

## SICO Kingdom Equity Fund

Fact Sheet - July 2012

NAV USD 10.81 ↑ 2.9%

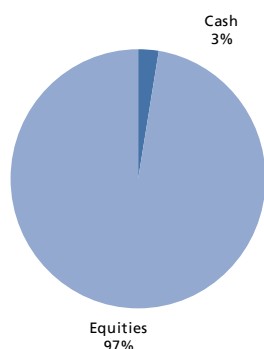
## Manager's Commentary

Global markets continued their positive momentum in anticipation of decisive actions by European leaders to solve the debt crisis. The optimism was carried through to oil prices (Brent) which averaged 6% higher than previous month. The majority of the regional markets reacted to these positive developments and ended the month on a positive note. Gainers included Dubai (+6.3%), followed by Saudi Arabia, Abu Dhabi and Qatar which increased in the range of 2-3%. While, decliners included Oman which fell by 5.8%, Kuwait and Bahrain were also in the negative territory, declining by 1.7% and 2.4% respectively.

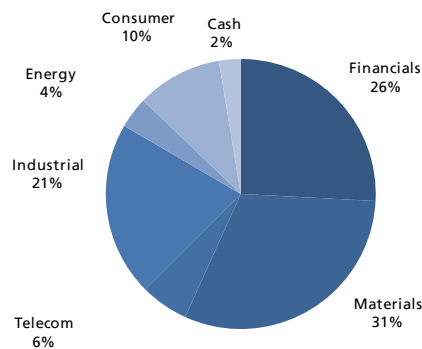
During the month, Saudi market increased by 2.5%. Saudi Arabian Fertilizer Company (SAFCO) was amongst one of the largest contributors, increasing by 17% on the back of increase in fertilizer prices during the second quarter. Consumer companies such as Budget Saudi (+16.5%) and Savola (+6.6%), also contributed to the returns in June. The two companies benefitted from better than expected growth in earnings in 2Q (Budget Saudi 27% yoy and Savola 48% yoy).

The NAV of your fund increased by 2.9% compared to a 2.5% increase in the benchmark. During the past three month the fund declined by 5.2%, while the benchmark declined by 12.2%. The outperformance was primarily due to defensively positioned portfolio and superior stock selection. We expect markets to rebound post Ramadam, hence we maintain a low cash balance.

## Asset Allocation



## Sector Allocation



## Key Statistics

	Fund	Index
Price to Earnings Multiple TTM (x)	11.2	13.5
Price to Book Multiple Latest (x)	2.4	1.8
Return on Equity TTM (%)	19.9	13.5
Dividend Yield—2011 (%)	4.5	4.1
Number of Holdings	27	145
Annualized Return (%)	5.4	5.4
Annualized Standard Deviation (%)	14.0	18.0
Largest Monthly Gain (%)	7.6 (Mar 11)	10.5 (Mar 11)
Largest Monthly Loss (%)	-6.5 (Aug 11)	-7.7 (May 12)
% Positive Months (%)	50	56
Maximum Drawdown-Peak to Trough (%)	10.4	11.2
Length of Drawdown (months)	4	3
Recovery from recent trough (%)	22.6	31.0

## 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
July 2012	2.9	2.5
YTD (Jan– Jul)	7.7	7.2
2011 (Feb – Dec )	0.4	0.9
Last 3 Months	-5.2	-12.2
Last 6 Months	5.7	3.8
Last 1 Year	6.8	7.6
Last 3 Years	NA	NA
Last 5 Years	NA	NA
Since Inception (Feb 11— Jun 12)	8.1	8.2

## 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	(%)
SABIC	Materials	7.9
Al Rajhi	Financials	5.4
Eithad Etisalat	Telecom	4.8

## Risk Statistics

Standard Deviation (%)	14.0
Sharpe Ratio	0.1
Tracking Error (%)	5.2
Information Ratio	-0.0
Alpha (%)	0.3
Beta	0.8

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