

# SICO Kingdom Equity Fund

Fact Sheet - February 2013

NAV USD 11.48 ↑ 0.8%

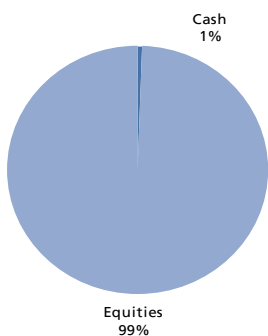
## Manager's Commentary

Subsequent to positive performance in the preceding two months, the GCC markets consolidated during February. Despite some key developments on the global political and economic front, GCC region remained uneventful. Even in terms of individual markets, the returns were somewhat a mixed bag. The Abu Dhabi market was in the forefront, increasing by 5.7%, followed by Oman, which gained 3%. The Dubai market maintained its status as the best performing market year-to-date as it increased by 2.1%. On the other hand Qatar and Saudi Arabia declined by 2.2% and 0.6% respectively, while Bahrain and Kuwait were range bound.

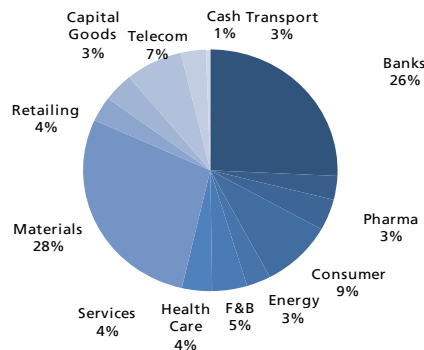
During the month, your fund was marginally up by 0.8%. More interestingly, over the past one year, the fund has produced a positive return of 4.8%, despite the decline in the benchmark. This is due to superior stock picking from consumer and materials sector which have appreciated substantially. Moving forward, we have a cautiously optimistic outlook. However, we believe stock picking will play an even more pivotal role in generating future excess returns.

In February we conducted a round of management meetings as part of our ongoing due diligence process. This has greatly helped us in firming up views on our key positions and uncover some new ideas as well. Thus, we intend to rebalance our portfolio by booking profits in stocks that have increased substantially and are close to their fair values and will invest in new investment ideas with high dividend yields.

### Asset Allocation



### Sector Allocation



## Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	13.0	14.1
Price to Book Multiple Latest (x)	2.9	1.9
Return on Equity TTM (%)	23.8	13.3
Dividend Yield—2011 (%)	3.7	3.9
Number of Holdings	26	145
Annualized Return (%)	6.9	4.7
Annualized Standard Deviation (%)	13.2	16.7
Largest Monthly Gain (%)	7.6 (Mar 11)	10.5 (Mar 11)
Largest Monthly Loss (%)	-6.5 (Aug 11)	-7.7 (May 12)
% Positive Months (%)	56	52
Success Ratio (%)	60	NA
Maximum Drawdown-Peak to Trough (%)	11.6	12.2
Length of Drawdown (months)	4	3
Recovery from recent trough (%)	9.8	7.1

## 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*
February 2013	0.8	-0.6
YTD 2013 (Jan—Feb)	5.3	2.9
2012	8.7	6.0
2011 (Feb – Dec )	0.4	0.9
Last 3 Months	9.8	7.1
Last 6 Months	3.1	-2.0
Last 1 Year	4.8	-3.8
Last 3 Years	NA	NA
Last 5 Years	NA	NA
Since Inception (Feb 11— Feb 13)	14.8	10.1

\*Saudi Stock Exchange Index

## 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	(%)
Al Rajhi Bank	Financials	8.0
Etihad Etisalat	Telecom	7.2
SABIC	Materials	6.7

## Risk Statistics

Standard Deviation (%)	13.8
Sharpe Ratio	0.3
Tracking Error (%)	5.0
Information Ratio	0.3
Alpha (%)	0.0
Beta	0.8

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