2011 (Feb – Dec)	0.4	0.9
Last 3 Months	14.7	19.1
Last 6 Months	15.7	21.6
Last 1 Year	14.3	22.4
Last 3 Years	NA	NA
Last 5 Years	NA	NA
Since Inception (Feb 11— Feb 12)	9.6	14.4

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	(%)
Etihad Etisalat	Telecoms	6.0
Banque Saudi Fransi	Financials	5.2
Arab National Bank	Financials	5.2

Risk Statistics

Standard Deviation (%)	14.0
Sharpe Ratio	0.3
Tracking Error (%)	4.5
Information Ratio	-1.0
Alpha (%)	-2.2
Beta	0.8

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